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CITY OF LINDSAY
STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
PROPRIETARY FUND
FOR THE YEAR ENDED OCTOBER 31, 2004

Cash flows from operating activities:	
Cash received from customers	\$ 170,313
Cash payments to suppliers for goods and services	(80,275)
Cash payments to employees and contractors for services	(19,377)
Net cash provided (used) by operating activities	<u>70,661</u>
Cash flows from capital and related financing activities:	
Principal payments on capital lease	(20,000)
Interest paid on capital lease	(21,159)
Operating transfers in from general fund	36,299
Net cash provided (used) capital and related financing activities	<u>(4,860)</u>
Cash flows from investing activities:	
Interest income	5,355
Net (purchases)/maturities of certificates of deposits	(41,000)
Net cash provided (used) by investing activities	<u>(35,645)</u>
Net increase (decrease) in cash and cash equivalents	30,156
Cash and equivalents, beginning	<u>40,606</u>
Cash and equivalents, ending	<u><u>\$ 70,762</u></u>
Reconciliation of operating income to net cash provided (used) by operating activities:	
Operating income	\$ 43,287
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation	31,946
(Increase) Decrease in accounts receivable	(2,473)
Increase (Decrease) in accounts payable	(2,429)
Increase (Decrease) in customer deposits	330
Net cash provided (used) by operating activities	<u><u>\$ 70,661</u></u>
Noncash investing, capital, and financing activities:	
There were no significant noncash investing, capital, and financing activities during the reported period.	

	Current Assets	Restricted Assets	Statement of Cash Flows Total
Cash and cash equivalents - beginning	\$ 39,336	\$ 1,270	\$ 40,606
Net increase (decrease)	30,826	(670)	30,156
Cash and cash equivalents - ending	<u>\$ 70,162</u>	<u>\$ 600</u>	<u>\$ 70,762</u>

See accompanying notes to financial statements.

CITY OF LINDSAY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED OCTOBER 31, 2004

A. Summary of Significant Accounting Policies

The basic financial statements of the City of Lindsay (the "City") have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") applicable to governmental units. The City applies all relevant Governmental Accounting Standards Board (GASB) pronouncements and applicable Financial Accounting Standards Board (FASB) and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless they conflict with GASB pronouncements. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

For the fiscal year ended October 31, 2004, the City implemented the new reporting requirements of GASB Statement Nos. 33 and 34. As a result, an entirely new financial reporting model has been implemented.

1. Reporting Entity

The City of Lindsay, Texas ("City"), is incorporated under the provisions of the laws of the State of Texas. The City is governed by a mayor and city council that are elected. The City provides the water and sewer services and garbage collection as authorized by charter. The City also collects taxes and fees to fund the general operations of the City.

2. Basis of Presentation, Basis of Accounting

a. Basis of Presentation

Government-Wide Statements: The statement of net assets and the statement of activities include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and City general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The City does not allocate indirect expenses in the statement of activities. Program revenues include (1) charges for services which report fees, fines and forfeitures, and other charges to users of the City's services; (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the City's funds, with separate statements presented for each fund category. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

Governmental Funds

The City reports the following major governmental fund:

General Fund: This is the City's primary operating fund. It accounts for all financial resources of the City except those required to be accounted for in another fund.

CITY OF LINDSAY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED OCTOBER 31, 2004

Proprietary Funds

The City reports the following major enterprise fund:

Water and Sewer Utilities Fund – This fund accounts for the operating activities of the City's water and sewer utilities services as well as water and sewer utilities construction, contracting, and debt.

b. Measurement Focus, Basis of Accounting

Government-Wide Financial Statements: These financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Proprietary fund financial statements also report using this same focus and basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, sales and liquor taxes, franchise fees, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Major revenue sources susceptible to accrual include: sales and liquor taxes, property taxes, and franchise taxes (fees). In general, other revenues are recognized when cash is received because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for sales or services. Principal operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

When the City incurs an expenditure or expense for which both restricted and unrestricted resources may be used, it is the City's policy to use restricted resources first, then unrestricted resources.

