



Control Number: 51801



Item Number: 1

Addendum StartPage: 0



Application to Obtain or Amend a Water or Sewer Certificate of Convenience and Necessity (CCN)

Pursuant to 16 Texas Administrative Code (TAC) Chapter 24, Substantive Rules Applicable to Water and Sewer Service Providers, Subchapter G: Certificates of Convenience and Necessity 2021 FEB 9 9:17 AM

CCN Application Instructions

- I. **COMPLETE:** In order for the Commission to find the application sufficient for filing, you should be adhere to the following:
 - i. Answer every question and submit all required attachments.
 - ii. Use attachments or additional pages if needed to answer any question. If you use attachments or additional pages, reference their inclusion in the form.
 - iii. Provide all mapping information as detailed in Part F: Mapping & Affidavits.
 - iv. Provide any other necessary approvals from the Texas Commission on Environmental Quality (TCEQ), or evidence that a request for approval is being sought at the time of filing with the Commission.

- II. **FILE:** Seven (7) copies of the completed application with numbered attachments. One copy should be filed with no permanent binding, staples, tabs, or separators; and 7 copies of the portable electronic storage medium containing the digital mapping data.

SEND TO: Public Utility Commission of Texas, Attention: Filing Clerk, 1701 N. Congress Avenue, P.O. Box 13326, Austin, Texas 78711-3326 (**NOTE: Electronic documents may be sent in advance of the paper copy; however, they will not be processed and added to the Commission's on-line Interchange until the paper copy is received and file-stamped in Central Records).**)

- III. The application will be assigned a docket number, and an administrative law judge (ALJ) will issue an order requiring Commission Staff to file a recommendation on whether the application is sufficient. The ALJ will issue an order after Staff's recommendation has been filed:
 - i. **DEFICIENT (Administratively Incomplete):** Applicant will be ordered to provide information to cure the deficiencies by a certain date (usually 30 days from ALJ's order). **Application is not accepted for filing.**
 - ii. **SUFFICIENT (Administratively Complete):** Applicant will be ordered by the ALJ to give appropriate notice of the application using the notice prepared by Commission Staff. **Application is accepted for filing.**

- IV. Once the Applicant issues notice, a copy of the actual notice sent (including any map) and an affidavit attesting to notice should be filed in the docket assigned to the application. Recipients of notice may choose to take one of the following actions:
 - i. **HEARING ON THE MERITS:** an affected party may request a hearing on the application. The request must be made within 30 days of notice. If this occurs, the application may be referred to the State Office of Administrative Hearings (SOAH) to complete this request.
 - ii. **LANDOWNER OPT-OUT:** A landowner owning a qualifying tract of land (25+ acres) may request to have their land removed from the requested area. The Applicant will be requested to amend its application and file new mapping information to remove the landowner's tract of land, in conformity with this request.

- V. **PROCEDURAL SCHEDULE:** Following the issuance of notice and the filing of proof of notice in step 4, the application will be granted a procedural schedule for final processing. During this time the Applicant must respond to hearing requests, landowner opt-out requests, and requests for information (RFI). The Applicant will be requested to provide written consent to the proposed maps, certificates, and tariff (if applicable) once all other requests have been resolved.

- VI. **FINAL RECOMMENDATION:** After receiving all required documents from the Applicant, Staff will file a recommendation on the CCN request. The ALJ will issue a final order after Staff's recommendation is filed.

FAQ:

Who can use this form?

Any retail public utility that provides or intends to provide retail water or wastewater utility service in Texas.

Who is required to use this form?

A retail public utility that is an investor owned utility (IOU) or a water supply corporation (WSC) must use this form to obtain or amend a CCN prior to providing retail water or sewer utility service in the requested area.

What is the purpose of the application?

A CCN Applicant is required to demonstrate financial, managerial, and technical (FMT) capability to provide continuous and adequate service to any requested area. The questions in the application are structured to support an Applicant's FMT capabilities, consistent with the regulatory requirements.

Application Summary

Applicant: City of Schertz

CCN No. to be amended: 20271

or Obtain NEW CCN Water Sewer

County(ies) affected by this application: comal

Dual CCN requested with: _____

CCN No.: _____ (name of retail public utility)
 Portion or All of requested area

Decertification of CCN for: _____

CCN No.: _____ (name of retail public utility)
 Portion or All of requested area

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Please mark the items included in this filing

- | | | |
|--------------------------|--|-----------------------|
| <input type="checkbox"/> | Partnership Agreement | Part A: Question 4 |
| <input type="checkbox"/> | Articles of Incorporation and By-Laws (WSC) | Part A: Question 4 |
| <input type="checkbox"/> | Certificate of Account Status | Part A: Question 4 |
| <input type="checkbox"/> | Franchise, Permit, or Consent letter | Part B: Question 7 |
| <input type="checkbox"/> | Existing Infrastructure Map | Part B: Question 8 |
| <input type="checkbox"/> | Customer Requests For Service in requested area | Part B: Question 9 |
| <input type="checkbox"/> | Population Growth Report or Market Study | Part B: Question 10 |
| <input type="checkbox"/> | TCEQ Engineering Approvals | Part B: Question 11 |
| <input type="checkbox"/> | Requests & Responses For Service to ½ mile utility providers | Part B: Question 12.B |
| <input type="checkbox"/> | Economic Feasibility (alternative provider) Statement | Part B: Question 12.C |
| <input type="checkbox"/> | Alternative Provider Analysis | Part B: Question 12.D |
| <input type="checkbox"/> | Enforcement Action Correspondence | Part C: Question 16 |
| <input type="checkbox"/> | TCEQ Compliance Correspondence | Part D: Question 20 |
| <input type="checkbox"/> | Purchased Water Supply or Treatment Agreement | Part D: Question 23 |
| <input type="checkbox"/> | Rate Study (new market entrant) | Part E: Question 28 |
| <input type="checkbox"/> | Tariff/Rate Schedule | Part E: Question 29 |
| <input type="checkbox"/> | Financial Audit | Part E: Question 30 |
| <input type="checkbox"/> | Application Attachment A & B | Part E: Question 30 |
| <input type="checkbox"/> | Capital Improvement Plan | Part E: Question 30 |
| <input type="checkbox"/> | Disclosure of Affiliated Interests | Part E: Question 31 |
| <input type="checkbox"/> | Detailed (large scale) Map | Part F: Question 32 |
| <input type="checkbox"/> | General Location (small scale) Map | Part F: Question 32 |
| <input type="checkbox"/> | Digital Mapping Data | Part F: Question 32 |
| <input type="checkbox"/> | Signed & Notarized Affidavit | Page 12 |

Part B: Requested Area Information

6. Provide details on the existing or expected land use in the requested area, including details on requested actions such as dual certification or decertification of service area.

Track of land is included in the City of Selma's water CCN and is in the process of being annexed into the City of Schertz the area is not currently inside a CCN for wastewater.

7. The requested area (check all applicable):

- Currently receives service from the Applicant Is being developed with no current customers
 Overlaps or is within municipal boundaries Overlaps or is within district boundaries

Municipality: _____ District: _____

Provide a copy of any franchise, permit, or consent granted by the city or district. If not available please explain:

8. Describe the circumstances (economic, environmental, etc.) driving the need for service in the requested area:

property is attempting to be developed and needs service to wastewater

9. Has the Applicant received any requests for service within the requested area?

- Yes* No *Attach copies of all applicable requests for service and show locations on a map

10. Is there existing or anticipated growth in the requested area?

- Yes* No *Attach copies of any reports and market studies supporting growth

11. A. Will construction of any facilities be necessary to provide service to the requested area?

- Yes* No *Attach copies of TCEQ approval letters

B. Date Plans & Specifications or Discharge Permit App. submitted to TCEQ: _____

C. Summarize an estimated timeline for construction for any required facilities to serve the requested area:

sewer is available to adjacent properties service connections will be required to provide service. Once CCN is approved the city will install wastewater service to the tracts upon building permit

D. Describe the source and availability of funds for any required facilities to serve the requested area:

funding for the service lines to the property will be funded by the property owner or developer.

Note: Failure to provide applicable TCEQ construction or permit approvals, or evidence showing that the construction or permit approval has been filed with the TCEQ may result in the delay or possible dismissal of the application.

12. A. If construction of a physically separate water or sewer system is necessary, provide a list of all retail public water and/or sewer utilities within one half mile from the outer boundary of the requested area below:

N/A sewer mains are available at adjacent tract, service lines will be required to connect.

B. Did the Applicant request service from each of the above water or sewer utilities?

Yes* No *Attach copies of written requests and copies of the written response

C. Attach a statement or provide documentation explaining why it is not economically feasible to obtain retail service from the water or sewer retail public utilities listed above.

D. If a neighboring retail public utility agreed to provide service to the requested area, attach documentation addressing the following information:

- (A) A description of the type of service that the neighboring retail public utility is willing to provide and comparison with service the applicant is proposing;
- (B) An analysis of all necessary costs for constructing, operating, and maintaining the new facilities for at least the first five years of operations, including such items as taxes and insurance; and
- (C) An analysis of all necessary costs for acquiring and continuing to receive service from the neighboring retail public utility for at least the first five years of operations.

13. Explain the effect of granting the CCN request on the Applicant, any retail public utility of the same kind serving in the proximate area, and any landowners in the requested area. The statement should address, but is not limited to, regionalization, compliance, and economic effects.

The city of schertz request to include these tracts in the cities CCN these tracts are in the process of being annexed into the city limits. The city has the only sewer lines adjacent to the property

Part C: CCN Obtain or Amend Criteria Considerations

14. Describe the anticipated impact and changes in the quality of retail utility service for the requested area:

There will be no impact change of quality of retail utility service.

15. Describe the experience and qualifications of the Applicant in providing continuous and adequate retail service:

The city owns and operates the wastewater collection system closest to the tracts of land

16. Has the Applicant been under an enforcement action by the Commission, TCEQ, Texas Department of Health (TDH), the Office of the Attorney General (OAG), or the Environmental Protection Agency (EPA) in the past five (5) years for non-compliance with rules, orders, or state statutes?

Yes* No

*Attach copies of any correspondence with the applicable regulatory agency concerning any enforcement actions, and attach a description of any actions or efforts the Applicant has taken to comply with these requirements.

17. Explain how the environmental integrity of the land will or will not be impacted or disrupted as a result of granting the CCN as requested:

The site will be developed using best management practices to ensure the environmental impact will be minimal. Development standards will be followed in the development of detention ponds, BPM's, and other systems designed to protect the environment.

18. Has the Applicant made efforts to extend retail water or sewer utility service to any economically distressed area located within the requested area?

N/A

19. List all neighboring water or sewer retail public utilities, cities, districts (including ground water conservation districts), counties, or other political subdivisions (including river authorities) providing the same service located within two (2) miles from the outer boundary of the requested area:

City of schertz #20271
 Cibolo Creek Municipal Authority (sewer treatment)
 city of Selma

Part D: TCEQ Public Water System or Sewer (Wastewater) Information

20. A. Complete the following for all Public Water Systems (PWS) associated with the Applicant's CCN:

TCEQ PWS ID:	Name of PWS:	Date of TCEQ inspection*:	Subdivisions served:
0940003	City of Selma		

*Attach evidence of compliance with TCEQ for each PWS

- B. Complete the following for all TCEQ Water Quality (WQ) discharge permits associated with the Applicant's CCN:

TCEQ Discharge Permit No:	Date Permit expires:	Date of TCEQ inspection*:	Subdivisions served:
WQ-0011269001	8/25/2025		
WQ-			
WQ-			
WQ-			

*Attach evidence of compliance with TCEQ for each Discharge Permit

- C. The requested CCN service area will be served via: PWS ID: 0940003
WQ - 0011269001

21. List the number of existing connections for the PWS & Discharge Permit indicated above (Question 20. C.):

Water				Sewer	
0	Non-metered	85	2"	12,650	Residential
14,168	5/8" or 3/4"	18	3"	450	Commercial
249	1"	9	4"	0	Industrial
	1 1/2"	212	Other	0	Other
Total Water Connections:			14,748	Total Sewer Connections:	13,100

22. List the number of additional connections projected for the requested CCN area:

Water				Sewer	
	Non-metered		2"		Residential
	5/8" or 3/4"		3"		Commercial
	1"		4"		Industrial
	1 1/2"		Other		Other
Total Water Connections:				Total Sewer Connections:	

23. A. Will the system serving the requested area purchase water or sewer treatment capacity from another source?

Yes* No *Attach a copy of purchase agreement or contract.

Capacity is purchased from:

Water: Selma

Sewer: Cibolo Creek Municipal Authority

B. Are any of the Applicants PWS's required to purchase water to meet the TCEQ's minimum capacity requirements or TCEQ's drinking water standards?

Yes No

C. What is the amount of supply or treatment purchased, per the agreement or contract? What is the percent of overall demand supplied by purchased water or sewer treatment (if any)?

	Amount in Gallons	Percent of demand
Water:		0%
Sewer:		100%

24. Does the PWS or sewer treatment plant have adequate capacity to meet the current and projected demands in the requested area?

Yes No

25. List the name, class, and TCEQ license number of the operators that will be responsible for the operations of the water or sewer utility service provided to the requested area:

Name (as it appears on license)	Class	License No.	Water/Sewer

26. A. Are any improvements required for the existing PWS or sewer treatment plant to meet TCEQ or Commission standards?

Yes No

B. Provide details on each required major capital improvement necessary to correct deficiencies to meet the TCEQ or Commission standards (attach any engineering reports or TCEQ approval letters):

Description of the Capital Improvement:	Estimated Completion Date:	Estimated Cost:

27. Provide a map (or maps) showing all facilities for production, transmission, and distribution, and the location of existing or proposed customer connections, in the requested area. Facilities should be identified on subdivision plats, engineering planning maps, or other large scale maps. Color coding can be used, and is encouraged, to distinguish types of facilities.

Part E: Financial Information

28. If the Applicant seeking to obtain a CCN for the first time is an Investor Owned Utility (IOU) and under the original rate jurisdiction of the Commission, a proposed tariff must be attached to the application. The proposed rates must be supported by a rate study, which provides all calculations and assumptions made. Once a CCN is granted, the Applicant must submit a rate filing package with the Commission within 18 months from the date service begins. The purpose of this rate filing package is to revise a utility's tariff to adjust the rates to a historic test year and to true up the new tariff rates to the historic test year. It is the Applicant's responsibility in any future rate proceeding to provide written evidence and support for the original cost and installation date of all facilities used and useful for providing utility service. Any dollar amount collected under the rates charged during the test year in excess of the revenue requirement established by the Commission during the rate change proceeding shall be reflected as customer contributed capital going forward as an offset to rate base for ratemaking purposes.

29. If the Applicant is an existing IOU, please attach a copy of the current tariff and indicate:

A. Effective date for most recent rates: 10/1/2020

B. Was notice of this increase provided to the Commission or a predecessor regulatory authority?

No Yes

Application or Docket Number: _____

C. If notice was not provided to the Commission, please explain why (ex: rates are under the jurisdiction of a municipality)

Rates are under the jurisdiction of the municipality.

If the Applicant is a Water Supply or Sewer Service Corporation (WSC/SSC) and seeking to obtain a CCN, attach a copy of the current tariff.

30. **Financial Information**

Applicants must provide accounting information typically included within a balance sheet, income statement, and statement of cash flows. If the Applicant is an existing retail public utility, this must include historical financial information and projected financial information. However, projected financial information is only required if the Applicant proposes new service connections and new investment in plant, or if requested by Commission Staff. If the Applicant is a new market entrant and does not have its own historical balance sheet, income statement, and statement of cash flows information, then the Applicant should establish a five-year projection.

Historical Financial Information may be shown by providing any combination of the following that includes necessary information found in a balance sheet, income statement, and statement of cash flows:

1. Completed Appendix A;
2. Documentation that includes all of the information required in Appendix A in a concise format; or
3. Audited financial statements issued within 18 months of the application filing date. This may be provided electronically by providing a uniform resource locator (URL) or a link to a website portal.

Projected Financial Information may be shown by providing any of the following:

1. Completed Appendix B;
2. Documentation that includes all of the information required in Appendix B in a concise format;
3. A detailed budget or capital improvement plan, which indicates sources and uses of funds required, including improvements to the system being transferred; or
4. A recent budget and capital improvements plan that includes information needed for analysis of the operations test for the system being transferred and any operations combined with the system. This may be provided electronically by providing a uniform resource locator (URL) or a link to a website portal.

31. Attach a disclosure of any affiliated interest or affiliate. Include a description of the business relationship between all affiliated interests and the Applicant.

DO NOT INCLUDE ATTACHMENTS A OR B IF LEFT BLANK

Part F: Mapping & Affidavits

32. Provide the following mapping information with each of the seven (7) copies of the application:
1. A general location (small scale) map identifying the requested area in reference to the nearest county boundary, city, or town. The Applicant should adhere to the following guidance:
 - i. If the application includes an amendment for both water and sewer certificated service areas, separate maps must be provided for each.
 - ii. A hand drawn map, graphic, or diagram of the requested area is not considered an acceptable mapping document.
 - iii. To maintain the integrity of the scale and quality of the map, copies must be exact duplicates of the original map. Therefore, copies of maps cannot be reduced or enlarged from the original map, or in black and white if the original map is in color.
 2. A detailed (large scale) map identifying the requested area in reference to verifiable man-made or natural landmarks such as roads, rivers, and railroads. The Applicant should adhere to the following guidance:
 - i. The map should be clearly labeled and the outer boundary of the requested area should be marked in reference to the verifiable man-made or natural landmarks. These verifiable man-made and/or natural landmarks must be labeled and marked on the map as well.
 - ii. If the application includes an amendment for both water and sewer certificated service area, separate maps need to be provided for each.
 - iii. To maintain the integrity of the scale and quality of the map, copies must be exact duplicates of the original map. Therefore, copies of maps cannot be reduced or enlarged from the original map, or in black and white if the original map is in color.
 3. One of the following identifying the requested area:
 - i. A metes and bounds survey sealed or embossed by either a licensed state land surveyor or a registered professional land surveyor. Please refer to the mapping guidance in part 2 (above);

- ii. A recorded plat. If the plat does not provide sufficient detail, Staff may request additional mapping information. Please refer to the mapping guidance in part 2 (above); or
- iii. Digital mapping data in a shapefile (SHP) format georeferenced in either NAD 83 Texas State Plane Coordinate System (US Feet) or in NAD 83 Texas Statewide Mapping System (Meters). The digital mapping data shall include a single, continuous polygon record. The following guidance should be adhered to:
 - a. The digital mapping data must correspond to the same requested area as shown on the general location and detailed maps. The requested area must be clearly labeled as either the water or sewer requested area.
 - b. A shapefile should include six files (.dbf, .shp, .shx, .sbx, .sbn, and the projection (.prj) file).
 - c. The digital mapping data shall be filed on a data disk (CD or USB drives), clearly labeled, and filed with Central Records. Seven (7) copies of the digital mapping data is also required.

Part G: Notice Information

The following information will be used to generate the proposed notice for the application.
 DO NOT provide notice until the application is deemed sufficient for filing and the Applicant is ordered to provide notice.

33. Complete the following using verifiable man-made and/or natural landmarks such as roads, rivers, or railroads to describe the requested area (to be stated in the notice documents). Measurements should be approximated from the outermost boundary of the requested area:

The total acreage of the requested area is approximately: _____

Number of customer connections in the requested area: _____

The closest city or town: City of Schertz

Approximate mileage to closest city or town center: 2

Direction to closest city or town: south east

The requested area is generally bounded on the North by: railroad

on the East by: dora ln.

on the South by: railroad

on the West by: cibolo creek

34. A copy of the proposed map will be available at Schetz Public Works

Applicant's Oath

STATE OF Texas

COUNTY OF Quadalupe

I, Mark Brown being duly sworn, file this application to
obtain or amend a water or sewer CCN, as City Manager
(owner, member of partnership, title as officer of corporation, or authorized representative)

I attest that, in such capacity, I am qualified and authorized to file and verify such application, am personally familiar with the documents filed with this application, and have complied with all the requirements contained in the application; and, that all such statements made and matters set forth therein with respect to Applicant are true and correct. Statements about other parties are made on information and belief. I further state that the application is made in good faith and that this application does not duplicate any filing presently before the Commission.

I further represent that the application form has not been changed, altered, or amended from its original form.
I further represent that the Applicant will provide continuous and adequate service to all customers and qualified applicants within its certificated service area should its request to obtain or amend its CCN be granted.



AFFIANT
(Utility's Authorized Representative)

If the Affiant 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 BEFORE ME, a Notary Public in and for the State of Texas
this day the 1st of February, 2021