3. Financial Statement Amounts

a. Cash and Cash Equivalents

For purposes of the statement of cash flows, highly liquid investments are considered to be cash equivalents if they have a maturity of three months or less when purchased. The City has no

CITY OF LINDSAY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED OCTOBER 31, 2004

cash equivalents as of October 31, 2004.

b. Property Taxes

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the City in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. Property tax revenues are considered available (1) when they become due or past due and receivable within the current period and (2) when they are expected to be collected during a 60-day period after the close of the fiscal year.

Allowances for uncollectible tax receivables within the general fund are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the City is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

c. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of the donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are being depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Buildings	50
Streets and Improvements	20
Vehicles	6
Furniture, Plant and Equipment	5-20

d. Receivable and Payable Balances

The City believes that sufficient detail of receivable and payable balances is provided in the financial statements to avoid the obscuring of significant components by aggregation. Therefore, no disclosure is provided which disaggregates those balances.

There are no significant receivables which are not scheduled for collection within one year of year end.

e. Interfund Activity

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All

CITY OF LINDSAY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED OCTOBER 31, 2004

other interfund transactions are treated as transfers. Transfers in and Transfers Out are netted and presented as a single "Transfers" line on the government-wide statement of activities.

f. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the use of management's estimates.

B. Deposits and Investments

The City's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the City's agent bank approved pledged securities in an amount sufficient to protect City funds on a day-to-day basis during the period of contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

Cash Deposits:

At October 31, 2004, the carrying amount of the City's deposits (cash, certificates of deposit, and interest-bearing savings accounts) was \$1,041,155 and the bank balance was \$1,042,571. The City's cash deposits at October 31, 2004 were entirely covered by FDIC insurance or by pledged collateral held by the City's agent bank in the City's name.

In addition, the following is disclosed regarding coverage as of October 31, 2004:

- a. Depositories: First State Bank of Gainesville and American Bank of Texas
- b. The total amount of FDIC coverage at October 31, 2004 was \$200,000.
- c. The market value of securities pledged at October 31, 2004 was \$1,530,585.

The cash deposits held at financial institutions can be categorized according to three levels of risk. These three levels of risk are as follows:

Category 1 - Deposits which are insured or collateralized with securities held by the City or by its agent in the City's name.

Category 2 - Deposits which are collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.

Category 3 - Deposits which are not collateralized or insured.

Based on these three levels of risk, all of the City's deposits are classified as Category 1 as of October 31, 2004.

Investments:

The City is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8)

CITY OF LINDSAY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED OCTOBER 31, 2004

investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit.

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the general purpose financial statements disclosed that in the areas of investment practices, management reports and establishment of appropriate policies, the City adhered to the requirements of the Act. Additionally, investment practices of the City were in accordance with local policies.

The Act determines the types of investments which are allowable for the City. These include, with certain restrictions, (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposits, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds.

The City's investments are categorized to give an indication of the level of risk assumed by the City at year-end. These custodial risk categories are as follows:

- Category 1 - Investments that are insured, registered or held by the City or by its agent in the City's name.
- Category 2 - Investments that are uninsured and unregistered held by the counterparty's trust department or agent in the City's name.
- Category 3 - Uninsured and unregistered investments held by the counterparty, its trust department or its agent, but not in the City's name.

The City's investments at October 31, 2004 are shown below.

Investment	Category			Reported Amount	Fair Value
	1	2	3		
Certificates of Deposit					
General Fund	\$ 648,000	\$ --	\$ --	\$ 648,000	\$ 648,000
Proprietary Fund	<u>307,600</u>	<u>--</u>	<u>--</u>	<u>307,600</u>	<u>307,600</u>
	\$ 955,600	\$ --	\$ --	\$ 955,600	\$ 955,600

CITY OF LINDSAY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED OCTOBER 31, 2004