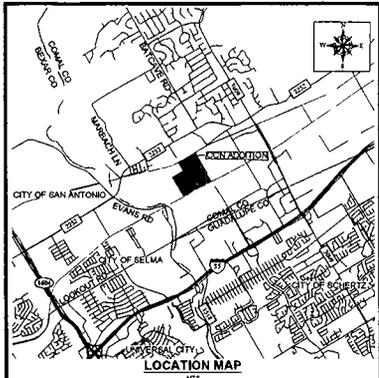
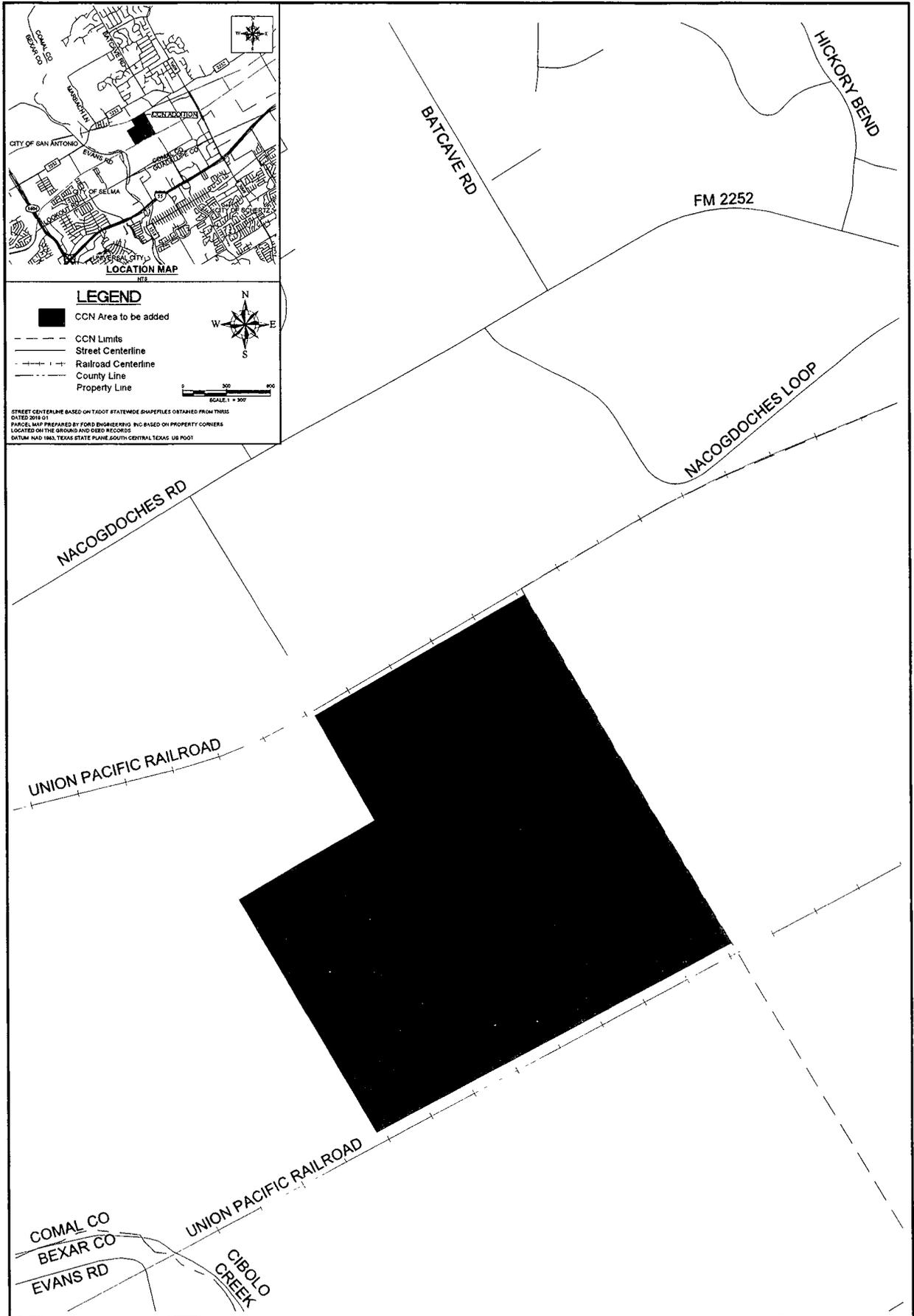
SEAL



Cynthia A. Simmons
NOTARY PUBLIC IN AND FOR THE
STATE OF TEXAS

Cynthia A. Simmons
PRINT OR TYPE NAME OF NOTARY

My commission expires: 5-28-2022



LEGEND

- CCN Area to be added
- - - - - CCN Limits
- Street Centerline
- - - - - Railroad Centerline
- - - - - County Line
- - - - - Property Line

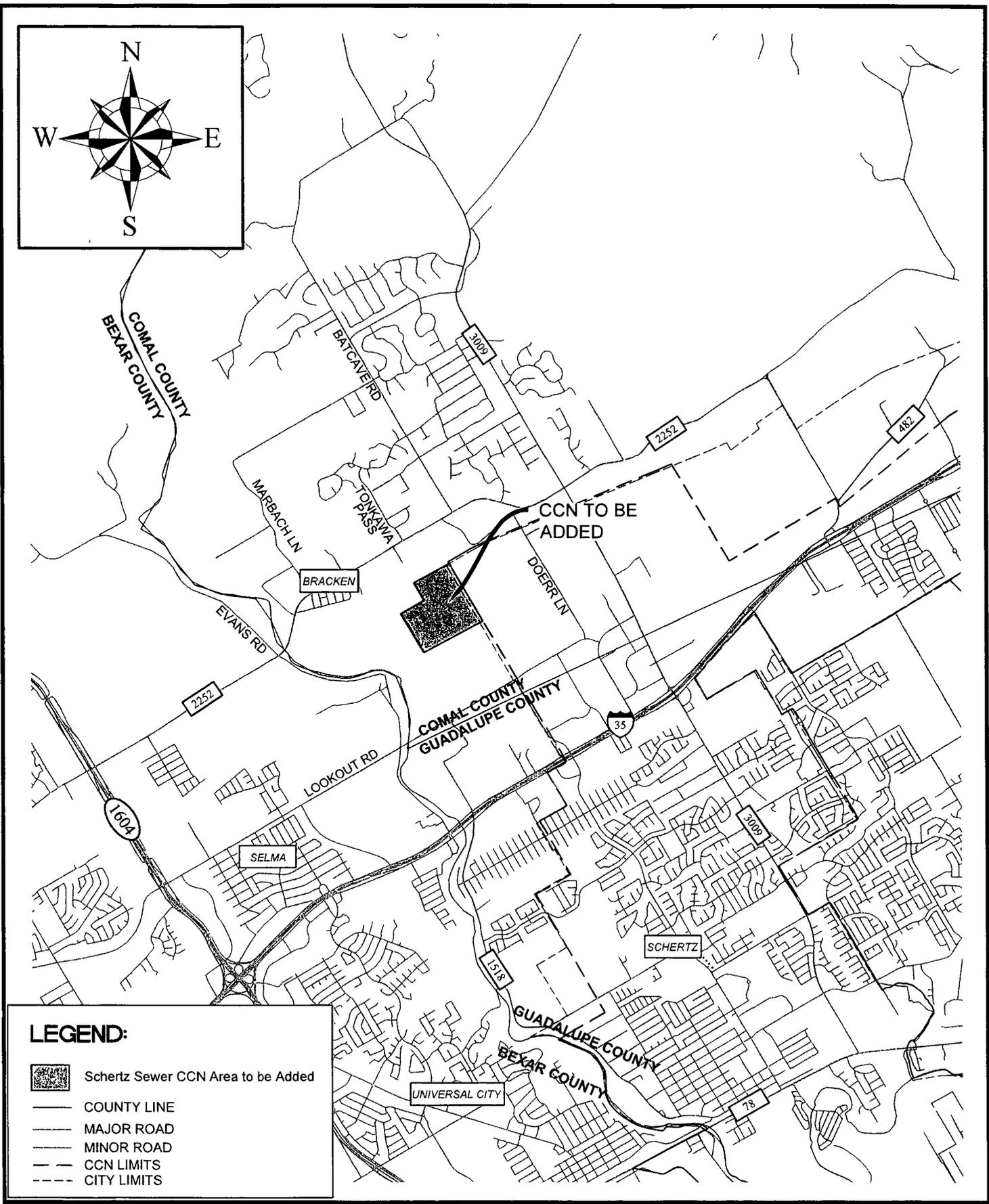
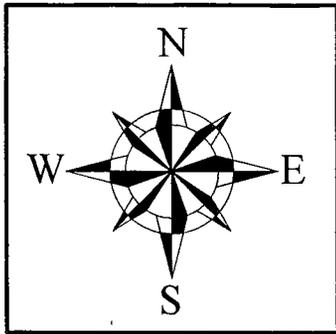
STREET CENTERLINE BASED ON 1/8"=1' STATEWIDE SHAPFILES OBTAINED FROM TRIMS DATED 2018 01
 PARCEL MAP PREPARED BY FORD ENGINEERING INC. BASED ON PROPERTY CORNERS LOCATED ON THE GROUND AND DEED RECORDS
 DATUM: NAD 1983, TEXAS STATE PLANE SOUTH CENTRAL TEXAS US FOOT
 SCALE: 1" = 300'

1/20/21
 FEI PROJ 1124.0408

**CITY OF SCHERTZ'S REQUESTED AREAS
 FOR SEWER CCN
 CCN SEWER - 20271**

FORD ENGINEERING INC.

ENGINEERING SURVEYING PLANNING
 10027 WYE DRIVE STE 104 SAN ANTONIO, TEXAS 78217 * P (210) 590-4777 * F (210) 590-4940
 TBPE No 11623 * WWW.FORDEENGINEERING.COM * TBPLB No 10018400



LEGEND:

-  Schertz Sewer CCN Area to be Added
-  COUNTY LINE
-  MAJOR ROAD
-  MINOR ROAD
-  CCN LIMITS
-  CITY LIMITS

F **FORD ENGINEERING INC.**
 ENGINEERING SURVEYING PLANNING
 10927 WYE DRIVE, STE 104, SAN ANTONIO, TEXAS 78217 * P (210) 590-4777 * F (210-590-4940)
 TBPE No 11623 * WWW.FORDENGINEERING.COM * TBPLS No 10018400

GENERAL LOCATION MAP

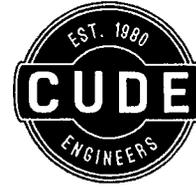
**CITY OF SCHERTZ'S REQUESTED AREAS
 FOR SEWER CCN 20271
 EVANS ROAD, SAN ANTONIO, TX 78266**

SCALE 1" = 1 mile
 January 20, 2021
 PROJECT NO 1124.9408

EXHIBIT A

Subject Property

See attached



LEGAL DESCRIPTION
141.494 ACRES OF LAND

141.494 acres of land located in the Vincente Micheli Survey Number 114, Abstract Number 383, Comal County, Texas and being a portion of that certain 142.096 acres of land conveyed to Schertz 312, LLC, as described in Document Number 201806024987, Official Public Records of Comal County, Texas; said 141.494 acres being more particularly described as follows:

BEGINNING, at a found ½ inch iron rod located in the northwesterly right of way line of the Union Pacific Railroad and marking the most easterly corner of the said 142.096 acres;

THENCE, South 61deg 54' 35" West, along the northwesterly right of way line of the Union Pacific Railroad, a distance of 2,601.87 feet, to a found ½ inch iron rod with "CUDE" cap marking the most southerly corner of the said 142.096 acres;

THENCE, North 30deg 20' 49" West, leaving the northwesterly right of way line of the Union Pacific Railroad and along the southwesterly line of the said 142.096 acres, a distance of 1843.02 feet, to a found ½ inch iron rod with "CUDE" cap marking the most westerly corner of the said 142.096 acres;

THENCE, North 59deg 35' 59" East, along a northwesterly line of the said 142.096 acres, a distance of 1,074.50 feet, to a found ½ inch iron rod with "CUDE" cap marking an interior corner of the said 142.096 acres;

THENCE, North 29deg 38' 06" West, along the southwesterly line of the said 142.096 acres, a distance of 817.74 feet, to a found ½ inch iron rod with "CUDE" cap located in the southeasterly right of way line of the Missouri Pacific Railroad and marking the most northerly westerly corner of the said 142.096 acres;

THENCE, North 60deg 06' 45" East, along the southeasterly right of way line of the said Missouri Pacific Railroad, a distance of 1,514.91 feet, to a point located in the current city limit line of the City of Schertz, Texas;

THENCE, along the northeasterly line of the said 142.096 acres, same being the current city limit line of the City of Schertz, Texas, the following courses:

South 30deg 28' 21" East, a distance of 1,132.16 feet, to a found ½ inch iron rod,
South 30deg 16' 16" East, a distance of 1,619.85 feet, to the **POINT OF BEGINNING** and containing 141.494 acres of land, more or less.

Basis of bearings is the Texas State Plane Coordinate System, South Central Zone (4204), NAD 83 (93).

This document was prepared under 22 TAC 663.21, does not reflect the results of an on the ground survey, and is not to be used to convey or establish interests in real property except those rights and interests implied or established by the creation or reconfiguration of the boundary of the political subdivision for which it was prepared.

James W Russell 9/23/20
James W Russell
Registered Professional Land Surveyor No 4230
Cude Engineers
4122 Pond Hill Road, Suite 101
San Antonio, Texas 78231
TBPELS Firm No 10048500
TBPE Firm No 455
Job No 03227-007

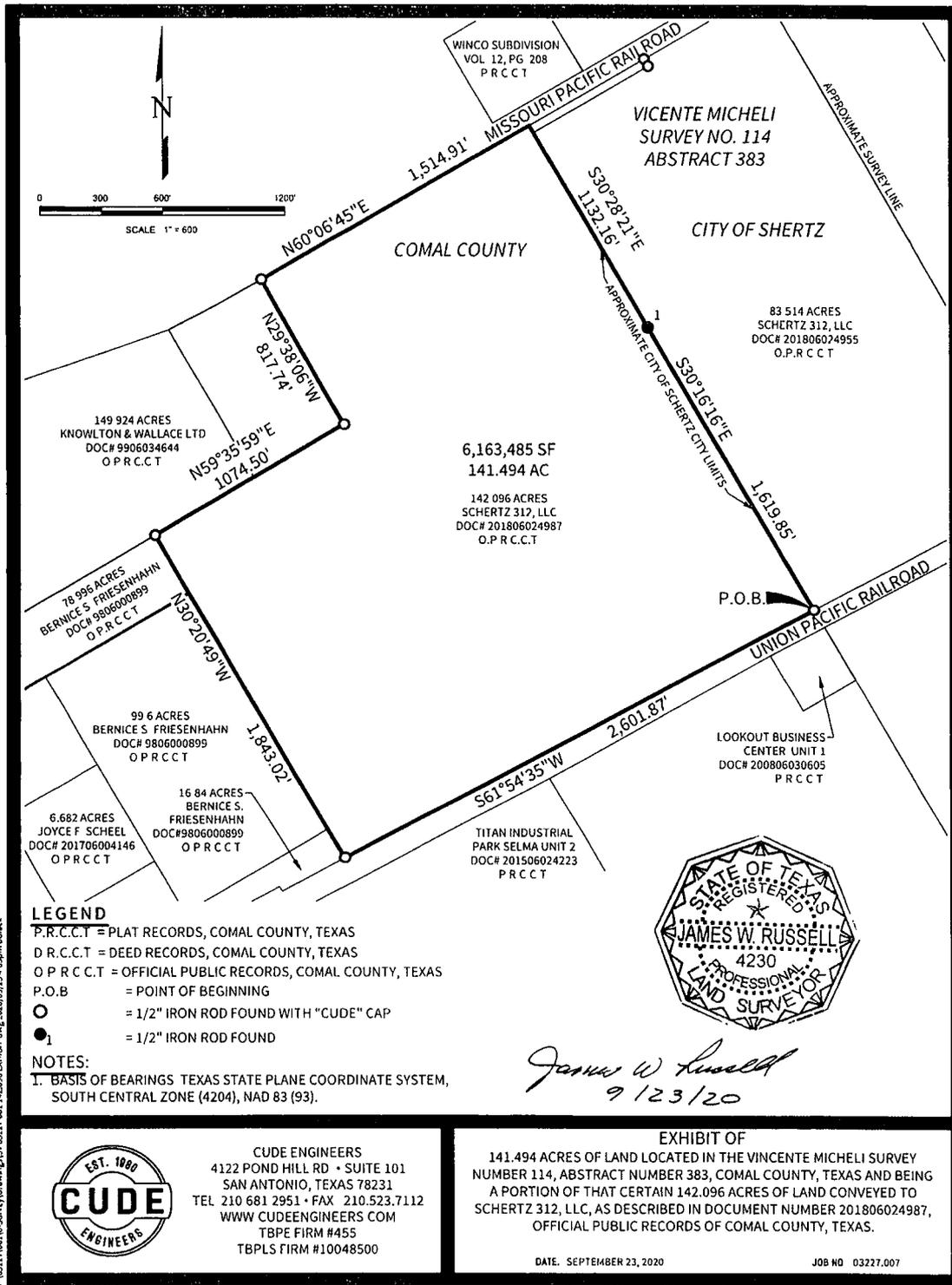


CUDE ENGINEERS
SAN ANTONIO | AUSTIN

4122 POND HILL ROAD, STE 101
SAN ANTONIO, TEXAS 78231

PHONE: (210) 681-2951
CUDEENGINEERS.COM

TBPE NO. 455
TBPLS NO 10048500



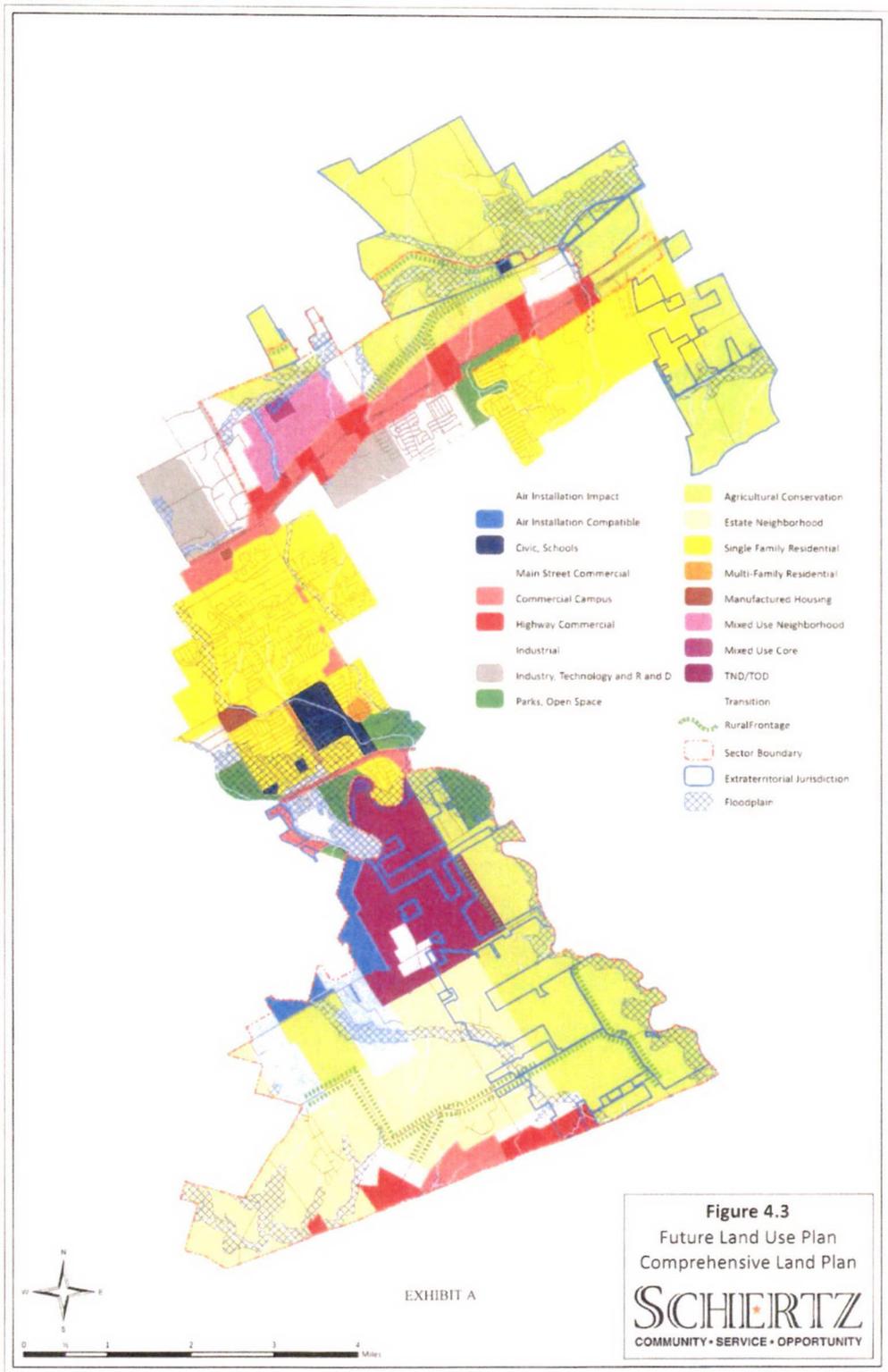
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REPRODUCTION OF THE ORIGINAL, SIGNED AND SEALED PLAN AND/OR ELECTRONIC MEDIA MAY HAVE BEEN INACCURATELY FILED. CONTRACTOR IS RESPONSIBLE FOR VERIFYING THE SCALE OF THE DOCUMENT AND CONTACTING CUDE ENGINEERS TO VERIFY DISCREPANCIES PRIOR TO CONSTRUCTION.

EXHIBIT B

Schertz Future Land Use Plan

See attached



CITY OF SCHERTZ, TEXAS

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

SEPTEMBER 30, 2019

	Business-Type Activities Enterprise Funds	
	Water and Sewer System	Schertz EMS
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,955,132	\$ 106,347
Investments	17,369,593	616,919
Accounts receivable, net of allowance:		
Customer accounts	3,995,689	2,848,334
Due from other funds	-	16,139
Accrued interest	6,324	-
Inventory	<u>85,015</u>	<u>61,906</u>
Total Current Assets	<u>23,411,753</u>	<u>3,649,645</u>
Noncurrent assets:		
Restricted assets:		
Cash and cash equivalents	3,457,678	-
Investments	13,179,666	-
Investment in joint ventures	11,416,770	-
Capital assets:		
Land	1,696,942	-
Water rights	70,245	-
Buildings and improvements	5,489,184	-
Machinery, equipment, and vehicles	3,195,258	2,812,292
Infrastructure	100,295,885	-
Construction in progress	9,248,439	-
Less: accumulated depreciation	<u>(34,132,122)</u>	<u>(1,866,567)</u>
Total Noncurrent Assets	<u>113,917,945</u>	<u>945,725</u>
Total Assets	<u>137,329,698</u>	<u>4,595,370</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred loss on refunding	60,079	-
Deferred OPEB related outflows	19,018	37,378
Deferred pension related outflows	<u>401,652</u>	<u>789,399</u>
Total Deferred Outflows of Resources	<u>480,749</u>	<u>826,777</u>

Business-Type Activities Enterprise Funds	Governmental Activities
Total Enterprise Fund	Internal Service Fund
\$ 2,061,479	\$ -
17,986,512	-
	-
6,844,023	-
16,139	-
6,324	-
146,921	-
<u>27,061,398</u>	<u>-</u>
3,457,678	-
13,179,666	-
11,416,770	-
1,696,942	-
70,245	-
5,489,184	-
6,007,550	-
100,295,885	-
9,248,439	-
(35,998,689)	-
<u>114,863,670</u>	<u>-</u>
<u>141,925,068</u>	<u>-</u>
60,079	-
56,396	-
1,191,051	-
<u>1,307,526</u>	<u>-</u>