C. Capital Assets

Capital asset activity for the period ended October 31, 2004, was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Governmental activities:				
<i>Capital assets not being depreciated</i>				
Land	<u>\$ 23,700</u>	<u>--</u>	<u>--</u>	<u>\$ 23,700</u>
Total capital assets not being depreciated	<u>23,700</u>	<u>--</u>	<u>--</u>	<u>23,700</u>
<i>Capital assets being depreciated:</i>				
Buildings and improvements	409,750	--	--	409,750
Plant and equipment	81,468	180	180	81,468
Streets	<u>120,135</u>	<u>--</u>	<u>--</u>	<u>120,135</u>
Total capital assets being depreciated	<u>611,353</u>	<u>180</u>	<u>180</u>	<u>611,353</u>
Less accumulated depreciation for:				
Buildings and improvements	(33,486)	(8,194)	--	(41,680)
Plant and equipment	(59,835)	(7,094)	(39)	(66,890)
Streets	<u>(44,441)</u>	<u>(3,882)</u>	<u>--</u>	<u>(48,323)</u>
Total accumulated depreciation	<u>(137,762)</u>	<u>(19,170)</u>	<u>(39)</u>	<u>(156,893)</u>
Total capital assets being depreciated, net	<u>473,591</u>	<u>(18,990)</u>	<u>141</u>	<u>454,460</u>
Governmental activities capital assets, net	<u>\$497,291</u>	<u>\$(18,990)</u>	<u>\$141</u>	<u>\$478,160</u>

Depreciation was charged to functions as follows:

General	\$ 6,864
Recreation	256
Court	1,151
Fire	688
Police	6,534
Streets	<u>3,677</u>
	<u>\$19,170</u>

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Business-type activities:				
<i>Capital assets not being depreciated</i>				
Land	<u>\$ 10,000</u>	<u>--</u>	<u>--</u>	<u>\$ 10,000</u>
Total capital assets not being depreciated	<u>10,000</u>	<u>--</u>	<u>--</u>	<u>10,000</u>
<i>Capital assets being depreciated:</i>				
Plant and equipment	<u>949,944</u>	<u>--</u>	<u>--</u>	<u>949,944</u>
Total capital assets being depreciated	<u>949,944</u>	<u>--</u>	<u>--</u>	<u>949,944</u>
Less accumulated depreciation for:				
Plant and equipment	<u>(402,203)</u>	<u>(31,946)</u>	<u>--</u>	<u>(434,149)</u>
Total accumulated depreciation	<u>(402,203)</u>	<u>(31,946)</u>	<u>--</u>	<u>(434,149)</u>
Total capital assets being depreciated, net	<u>547,741</u>	<u>(31,946)</u>	<u>--</u>	<u>515,795</u>
Business-type activities capital assets, net	<u>\$557,741</u>	<u>\$(31,946)</u>	<u>\$--</u>	<u>\$525,795</u>

CITY OF LINDSAY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED OCTOBER 31, 2004

Depreciation was charged to functions as follows:

Water and sewer utilities \$ 31,946

D. Transfers To and From Other Funds

Transfers to and from other funds at October 31, 2004, consisted of the following:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>	<u>Reason</u>
General fund	Water and sewer fund	\$ 36,299	Supplement other fund sources

E. Commitments under Capitalized Leases

During the fiscal year 1995, the City entered into a contract to construct and acquire a new water well under the provisions of a long-term capital lease agreement. Upon final payment (fiscal year 2015) the title of the water well will pass to the City.

Future obligations over the primary terms of the City's capital lease as of October 31, 2004 are as follows:

<u>Year Ending</u> <u>October 31,</u>	<u>Amount</u>
2005	\$39,935
2006	38,697
2007	39,522
2008	41,026
2009	41,486
2010-2014	206,647
2015	<u>24,920</u>
Total	\$432,233

The effective interest rate on the capital lease is 6.55%.

F. 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 fiscal year 2004, the City purchased commercial insurance to cover general liabilities. There were not significant reductions in coverage in the past fiscal year and there were not settlements exceeding insurance coverage for each of the past three fiscal years.

G. Restricted Assets

As of October 31, 2004, the City had restricted assets of \$51,155. The City restricts assets and reserves a portion of its retained earnings to meet the requirements of its capital lease. The City restricts the money held on deposit for meter deposits.