CITY OF SCHERTZ, TEXAS

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

SEPTEMBER 30, 2019

	Business-Type Activities Enterprise Funds	
	Water and Sewer System	Schertz EMS
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 3,137,174	\$ 41,640
Accrued liabilities	69,966	203,111
Retainage payable	172,373	-
Customer deposits	632,780	-
Accrued interest	101,523	3,280
Unearned revenue	431,088	16
Current portion of long-term liabilities:		
Compensated absences	23,940	43,288
Total OPEB liability	5,473	10,756
Long-term debt	<u>1,620,000</u>	<u>341,953</u>
Total Current Liabilities	<u>6,194,317</u>	<u>644,044</u>
Noncurrent liabilities:		
Compensated absences	95,760	173,151
Total OPEB liability	204,589	402,097
Net pension liability	1,478,539	2,905,891
Long-term debt	<u>15,971,088</u>	<u>372,988</u>
Total Noncurrent Liabilities	<u>17,749,976</u>	<u>3,854,127</u>
Total Liabilities	<u>23,944,293</u>	<u>4,498,171</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred OPEB related inflows	8,993	17,674
Deferred pension related inflows	<u>1,936</u>	<u>3,806</u>
Total Deferred Outflows of Resources	<u>10,929</u>	<u>21,480</u>
NET POSITION		
Net investment in capital assets	68,040,291	230,784
Restricted for construction	13,232,638	-
Unrestricted	<u>32,582,296</u>	<u>671,712</u>
Total Net Position	<u>\$ 113,855,225</u>	<u>\$ 902,496</u>

Business-Type Activities Enterprise Funds	Governmental Activities
Total Enterprise Fund	Internal Service Fund
\$ 3,178,814	\$ -
273,077	-
172,373	-
632,780	-
104,803	-
431,104	-
67,228	-
16,229	-
<u>1,961,953</u>	<u>-</u>
<u>6,838,361</u>	<u>-</u>
268,911	-
606,686	-
4,384,430	-
<u>16,344,076</u>	<u>-</u>
<u>21,604,103</u>	<u>-</u>
<u>28,442,464</u>	<u>-</u>
26,667	-
<u>5,742</u>	<u>-</u>
<u>32,409</u>	<u>-</u>
68,271,075	-
13,232,638	-
<u>33,254,008</u>	<u>-</u>
\$ <u>114,757,721</u>	\$ <u>-</u>

CITY OF SCHERTZ, TEXAS

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Business-Type Activities Enterprise Funds	
	Water and Sewer System	Schertz EMS
OPERATING REVENUES		
Fees charged to users	\$ 27,018,506	\$ 6,596,618
Charges for premiums	-	-
Other charges	90,041	-
Miscellaneous	137,703	130,085
Total Operating Revenues	<u>27,246,250</u>	<u>6,726,703</u>
OPERATING EXPENSES		
Personnel services	1,908,362	4,442,559
Contribution to joint ventures	4,287,219	-
Water purchase	3,086,446	-
Garbage contractor	4,848,197	-
Sewage treatment	4,379,952	-
General and administrative	3,237,942	575,811
Contractual services	264,586	667,701
Supplies and maintenance	607,940	496,208
Depreciation	2,354,506	336,004
Total Operating Costs	<u>24,975,150</u>	<u>6,518,283</u>
Operating Income (Loss)	<u>2,271,100</u>	<u>208,420</u>
NON-OPERATING REVENUES (EXPENSES)		
Investment revenue	840,279	14,937
Lease revenue	224,928	-
Interest expense	(633,240)	(11,348)
Total Non-Operating Revenues (Expenses)	<u>431,967</u>	<u>3,589</u>
Income Before Contributions and Transfers	<u>2,703,067</u>	<u>212,009</u>
Capital contributions	1,975,524	-
Transfers in	81,525	-
CHANGE IN NET POSITION	<u>4,760,116</u>	<u>212,009</u>
NET POSITION - BEGINNING	<u>97,678,339</u>	<u>690,487</u>
PRIOR PERIOD ADJUSTMENT	11,416,770	-
NET POSITION - BEGINNING, RESTATED	<u>109,095,109</u>	<u>690,487</u>
NET POSITION - END OF YEAR	<u>\$ 113,855,225</u>	<u>\$ 902,496</u>

The accompanying notes are an integral part of these financial statements.

Business-Type Activities Enterprise Funds	Governmental Activities
Total Enterprise Funds	Internal Service Fund
\$ 33,615,124	\$ -
-	2,823,441
90,041	-
267,788	-
<u>33,972,953</u>	<u>2,823,441</u>
6,350,921	2,823,441
4,287,219	-
3,086,446	-
4,848,197	-
4,379,952	-
3,813,753	-
932,287	-
1,104,148	-
2,690,510	-
<u>31,493,433</u>	<u>2,823,441</u>
<u>2,479,520</u>	<u>-</u>
855,216	-
224,928	-
(644,588)	-
<u>435,556</u>	<u>-</u>
<u>2,915,076</u>	<u>-</u>
1,975,524	-
81,525	-
<u>4,972,125</u>	<u>-</u>
<u>98,368,826</u>	<u>-</u>
11,416,770	-
<u>109,785,596</u>	<u>-</u>
\$ <u>114,757,721</u>	\$ <u>-</u>

CITY OF SCHERTZ, TEXAS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Business-Type Activities Enterprise Funds	
	Water and Sewer System	Schertz EMS
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers and users	\$ 26,149,246	\$ 6,766,373
Cash received from interfund services	-	-
Cash paid to employees for services	(2,054,226)	(4,360,732)
Cash paid to suppliers for goods and services	(19,175,069)	(1,575,204)
Net Cash Provided By operating Activities	4,919,951	830,437
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers in	81,525	-
Collection of cash advances from other funds	116,040	-
Net Cash Provided By Noncapital Financing Activities	197,565	-
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES		
Acquisition and construction of capital assets	(8,864,566)	-
Proceeds from the issuance of debt	6,220,000	-
Premium from issuance of debt	498,979	-
Interest paid on long-term debt	(648,464)	(11,348)
Principal paid on long-term debt	(4,420,000)	(360,133)
Net Cash Used in Capital and Related Financing Activities	(7,214,051)	(371,481)
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale (purchase) of investments	1,033,036	(559,779)
Payments from leases	224,928	-
Interest and investment earnings	840,279	14,937
Net Cash Provided By (Used in) Investing Activities	2,098,243	(544,842)
Net (Decrease) Increase in Cash and Cash Equivalents	1,708	(85,886)
Cash and cash equivalents at beginning of year:		
Cash and cash equivalents	1,448,185	192,233
Restricted cash and cash equivalents	3,962,917	-
	5,411,102	192,233
Cash and cash equivalents at end of year		
Cash and cash equivalents	1,955,132	106,347
Restricted cash and cash equivalents	3,457,678	-
	\$ 5,412,810	\$ 106,347

The accompanying notes are an integral part of these financial statements.

Business-Type Activities Enterprise Funds Total Enterprise	Governmental Activities Internal Service Fund
\$ 32,915,619	\$ -
-	2,823,441
(6,414,958)	(2,823,441)
(20,750,273)	-
<u>5,750,388</u>	<u>-</u>
81,525	-
116,040	-
<u>197,565</u>	<u>-</u>
(8,864,566)	-
6,220,000	-
498,979	-
(659,812)	-
(4,780,133)	-
<u>(7,585,532)</u>	<u>-</u>
473,257	-
224,928	-
855,216	-
<u>1,553,401</u>	<u>-</u>
(84,178)	-
1,640,418	-
3,962,917	-
<u>5,603,335</u>	<u>-</u>
2,061,479	-
3,457,678	-
<u>\$ 5,519,157</u>	<u>\$ -</u>

CITY OF SCHERTZ, TEXAS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Business-Type Activities	
	Enterprise Funds	
	Water and Sewer System	Schertz EMS
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income (loss)	\$ 2,271,100	\$ 208,420
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation	2,354,506	336,004
Decrease (increase) in accounts receivable	(1,088,390)	36,384
Decrease (increase) in inventory	4,856	25,322
Increase (decrease) in deferred pension outflows	(165,109)	(404,526)
Increase (decrease) in deferred OPEB outflows	(5,588)	(10,826)
Increase (decrease) in accounts payable	1,532,357	139,194
Increase (decrease) in accrued liabilities	20,091	(141,177)
Increase (decrease) in customer deposits	(8,614)	3,280
Increase (decrease) in unearned revenue	-	6
Increase (decrease) in compensated absences	6,206	25,019
Increase (decrease) in net pension liability	55,414	807,526
Increase (decrease) in deferred OPEB inflows	8,993	17,674
Increase (decrease) in deferred pension inflows	(67,739)	(213,103)
Increase (decrease) in total OPEB liability	1,868	1,240
Net cash provided by operating activities	<u>\$ 4,919,951</u>	<u>\$ 830,437</u>
SCHEDULE OF NON-CASH CAPITAL ACTIVITIES		
Developer contributions of capital assets	<u>1,975,524</u>	<u>-</u>

Business-Type Activities Enterprise Funds	Governmental Activities Internal Service Fund
Total Enterprise	
\$ 2,479,520	\$ -
2,690,510	-
(1,052,006)	-
30,178	-
(569,635)	-
(16,414)	-
1,671,551	-
(121,086)	-
(5,334)	-
6	-
31,225	-
862,940	-
26,667	-
(280,842)	-
3,108	-
\$ 5,750,388	\$ -
1,975,524	-

CITY OF SCHERTZ, TEXAS
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
SEPTEMBER 30, 2018

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
ASSETS				
<i>Current Assets:</i>				
Cash and Cash Equivalents	\$ 1,448,185	\$ 192,233	\$ 1,640,418	\$ -
Investments	19,167,541	57,000	19,224,541	-
Accounts Receivable, Net of Allowance:				
Customer Accounts	2,907,299	2,884,718	5,792,017	-
Due from Other Funds	116,040	16,139	132,179	-
Accrued Interest	6,324	-	6,324	-
Inventory	89,871	87,228	177,099	-
<i>Total Current Assets</i>	<u>23,735,260</u>	<u>3,237,318</u>	<u>26,972,578</u>	<u>-</u>
<i>Noncurrent Assets:</i>				
Restricted Assets:				
Cash and Cash Equivalents	3,962,917	-	3,962,917	-
Investments	12,414,754	140	12,414,894	-
Capital Assets:				
Land	1,357,539	-	1,357,539	-
Water Rights	70,245	-	70,245	-
Buildings and Improvements	4,689,003	6,500	4,695,503	-
Machinery, Equipment, and Vehicles	2,579,173	2,862,286	5,441,459	-
Infrastructure	97,225,671	-	97,225,671	-
Construction in Progress	3,391,127	-	3,391,127	-
Less: Accumulated Depreciation	(31,934,511)	(1,578,574)	(33,513,085)	-
<i>Total Noncurrent Assets</i>	<u>93,755,918</u>	<u>1,290,352</u>	<u>95,046,270</u>	<u>-</u>
TOTAL ASSETS	<u>117,491,178</u>	<u>4,527,670</u>	<u>122,018,848</u>	<u>-</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Loss on Refunding	71,061	-	71,061	-
Deferred OPEB Related Outflows	13,430	26,552	39,982	-
Deferred Pension Related Outflows	236,543	384,873	621,416	-
TOTAL DEFERRED OUTFLOWS	<u>\$ 321,034</u>	<u>\$ 411,425</u>	<u>\$ 732,459</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF NET POSITION - PROPRIETARY FUNDS (CONTINUED)
SEPTEMBER 30, 2018

	Business-Type Activities - Enterprise Funds			Governmental
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
LIABILITIES				
<i>Current Liabilities.</i>				
Accounts Payable	\$ 1,777,190	\$ 114,040	\$ 1,891,230	\$ -
Accrued Liabilities	55,669	131,851	187,520	-
Customer Deposits	641,394	-	641,394	-
Accrued Interest Payable	95,729	9,326	105,055	-
Unearned Revenue	431,088	10	431,098	-
Current Portion of Compensated Absences	22,699	38,284	60,983	-
Current Portion of Long-Term Debt	1,509,710	363,652	1,873,362	-
<i>Total Current Liabilities</i>	<u>4,533,479</u>	<u>657,163</u>	<u>5,190,642</u>	<u>-</u>
<i>Noncurrent Liabilities:</i>				
Compensated Absences	90,795	153,136	243,931	-
Total Other Post-Employment Benefit Liability	208,194	411,613	619,807	-
Net Pension Liability	1,423,125	2,098,365	3,521,490	-
Long-Term Debt (Net of Current Portion)	13,808,605	711,422	14,520,027	-
<i>Total Noncurrent Liabilities</i>	<u>15,530,719</u>	<u>3,374,536</u>	<u>18,905,255</u>	<u>-</u>
TOTAL LIABILITIES	<u>20,064,198</u>	<u>4,031,699</u>	<u>24,095,897</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Pension Related Inflows	69,675	216,909	286,584	-
TOTAL DEFERRED INFLOWS	<u>69,675</u>	<u>216,909</u>	<u>286,584</u>	<u>-</u>
NET POSITION				
Net Investment in Capital Assets	64,656,352	215,277	64,871,629	-
Unrestricted	33,021,987	475,210	33,497,197	-
TOTAL NET POSITION	<u>\$ 97,678,339</u>	<u>\$ 690,487</u>	<u>\$ 98,368,826</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Business-Type Activities - Enterprise Funds			Governmental
	Water	Schertz	Total	Internal
	and Sewer System	EMS		Service Fund
OPERATING REVENUES				
Fees Charged to Users	\$ 26,906,716	\$ 6,092,559	\$ 32,999,275	\$ -
Charges for Premiums	-	-	-	2,441,307
Other Charges	192,521	-	192,521	-
TOTAL OPERATING REVENUES	<u>27,099,237</u>	<u>6,092,559</u>	<u>33,191,796</u>	<u>2,441,307</u>
OPERATING EXPENSES				
Personnel Services	2,052,660	4,043,032	6,095,692	2,441,307
Contribution to Joint Ventures	3,206,068	-	3,206,068	-
Water Purchase	3,217,917	-	3,217,917	-
Garbage Contractor	4,687,548	-	4,687,548	-
Sewage Treatment	4,066,299	-	4,066,299	-
General and Administrative	2,770,165	533,268	3,303,433	-
Contractual Services	405,756	699,858	1,105,614	-
Supplies and Maintenance	395,850	449,999	845,849	-
Depreciation	2,333,982	371,827	2,705,809	-
TOTAL OPERATING EXPENSES	<u>23,136,245</u>	<u>6,097,984</u>	<u>29,234,229</u>	<u>2,441,307</u>
OPERATING INCOME (LOSS)	<u>3,962,992</u>	<u>(5,425)</u>	<u>3,957,567</u>	<u>-</u>
NONOPERATING REVENUES (EXPENSES)				
Investment Earnings	521,727	10,640	532,367	-
Lease Income	263,469	-	263,469	-
Miscellaneous	131,631	58,274	189,905	-
Interest Expense	(391,609)	(12,423)	(404,032)	-
Amortization	(52,000)	-	(52,000)	-
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>473,218</u>	<u>56,491</u>	<u>529,709</u>	<u>-</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	4,436,210	51,066	4,487,276	-
Transfers In (Out)	(15,546)	(3,640)	(19,186)	-
Capital Contributions	3,132,348	-	3,132,348	-
CHANGE IN NET POSITION	7,553,012	47,426	7,600,438	-
NET POSITION AT BEGINNING OF YEAR	90,252,474	889,852	91,142,326	-
PRIOR PERIOD ADJUSTMENT	<u>(127,147)</u>	<u>(246,791)</u>	<u>(373,938)</u>	<u>-</u>
NET POSITION AT END OF YEAR	<u>\$ 97,678,339</u>	<u>\$ 690,487</u>	<u>\$ 98,368,826</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Cash Flows From Operating Activities:				
Cash Received From Customers and Users	\$ 27,080,410	\$ 6,332,268	\$ 33,412,678	\$ -
Cash Received from Interfund Services	-	-	-	2,441,307
Cash Paid to Employees for Services	(1,980,148)	(3,976,477)	(5,956,625)	(2,441,307)
Cash Paid to Supplier for Goods & Services	(19,047,974)	(1,631,429)	(20,679,403)	-
Net Cash Provided (Used) by Operating Activities	<u>6,052,288</u>	<u>724,362</u>	<u>6,776,650</u>	<u>-</u>
Cash Flows From Noncapital Financing Activities:				
Cash Advances From/(To) Other Funds	15,546	(187,583)	(172,037)	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>15,546</u>	<u>(187,583)</u>	<u>(172,037)</u>	<u>-</u>
Cash Flows From Capital and Related Financing Activities:				
Acquisition and Construction of Capital Assets	(1,808,605)	(854,517)	(2,663,122)	-
Proceeds from Issuance of Debt/Capital Leases	5,595,000	332,967	5,927,967	-
Interest Paid on Long-Term Debt	(423,338)	(13,828)	(437,166)	-
Principal Paid on Long-Term Debt	(1,275,000)	(396,134)	(1,671,134)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>2,088,057</u>	<u>(931,512)</u>	<u>1,156,545</u>	<u>-</u>
Cash Flows From Investing Activities:				
Sale (Purchase) of Investments	(7,609,944)	576,326	(7,033,618)	-
Premium from Issuance of Debt	282,000	-	282,000	-
Payments from Leases	263,469	-	263,469	-
Interest and Investment Earnings	521,727	10,640	532,367	-
Net Cash Provided (Used) by Investing Activities	<u>(6,542,748)</u>	<u>586,966</u>	<u>(5,955,782)</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>1,613,143</u>	<u>192,233</u>	<u>1,805,376</u>	<u>-</u>
Cash and Cash Equivalents at Beginning of Year:				
Cash and Cash Equivalents	2,353,733	-	2,353,733	-
Restricted Cash and Cash Equivalents	1,444,226	-	1,444,226	-
	<u>3,797,959</u>	<u>-</u>	<u>3,797,959</u>	<u>-</u>
Cash and Cash Equivalents at End of Year:				
Cash and Cash Equivalents	1,448,185	192,233	1,640,418	-
Restricted Cash and Cash Equivalents	3,962,917	-	3,962,917	-
	<u>\$ 5,411,102</u>	<u>\$ 192,233</u>	<u>\$ 5,603,335</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
SEPTEMBER 30, 2017

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
ASSETS				
<i>Current Assets:</i>				
Cash and Cash Equivalents	\$ 2,353,733	\$ -	\$ 2,353,733	\$ -
Investments	9,725,719	551,826	10,277,545	-
Accounts Receivable, Net of Allowance:				
Customer Accounts	2,719,495	3,092,705	5,812,200	-
Due from Other Funds	116,040	-	116,040	-
Accrued Interest	6,324	-	6,324	-
Inventory	51,790	81,640	133,430	-
<i>Total Current Assets</i>	<u>14,973,101</u>	<u>3,726,171</u>	<u>18,699,272</u>	<u>-</u>
<i>Noncurrent Assets:</i>				
Restricted Assets:				
Cash and Cash Equivalents	1,444,226	-	1,444,226	-
Investments	14,246,632	90,028	14,336,660	-
Capital Assets:				
Land	1,354,138	-	1,354,138	-
Water Rights	70,245	-	70,245	-
Buildings and Improvements	4,653,501	6,500	4,660,001	-
Machinery, Equipment, and Vehicles	2,814,438	2,198,639	5,013,077	-
Infrastructure	92,807,350	-	92,807,350	-
Construction in Progress	2,907,404	-	2,907,404	-
Less: Accumulated Depreciation	(29,835,794)	(1,397,623)	(31,233,417)	-
<i>Total Noncurrent Assets</i>	<u>90,462,140</u>	<u>897,544</u>	<u>91,359,684</u>	<u>-</u>
TOTAL ASSETS	<u>105,435,241</u>	<u>4,623,715</u>	<u>110,058,956</u>	<u>-</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Loss on Refunding	89,998	-	89,998	-
Deferred Pension Related Outflows	359,249	548,412	907,661	-
TOTAL DEFERRED OUTFLOWS	<u>\$ 449,247</u>	<u>\$ 548,412</u>	<u>\$ 997,659</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF NET POSITION - PROPRIETARY FUNDS (CONTINUED)
SEPTEMBER 30, 2017

	Business-Type Activities - Enterprise Funds			Governmental
	Water	Schertz	Total	Internal
	and Sewer System	EMS		Service Fund
LIABILITIES				
<i>Current Liabilities</i>				
Accounts Payable	\$ 2,037,480	\$ 56,756	\$ 2,094,236	\$ -
Accrued Liabilities	45,370	130,790	176,160	-
Customer Deposits	590,618	-	590,618	-
Accrued Interest Payable	55,618	7,953	63,571	-
Due to Other Funds	-	175,084	175,084	-
Unearned Revenue	431,088	10	431,098	-
Current Portion of Compensated Absences	19,212	42,913	62,125	-
Current Portion of Long-Term Debt	1,282,556	329,541	1,612,097	-
<i>Total Current Liabilities</i>	<u>4,461,942</u>	<u>743,047</u>	<u>5,204,989</u>	<u>-</u>
<i>Noncurrent Liabilities</i>				
Compensated Absences	76,847	171,653	248,500	-
Net Other Post-Employment Benefit Payable	48,451	100,370	148,821	-
Net Pension Liability	1,603,324	2,454,626	4,057,950	-
Long-Term Debt (Net of Current Portion)	9,441,450	812,579	10,254,029	-
<i>Total Noncurrent Liabilities</i>	<u>11,170,072</u>	<u>3,539,228</u>	<u>14,709,300</u>	<u>-</u>
TOTAL LIABILITIES	<u>15,632,014</u>	<u>4,282,275</u>	<u>19,914,289</u>	<u>-</u>
NET POSITION				
Net Investment in Capital Assets	70,065,611	295,424	70,361,035	-
Unrestricted	20,186,863	594,428	20,781,291	-
TOTAL NET POSITION	<u>\$ 90,252,474</u>	<u>\$ 889,852</u>	<u>\$ 91,142,326</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Business-Type Activities - Enterprise Funds			Governmental
	Water and Sewer System	Schertz EMS	Total	Activities Internal Service Fund
OPERATING REVENUES				
Fees Charged to Users	\$ 25,079,280	\$ 6,366,894	\$ 31,446,174	\$ -
Charges for Premiums	-	-	-	2,690,926
Other Charges	311,433	-	311,433	-
TOTAL OPERATING REVENUES	25,390,713	6,366,894	31,757,607	2,690,926
OPERATING EXPENSES				
Personnel Services	1,861,475	3,976,190	5,837,665	2,690,926
Contribution to Joint Ventures	2,542,314	-	2,542,314	-
Water Purchase	2,918,214	-	2,918,214	-
Garbage Contractor	4,342,077	-	4,342,077	-
Sewage Treatment	3,763,487	-	3,763,487	-
General and Administrative	2,454,165	541,006	2,995,171	-
Contractual Services	356,891	651,726	1,008,617	-
Supplies and Maintenance	458,539	480,692	939,231	-
Depreciation	2,282,145	339,171	2,621,316	-
TOTAL OPERATING EXPENSES	20,979,307	5,988,785	26,968,092	2,690,926
OPERATING INCOME (LOSS)	4,411,406	378,109	4,789,515	-
NONOPERATING REVENUES (EXPENSES)				
Investment Earnings	207,817	3,649	211,466	-
Lease Income	232,754	-	232,754	-
Miscellaneous	122,373	120,606	242,979	-
Interest Expense	(368,390)	(17,393)	(385,783)	-
Amortization	1,619	-	1,619	-
TOTAL NONOPERATING REVENUES (EXPENSES)	196,173	106,862	303,035	-
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	4,607,579	484,971	5,092,550	-
Transfers In (Out)	-	(9,399)	(9,399)	-
Capital Contributions	6,111,474	-	6,111,474	-
CHANGE IN NET POSITION	10,719,053	475,572	11,194,625	-
NET POSITION AT BEGINNING OF YEAR	79,533,421	414,280	79,947,701	-
NET POSITION AT END OF YEAR	\$ 90,252,474	\$ 889,852	\$ 91,142,326	\$ -