CITY OF LINDSAY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED OCTOBER 31, 2004

H. Deferred Revenue

Deferred revenue at year end consisted of the following:

<u>Revenue Description</u>	<u>Fund</u>	<u>Deferred Amount</u>
Net property tax revenue	General	\$57,976
Police training grant	Special Revenue	<u>321</u>
		\$58,297

I. Due From State

Due from state amount of \$ 6,243 represents the City's overpayment of court fees to the State Comptroller due to miscalculation on the quarterly reports. These reports are being amended and will result in a refund.

J. Commitments and Contingencies

1. Contingencies

The City participates in grant programs which 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.

2. Litigation

No reportable litigation was pending against the City at October 31, 2004.

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Required Supplementary Information

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but is not considered a part of the basic financial statements.

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CITY OF LINDSAY
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED OCTOBER 31, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Property taxes	\$ 64,255	\$ 77,645	\$ 67,354	\$ (10,291)
Franchise taxes (fees)	40,000	33,695	33,695	-
Liquor taxes	7,000	4,901	4,901	-
Sales taxes	95,000	76,202	73,177	(3,025)
Licenses and permits	2,500	3,258	3,258	-
Fees	9,987	17,889	17,888	(1)
Grants and donations	-	-	200	200
Interest	9,500	12,640	13,388	748
Total revenues	<u>228,242</u>	<u>226,230</u>	<u>213,861</u>	<u>(12,369)</u>
EXPENDITURES				
General government	61,283	60,396	49,762	10,634
Public safety				-
Court	4,820	14,557	8,314	6,243
Police	48,000	48,673	45,918	2,755
Fire	1,800	5,034	4,971	63
Recreation	1,000	1,847	1,847	-
Streets	56,996	26,564	26,564	-
Total expenditures	<u>173,899</u>	<u>157,071</u>	<u>137,376</u>	<u>19,695</u>
Excess (deficiency) of revenues over (under) expenditures	<u>54,343</u>	<u>69,159</u>	<u>76,485</u>	<u>7,326</u>
OTHER FINANCING SOURCES (USES)				
Transfers to other fund	(35,000)	(25,401)	(36,299)	(10,898)
Total other financing sources (uses)	<u>(35,000)</u>	<u>(25,401)</u>	<u>(36,299)</u>	<u>(10,898)</u>
Net change in fund balance	19,343	43,758	40,186	(3,572)
Fund balance - beginning	641,870	641,870	641,870	-
Fund balance - ending	<u>\$ 661,213</u>	<u>\$ 685,628</u>	<u>\$ 682,056</u>	<u>\$ (3,572)</u>

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Other Supplementary Information

This section includes financial information and disclosures not required by the Governmental Accounting Standards Board and is not considered a part of the basic financial statements. It may, however, include information which is required by other entities.

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HESS & ROHMER, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

BRIAN D. HESS, CP.
MELODY ROHMER, CP.
LESLIE DANGELMAYR, CP.

Independent Auditors' Report

Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

Honorable Steven Zwinggi, Mayor and
Members of the City Council
City of Lindsay, Texas
P.O. Box 153
Lindsay, Texas 76250

Members of the City Council:

We have audited the general purpose financial statements of the City of Lindsay, State of Texas, as of and for the year ended October 31, 2004, and have issued our report thereon dated January 24, 2005. We conducted our audit in accordance with generally accepted auditing standards and standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City of Lindsay, State of Texas' general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Lindsay, State of Texas' internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we considered to be material weaknesses.

This report is intended for the information of management and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.


Hess & Rohmer, P.C.

January 24, 2005

CITY OF LINDSAY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED OCTOBER 31, 2004

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued:

Unqualified

Internal control over financial reporting:

Material weakness(es) identified?

☐ Yes ☒ No

Reportable condition(s) identified that are
not considered to be material weaknesses?

☐ Yes ☒ None Reported

Noncompliance material to financial
statements noted?

☐ Yes ☒ No

B. Financial Statement Findings

Our procedures detected no material findings that require disclosure in this report.