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
Cash Flows From Operating Activities:				
Cash Received From Customers and Users	\$ 25,048,982	\$ 5,591,596	\$ 30,640,578	\$ -
Cash Received from Interfund Services	-	-	-	2,690,926
Cash Paid to Employees for Services	(1,836,377)	(3,810,177)	(5,646,554)	(2,690,926)
Cash Paid to Supplier for Goods & Services	(16,460,515)	(1,704,734)	(18,165,249)	-
Net Cash Provided (Used) by Operating Activities	<u>6,752,090</u>	<u>76,685</u>	<u>6,828,775</u>	<u>-</u>
Cash Flows From Noncapital Financing Activities:				
Cash Advances From/(To) Other Funds	-	165,685	165,685	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>-</u>	<u>165,685</u>	<u>165,685</u>	<u>-</u>
Cash Flows From Capital and Related Financing Activities:				
Acquisition and Construction of Capital Assets	(1,030,767)	(34,510)	(1,065,277)	-
Interest Paid on Long-Term Debt	(365,973)	(11,336)	(377,309)	-
Principal Paid on Long-Term Debt	(1,332,556)	(229,541)	(1,562,097)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(2,729,296)</u>	<u>(275,387)</u>	<u>(3,004,683)</u>	<u>-</u>
Cash Flows From Investing Activities:				
Purchase of Investments	(4,904,577)	(552,751)	(5,457,328)	-
Premium from Issuance of Debt	-	19,399	19,399	-
Proceeds from Issuance of Debt	-	540,000	540,000	-
Payments from Leases	232,754	-	232,754	-
Interest and Investment Earnings	207,817	3,649	211,466	-
Net Cash Provided (Used) by Investing Activities	<u>(4,464,006)</u>	<u>10,297</u>	<u>(4,453,709)</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(441,212)</u>	<u>(22,720)</u>	<u>(463,932)</u>	<u>-</u>
Cash and Cash Equivalents at Beginning of Year:				
Cash and Cash Equivalents	1,779,941	22,720	1,802,661	-
Restricted Cash and Cash Equivalents	2,459,230	-	2,459,230	-
	<u>4,239,171</u>	<u>22,720</u>	<u>4,261,891</u>	<u>-</u>
Cash and Cash Equivalents at End of Year:				
Cash and Cash Equivalents	2,353,733	-	2,353,733	-
Restricted Cash and Cash Equivalents	1,444,226	-	1,444,226	-
	<u>\$ 3,797,959</u>	<u>\$ -</u>	<u>\$ 3,797,959</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
SEPTEMBER 30, 2016

	Business-Type Activities - Enterprise Funds			Governmental
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
ASSETS				
<i>Current Assets:</i>				
Cash and Cash Equivalents	\$ 1,779,941	\$ 22,720	\$ 1,802,661	\$ -
Investments	7,231,235	-	7,231,235	-
Accounts Receivable, Net of Allowance:				
Customer Accounts	2,225,022	2,196,819	4,421,841	-
Due from Other Funds	116,040	-	116,040	-
Accrued Interest	6,324	-	6,324	-
Prepaid Expenses	17,189	19,327	36,516	-
Inventory	61,718	81,593	143,311	-
<i>Total Current Assets</i>	<u>11,437,469</u>	<u>2,320,459</u>	<u>13,757,928</u>	<u>-</u>
<i>Noncurrent Assets:</i>				
<i>Restricted Assets:</i>				
Cash and Cash Equivalents	2,459,230	-	2,459,230	-
Investments	11,836,539	89,103	11,925,642	-
<i>Capital Assets:</i>				
Land	1,354,138	-	1,354,138	-
Water Rights	70,245	-	70,245	-
Buildings and Improvements	4,653,501	6,500	4,660,001	-
Machinery, Equipment, and Vehicles	2,904,768	2,190,556	5,095,324	-
Infrastructure	85,890,831	-	85,890,831	-
Construction in Progress	2,681,683	-	2,681,683	-
Less: Accumulated Depreciation	(27,643,979)	(1,084,879)	(28,728,858)	-
<i>Total Noncurrent Assets</i>	<u>84,206,956</u>	<u>1,201,280</u>	<u>85,408,236</u>	<u>-</u>
TOTAL ASSETS	<u>95,644,425</u>	<u>3,521,739</u>	<u>99,166,164</u>	<u>-</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Loss on Refunding	95,934	-	95,934	-
Deferred Pension Related Outflows	385,043	601,846	986,889	-
TOTAL DEFERRED OUTFLOWS	<u>\$ 480,977</u>	<u>\$ 601,846</u>	<u>\$ 1,082,823</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF NET POSITION - PROPRIETARY FUNDS (CONTINUED)
SEPTEMBER 30, 2016

	Business-Type Activities - Enterprise Funds			Governmental
	Water and Sewer System	Schertz EMS	Total	Activities Internal Service Fund
LIABILITIES				
<i>Current Liabilities:</i>				
Accounts Payable	\$ 1,689,425	\$ 107,345	\$ 1,796,770	\$ -
Accrued Liabilities	53,029	119,489	172,518	-
Customer Deposits	569,750	-	569,750	-
Accrued Interest Payable	60,758	1,896	62,654	-
Unearned Revenue	421,587	28	421,615	-
Current Portion of Compensated Absences	21,596	39,767	61,363	-
Current Portion of Long-Term Debt	1,332,556	229,541	1,562,097	-
<i>Total Current Liabilities</i>	<u>4,148,701</u>	<u>498,066</u>	<u>4,646,767</u>	<u>-</u>
<i>Noncurrent Liabilities:</i>				
Compensated Absences	86,383	159,072	245,455	-
Net Other Post-Employment Benefit Payable	59,634	77,106	136,740	-
Net Pension Liability	1,573,258	2,392,340	3,965,598	-
Long-Term Debt (Net of Current Portion)	10,724,005	582,721	11,306,726	-
<i>Total Noncurrent Liabilities</i>	<u>12,443,280</u>	<u>3,211,239</u>	<u>15,654,519</u>	<u>-</u>
TOTAL LIABILITIES	<u>16,591,981</u>	<u>3,709,305</u>	<u>20,301,286</u>	<u>-</u>
NET POSITION				
Net Investment in Capital Assets	63,821,317	388,914	64,210,231	-
Unrestricted	15,712,104	25,366	15,737,470	-
TOTAL NET POSITION	<u>\$ 79,533,421</u>	<u>\$ 414,280</u>	<u>\$ 79,947,701</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Business-Type Activities - Enterprise Funds			Governmental
	Water	Schertz	Total	Internal
	and Sewer System	EMS		Service Fund
OPERATING REVENUES				
Fees Charged to Users	\$ 21,948,300	\$ 5,921,223	\$ 27,869,523	\$ -
Charges for Premiums	-	-	-	2,238,559
Other Charges	55,494	-	55,494	-
TOTAL OPERATING REVENUES	<u>22,003,794</u>	<u>5,921,223</u>	<u>27,925,017</u>	<u>2,238,559</u>
OPERATING EXPENSES				
Personnel Services	2,098,088	3,575,258	5,673,346	2,238,559
Contribution to Joint Ventures	2,160,309	-	2,160,309	-
Water Purchase	2,904,693	-	2,904,693	-
Garbage Contractor	4,164,287	-	4,164,287	-
Sewage Treatment	3,640,960	-	3,640,960	-
General and Administrative	2,113,023	453,822	2,566,845	-
Contractual Services	156,524	109,454	265,978	-
Supplies and Maintenance	365,603	543,208	908,811	-
Depreciation	2,238,859	307,406	2,546,265	-
TOTAL OPERATING EXPENSES	<u>19,842,346</u>	<u>4,989,148</u>	<u>24,831,494</u>	<u>2,238,559</u>
OPERATING INCOME (LOSS)	<u>2,161,448</u>	<u>932,075</u>	<u>3,093,523</u>	<u>-</u>
NONOPERATING REVENUES (EXPENSES)				
Investment Earnings	101,828	814	102,642	-
Lease Income	231,045	-	231,045	-
Miscellaneous	119,007	172,169	291,176	-
Interest Expense	(402,384)	(14,962)	(417,346)	-
Amortization and Bond Issue Costs	(24,381)	-	(24,381)	-
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>25,115</u>	<u>158,021</u>	<u>183,136</u>	<u>-</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	2,186,563	1,090,096	3,276,659	-
Transfers In (Out)	32,120	(61,331)	(29,211)	-
Capital Contributions	2,831,126	-	2,831,126	-
CHANGE IN NET POSITION	5,049,809	1,028,765	6,078,574	-
NET POSITION AT BEGINNING OF YEAR	<u>74,483,612</u>	<u>(614,485)</u>	<u>73,869,127</u>	<u>-</u>
NET POSITION AT YEAR END, (Deficit)	<u>\$ 79,533,421</u>	<u>\$ 414,280</u>	<u>\$ 79,947,701</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Business-Type Activities - Enterprise Funds			Governmental
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
Cash Flows From Operating Activities:				
Cash Received From Customers and Users	\$ 22,255,054	\$ 5,143,407	\$ 27,398,461	\$ -
Cash Received from Interfund Services	-	-	-	2,238,559
Cash Paid to Employees for Services	(2,006,979)	(3,405,308)	(5,412,287)	(2,238,559)
Cash Paid to Supplier for Goods & Services	(15,266,110)	(1,142,512)	(16,408,622)	-
Net Cash Provided (Used) by Operating Activities	<u>4,981,965</u>	<u>595,587</u>	<u>5,577,552</u>	<u>-</u>
Cash Flows From Noncapital Financing Activities:				
Cash Advances From/(To) Other Funds	269,373	(191,778)	77,595	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>269,373</u>	<u>(191,778)</u>	<u>77,595</u>	<u>-</u>
Cash Flows From Capital and Related Financing Activities:				
Acquisition and Construction of Capital Assets	(818,551)	(900,743)	(1,719,294)	-
Interest Paid on Long-Term Debt	(399,534)	(15,648)	(415,182)	-
Transfers from Other Funds for Projects	32,120	-	32,120	-
Principal Paid on Long-Term Debt	(1,189,756)	(259,541)	(1,449,297)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(2,375,721)</u>	<u>(1,175,932)</u>	<u>(3,551,653)</u>	<u>-</u>
Cash Flows From Investing Activities:				
Purchase of Investments	(2,348,473)	-	(2,348,473)	-
Proceeds From Sale of Investments	-	794,029	794,029	-
Payments from Leases	231,045	-	231,045	-
Interest and Investment Earnings	101,367	814	102,181	-
Net Cash Provided (Used) by Investing Activities	<u>(2,016,061)</u>	<u>794,843</u>	<u>(1,221,218)</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>859,556</u>	<u>22,720</u>	<u>882,276</u>	<u>-</u>
Cash and Cash Equivalents at Beginning of Year:				
Cash and Cash Equivalents	1,216,648	-	1,216,648	-
Restricted Cash and Cash Equivalents	2,162,967	-	2,162,967	-
	<u>3,379,615</u>	<u>-</u>	<u>3,379,615</u>	<u>-</u>
Cash and Cash Equivalents at End of Year:				
Cash and Cash Equivalents	1,779,941	22,720	1,802,661	-
Restricted Cash and Cash Equivalents	2,459,230	-	2,459,230	-
	<u>\$ 4,239,171</u>	<u>\$ 22,720</u>	<u>\$ 4,261,891</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
SEPTEMBER 30, 2015

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Water and Sewer System</u>	<u>Schertz EMS</u>	<u>Total</u>	<u>Internal Service Fund</u>
ASSETS				
<i>Current Assets:</i>				
Cash and Cash Equivalents	\$ 1,216,648	\$ -	\$ 1,216,648	\$ -
Investments	4,192,991	-	4,192,991	-
Accounts Receivable, Net of Allowance:				
Customer Accounts	2,305,445	1,246,835	3,552,280	-
Due from Other Funds	385,413	-	385,413	-
Accrued Interest	5,863	-	5,863	-
Prepaid Expenses	350,000	1,950	351,950	-
Inventory	47,754	159,756	207,510	-
<i>Total Current Assets</i>	<u>8,504,114</u>	<u>1,408,541</u>	<u>9,912,655</u>	<u>-</u>
<i>Noncurrent Assets:</i>				
Restricted Assets:				
Cash and Cash Equivalents	2,162,967	-	2,162,967	-
Investments	12,526,310	883,132	13,409,442	-
Capital Assets:				
Land	1,354,138	-	1,354,138	-
Water Rights	70,245	-	70,245	-
Buildings and Improvements	4,653,501	6,500	4,660,001	-
Machinery, Equipment, and Vehicles	2,804,323	1,666,319	4,470,642	-
Infrastructure	82,119,240	-	82,119,240	-
Construction in Progress	2,964,135	-	2,964,135	-
Less: Accumulated Depreciation	<u>(25,465,214)</u>	<u>(1,153,979)</u>	<u>(26,619,193)</u>	<u>-</u>
<i>Total Noncurrent Assets</i>	<u>83,189,645</u>	<u>1,401,972</u>	<u>84,591,617</u>	<u>-</u>
TOTAL ASSETS	<u>91,693,759</u>	<u>2,810,513</u>	<u>94,504,272</u>	<u>-</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Loss on Refunding	127,870	-	127,870	-
Deferred Pension Related Outflows	203,777	305,771	509,548	-
TOTAL DEFERRED OUTFLOWS	<u>\$ 331,647</u>	<u>\$ 305,771</u>	<u>\$ 637,418</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF NET POSITION - PROPRIETARY FUNDS (CONTINUED)
SEPTEMBER 30, 2015

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Water and Sewer System</u>	<u>Schertz EMS</u>	<u>Total</u>	<u>Internal Service Fund</u>
LIABILITIES				
<i>Current Liabilities</i>				
Accounts Payable	\$ 1,768,983	\$ 204,160	\$ 1,973,143	\$ -
Accrued Liabilities	45,490	104,606	150,096	-
Customer Deposits	522,596	-	522,596	-
Accrued Interest Payable	65,462	2,582	68,044	-
Due to Other Funds	-	130,447	130,447	-
Unearned Revenue	416,911	28	416,939	-
Current Portion of Compensated Absences	20,566	31,259	51,825	-
Current Portion of Long-Term Debt	1,189,756	259,541	1,449,297	-
<i>Total Current Liabilities</i>	<u>4,029,764</u>	<u>732,623</u>	<u>4,762,387</u>	<u>-</u>
<i>Noncurrent Liabilities:</i>				
Compensated Absences	82,265	125,035	207,300	-
Net Other Post-Employment Benefit Payable	41,137	62,053	103,190	-
Net Pension Liability	1,322,211	1,984,007	3,306,218	-
Long-Term Debt (Net of Current Portion)	12,056,561	812,262	12,868,823	-
<i>Total Noncurrent Liabilities</i>	<u>13,502,174</u>	<u>2,983,357</u>	<u>16,485,531</u>	<u>-</u>
TOTAL LIABILITIES	<u>17,531,938</u>	<u>3,715,980</u>	<u>21,247,918</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Pension Related Inflows	9,856	14,789	24,645	-
NET POSITION				
Net Investment in Capital Assets	59,278,168	347,037	59,625,205	-
Unrestricted, Deficit	15,205,444	(961,522)	14,243,922	-
TOTAL NET POSITION	<u>\$ 74,483,612</u>	<u>\$ (614,485)</u>	<u>\$ 73,869,127</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	<u>Business-Type Activities - Enterprise Funds</u>			Governmental
	<u>Water and Sewer System</u>	<u>Schertz EMS</u>	<u>Total</u>	<u>Internal Service Fund</u>
OPERATING REVENUES				
Fees Charged to Users	\$ 20,676,850	\$ 4,415,126	\$ 25,091,976	\$ -
Charges for Premiums	-	-	-	2,088,488
Other Charges	23,519	-	23,519	-
TOTAL OPERATING REVENUES	<u>20,700,369</u>	<u>4,415,126</u>	<u>25,115,495</u>	<u>2,088,488</u>
OPERATING EXPENSES				
Personnel Services	2,072,063	3,335,908	5,407,971	2,088,488
Contribution to Joint Ventures	1,378,081	-	1,378,081	-
Water Purchase	2,982,781	-	2,982,781	-
Garbage Contractor	3,883,243	-	3,883,243	-
Sewage Treatment	3,104,722	-	3,104,722	-
General and Administrative	2,075,569	528,276	2,603,845	-
Contractual Services	135,617	123,299	258,916	-
Supplies and Maintenance	284,521	480,386	764,907	-
Depreciation	2,064,700	219,064	2,283,764	-
TOTAL OPERATING EXPENSES	<u>17,981,297</u>	<u>4,686,933</u>	<u>22,668,230</u>	<u>2,088,488</u>
OPERATING INCOME (LOSS)	<u>2,719,072</u>	<u>(271,807)</u>	<u>2,447,265</u>	<u>-</u>
NONOPERATING REVENUES (EXPENSES)				
Investment Earnings	46,714	1,014	47,728	-
Lease Income	140,636	-	140,636	-
Miscellaneous	120,104	83,991	204,095	-
Interest Expense	(428,912)	(14,805)	(443,717)	-
Amortization and Bond Issue Costs	(30,750)	(17,788)	(48,538)	-
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>(152,208)</u>	<u>52,412</u>	<u>(99,796)</u>	<u>-</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	2,566,864	(219,395)	2,347,469	-
Transfers In (Out)	43,703	(1,468)	42,235	-
Capital Contributions	4,158,552	-	4,158,552	-
CHANGE IN NET POSITION	6,769,119	(220,863)	6,548,256	-
NET POSITION AT BEGINNING OF YEAR	68,836,080	1,289,345	70,125,425	-
Prior Period Adjustment	<u>(1,121,587)</u>	<u>(1,682,967)</u>	<u>(2,804,554)</u>	<u>-</u>
NET POSITION AT YEAR END, (Deficit)	<u>\$ 74,483,612</u>	<u>\$ (614,485)</u>	<u>\$ 73,869,127</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
Cash Flows From Operating Activities:				
Cash Received From Customers and Users	\$ 21,763,703	\$ 4,636,702	\$ 26,400,405	\$ -
Cash Received from Interfund Services	-	-	-	2,088,488
Cash Paid to Employees for Services	(2,056,894)	(3,306,566)	(5,363,460)	(2,088,488)
Cash Paid to Supplier for Goods & Services	(13,859,889)	(1,306,111)	(15,166,000)	-
Net Cash Provided (Used) by Operating Activities	<u>5,846,920</u>	<u>24,025</u>	<u>5,870,945</u>	<u>-</u>
Cash Flows From Noncapital Financing Activities:				
Cash Advances From/(To) Other Funds	547,837	110,660	658,497	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>547,837</u>	<u>110,660</u>	<u>658,497</u>	<u>-</u>
Cash Flows From Capital and Related Financing Activities:				
Acquisition and Construction of Capital Assets	(2,420,901)	(154,746)	(2,575,647)	-
Interest Paid on Long-Term Debt	(427,092)	(12,947)	(440,039)	-
Transfers from Other Funds for Projects	43,703	-	43,703	-
Proceeds from Bonds Issued	980,000	900,000	1,880,000	-
Bond Issuance Costs Paid	(30,750)	(17,788)	(48,538)	-
Principal Paid on Long-Term Debt	(1,194,755)	(261,207)	(1,455,962)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(3,049,795)</u>	<u>453,312</u>	<u>(2,596,483)</u>	<u>-</u>
Cash Flows From Investing Activities:				
Purchase of Investments	(3,908,253)	(883,132)	(4,791,385)	-
Payments from Leases	140,636	-	140,636	-
Interest and Investment Earnings	43,965	1,014	44,979	-
Net Cash Provided (Used) by Investing Activities	<u>(3,723,652)</u>	<u>(882,118)</u>	<u>(4,605,770)</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(378,690)</u>	<u>(294,121)</u>	<u>(672,811)</u>	<u>-</u>
Cash and Cash Equivalents at Beginning of Year:				
Cash and Cash Equivalents	1,693,211	294,121	1,987,332	-
Restricted Cash and Cash Equivalents	2,065,094	-	2,065,094	-
	<u>3,758,305</u>	<u>294,121</u>	<u>4,052,426</u>	<u>-</u>
Cash and Cash Equivalents at End of Year:				
Cash and Cash Equivalents	1,216,648	-	1,216,648	-
Restricted Cash and Cash Equivalents	2,162,967	-	2,162,967	-
	<u>\$ 3,379,615</u>	<u>\$ -</u>	<u>\$ 3,379,615</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.