CITY OF LINDSAY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED OCTOBER 31, 2004

<u>Finding/Recommendation</u>	<u>Current Status</u>	<u>Management's Explanation If Not Implemented</u>
There were no findings in the 2002-2003 Annual Financial Report.		

CITY OF LINDSAY
WATER AND SEWER CNN APPLICATION

EXHIBIT D

**CITY OF LINDSAY
SCHEDULE OF FEES**

Exhibit A

Billing Code	Description	Class	Income	Quantity	Price	Rate
WATER						
0.75	3/4" Meter Water Rate	W-Nontax		Base (Minimum) 2,000 gallons	\$12.00	XXXXXXXXXXXXXXXXXXXX
				2,001 to 8,000 gallons	\$12.00	\$1.60 per 1,000 gallons
				8,001 gallons and up	\$21.60	\$2.00 per 1,000 gallons
.75B	Outside City Limits	W-Nontax		Base (Minimum) 2,000 gallons	\$18.00	XXXXXXXXXXXXXXXXXXXX
	Rate + 1/2 (3/4" Meter) Water Rate			2,001 to 8,000 gallons	\$18.00	\$2.40 per 1,000 gallons
				8,001 gallons and up	\$32.40	\$3.00 per 1,000 gallons
1	1" Meter Water Rate	W-Nontax		Base (Minimum) 2,000 gallons	\$15.00	XXXXXXXXXXXXXXXXXXXX
				2,001 to 8,000 gallons	\$15.00	\$1.60 per 1,000 gallons
				8,001 gallons and up	\$24.60	\$2.00 per 1,000 gallons
1.5	1.5" Meter Water Rate	W-Nontax		Base (Minimum) 2,000 gallons	\$20.00	XXXXXXXXXXXXXXXXXXXX
				2,001 to 8,000 gallons	\$20.00	\$1.60 per 1,000 gallons
				8,001 gallons and up	\$29.60	\$2.00 per 1,000 gallons
1B	Outside City Limits	W-Nontax		Base (Minimum) 2,000 gallons	\$22.50	XXXXXXXXXXXXXXXXXXXX
	Rate + 1/2 (1" Meter) Water Rate			2,001 to 8,000 gallons	\$22.50	\$2.40 per 1,000 gallons
				8,001 gallons and up	\$36.90	\$3.00 per 1,000 gallons
2	2" Meter Water Rate	W-Nontax		Base (Minimum) 2,000 gallons	\$25.00	XXXXXXXXXXXXXXXXXXXX
				2,001 to 8,000 gallons	\$25.00	\$1.60 per 1,000 gallons
				8,001 gallons and up	\$34.60	\$2.00 per 1,000 gallons
3	3" Meter Water Rate	W-Nontax		Base (Minimum) 2,000 gallons	\$35.00	XXXXXXXXXXXXXXXXXXXX
				2,001 to 8,000 gallons	\$35.00	\$1.60 per 1,000 gallons
				8,001 gallons and up	\$44.60	\$2.00 per 1,000 gallons
	Meter Deposit-Residential			Minimum	\$40.00	XXXXXXXXXXXXXXXXXXXX
				Each Additional	\$40.00	XXXXXXXXXXXXXXXXXXXX
	Meter Deposit-Commercial			Minimum	\$100.00	XXXXXXXXXXXXXXXXXXXX
				Each Additional	\$100.00	XXXXXXXXXXXXXXXXXXXX
	Water Tap Fee			Each	\$300.00	XXXXXXXXXXXXXXXXXXXX
SEWER						
S00	Sewer Rate-No Water Meter	S-Nontax		Base (Minimum) 3,000 gallons	\$6.00	XXXXXXXXXXXXXXXXXXXX
S01	Residential Sewer Rate	S-Nontax		Base (Minimum) 3,000 gallons	\$5.00	XXXXXXXXXXXXXXXXXXXX
				3,001 and greater	\$5.00	\$0.30 per 1,000 gallons of water
S02	Residential Sewer Rate-Outside CL	S-Nontax		Base (Minimum) 3,000 gallons	\$7.50	XXXXXXXXXXXXXXXXXXXX
				3,001 and greater	\$7.50	\$0.45 per 1,000 gallons of water
S03	Commercial Sewer Rate	S-Nontax		Base (Minimum) 3,000 gallons	\$10.00	XXXXXXXXXXXXXXXXXXXX
				3,001 and greater	\$10.00	\$0.30 per 1,000 gallons of water
S03	Commercial Sewer Rate-Outside CL	S-Nontax		Base (Minimum) 3,000 gallons	\$15.00	XXXXXXXXXXXXXXXXXXXX
				3,001 and greater	\$15.00	\$0.45 per 1,000 gallons of water
	Sewer Tap Fee			Each	\$300.00	XXXXXXXXXXXXXXXXXXXX
GARBAGE						
TPU	Garbage Fee	G-Nontax		Minimum	\$11.02	XXXXXXXXXXXXXXXXXXXX
TPU2	Garbage Fee-2 Polycarts	G-Nontax		Minimum (Base)	\$17.77	XXXXXXXXXXXXXXXXXXXX
				Each Additional Polycart	\$17.77	\$6.75 each
FEES						
RC	Reconnection Fee	F-Nontax		Minimum	\$20.00	XXXXXXXXXXXXXXXXXXXX
RTD	Returned Check Fee	L-Nontax		Minimum	\$20.00	XXXXXXXXXXXXXXXXXXXX
OTHER FEES						
	PART	XXXXXX	XXXXXX	DESCRIPTION	PRICE	XXXXXXXXXXXXXXXXXXXX
	Copper Tubing	XXXXXX	XXXXXX	3/4" and 1"	\$2.00/ft	XXXXXXXXXXXXXXXXXXXX
	Tapping Saddle	XXXXXX	XXXXXX	4" x 3/4"	\$40.00	XXXXXXXXXXXXXXXXXXXX
	Tapping Saddle	XXXXXX	XXXXXX	6" x 3/4"	\$47.05	XXXXXXXXXXXXXXXXXXXX
	Tapping Saddle	XXXXXX	XXXXXX	4" x 1"	\$43.00	XXXXXXXXXXXXXXXXXXXX
	Tapping Saddle	XXXXXX	XXXXXX	6" x 1"	\$52.30	XXXXXXXXXXXXXXXXXXXX
	KVC ² Meter Valve	XXXXXX	XXXXXX	3/4"	\$13.00	XXXXXXXXXXXXXXXXXXXX
	Coupling	XXXXXX	XXXXXX	3/4"	\$7.00 ea	XXXXXXXXXXXXXXXXXXXX
	Meter w/Connections	XXXXXX	XXXXXX	3/4"	\$50.00	XXXXXXXXXXXXXXXXXXXX
	Meter w/Connections	XXXXXX	XXXXXX	1"	\$130.00	XXXXXXXXXXXXXXXXXXXX
	Meter Box	XXXXXX	XXXXXX	Short-14" x 18"	\$35.00	XXXXXXXXXXXXXXXXXXXX
	Meter Box	XXXXXX	XXXXXX	Long-18" x 18"	\$40.00	XXXXXXXXXXXXXXXXXXXX
	Reducer	XXXXXX	XXXXXX	From 1" to 3/4"	\$7.00	XXXXXXXXXXXXXXXXXXXX
	Cooperation Stop	XXXXXX	XXXXXX	3/4"	\$12.50	XXXXXXXXXXXXXXXXXXXX
	Cooperation Stop	XXXXXX	XXXXXX	1"	\$39.00	XXXXXXXXXXXXXXXXXXXX
	Repair Clamp	XXXXXX	XXXXXX	4" F1-514-7.5	\$60.00	XXXXXXXXXXXXXXXXXXXX

City of Lindsay

Water and Sewer CCN Amendment Application

Exhibit E

List of Neighboring Utilities within a 2 mile radius

1. City of Gainesville
CCN Number 12957
200 South Rusk Street
Gainesville, Texas 76240
2. Lindsay Pure Water Company
CCN Number 12858
P.O. Box 5
Lindsay, Texas 76250
3. Myra Water System
CCN Number 12514
P.O. Box 126
Myra, Texas 76253