

BRUSH COUNTRY GROUNDWATER CONSERVATION DISTRICT

FINANCIAL STATEMENTS

and

SUPPLEMENTARY INFORMATION

with

ACCOUNTANT'S COMPILATION REPORT

FOR THE MONTH AND TEN MONTHS ENDED JULY 31, 2022

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Brush Country Groundwater Conservation District
Falfurrias, Texas 78355

Management is responsible for the accompanying financial statements of the general fund of Brush Country Groundwater Conservation District, as of and for the month and ten months ended July 31, 2022, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. I do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

Accounting principles general accepted in the United States of America require that Management's Discussion and Analysis be presented to supplement the basic financial statements. Management has omitted Management's Discussion and Analysis that the Governmental Accounting Standards Board requires to be presented to supplement the basic financial statements. Such missing information, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context. Such information is the responsibility of management. We have not audited nor reviewed the required supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

Burkhart Peterson, CPAs, PLLC

August 19, 2022

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Brush Country Groundwater Conservation District
Statement of Financial Position
As of July 31, 2022

	<u>Jul 31, 22</u>
ASSETS	
Current Assets	
Checking/Savings	
Operating Account	82,640.74
Reserve Account	1,857,014.87
Tax Collection Account	438,040.24
Total Checking/Savings	<u>2,377,695.85</u>
Other Current Assets	
Employee Advances	24.01
Total Other Current Assets	<u>24.01</u>
Total Current Assets	<u>2,377,719.86</u>
Fixed Assets	
Building	716,099.23
Equipment	20,403.92
Furniture and Fixtures	14,481.25
Purchase 1 Acre Lot	20,790.16
Vehicle Purchase	27,678.53
Accum. Depreciation - Other	-120,240.25
Total Fixed Assets	<u>679,212.84</u>
Other Assets	
Utility Deposit	200.00
Total Other Assets	<u>200.00</u>
TOTAL ASSETS	<u><u>3,057,132.70</u></u>
LIABILITIES & NET ASSETS	
Liabilities	
Current Liabilities	
Other Current Liabilities	
SUTA Payable	648.25
TCDRS Payable	1,538.84
Total Other Current Liabilities	<u>2,187.09</u>
Total Current Liabilities	<u>2,187.09</u>
Total Liabilities	<u>2,187.09</u>
Net Assets	
Unrestricted Net Assets	3,007,225.04
Change in Net Assets	47,720.57
Total Equity	<u>3,054,945.61</u>
TOTAL LIABILITIES & NET ASSETS	<u><u>3,057,132.70</u></u>

Brush Country Groundwater Conservation District

Statement of Activities

For The Month and Ten Months Ended July 31, 2022

	Jul 22	Oct '21 - Jul 22
Operating Revenues/Expenses		
Income		
Interest Income	1,444.94	7,283.82
Miscellaneous Income	149.08	16,399.27
Tax Revenue		
Brooks Co. Tax Levy	700.14	66,810.14
Jim Hogg Co. Tax Levy	1,857.05	64,066.86
Jim Wells Co. Tax Levy	6,203.58	205,344.94
Total Tax Revenue	8,760.77	336,221.94
Total Revenue	10,354.79	359,905.03
Expense		
Public Relations	0.00	150.00
Advertising	106.07	106.07
Computer Support Services		
Copier	50.00	500.00
Software	23,940.00	23,940.00
Web Hosting & Homepage	546.24	6,409.15
Computer Support Services - Other	89.99	765.86
Total Computer Support Services	24,626.23	31,615.01
Convention Expense	0.00	395.00
Depreciation Expense	0.00	22,110.39
Directors Expenses	0.00	436.80
Donation	0.00	100.00
Dues & Subscriptions	0.00	1,996.00
Employee Benefit Programs Exp	0.00	378.22
Insurance	4,613.84	4,613.84
Legal Notice	0.00	120.00
Mileage Expense	0.00	2.00
Office Expense		
Misc. Office Expense	67.00	312.55
New Office Electricity	291.10	2,402.88
New Office Janitorial	800.00	8,000.00
New Office Water & Sewer	157.00	1,556.05
New Office Yard Maintenance	0.00	500.00
Office Rent	55.56	554.26
Office Supplies	150.42	1,810.91
Postage and Shipping Expense	0.00	28.48
Office Expense - Other	0.00	285.76
Total Office Expense	1,521.08	15,450.89
Office Mainenance	0.00	3,624.52
Other Misc Services & Expenses		
Miscellaneous	1,000.00	1,168.37
School Education Material	0.00	450.00
Total Other Misc Services & Expenses	1,000.00	1,618.37

See Accountants' Compilation Report

Brush Country Groundwater Conservation District

Statement of Activities

For The Month and Ten Months Ended July 31, 2022

	Jul 22	Oct '21 - Jul 22
Payroll Expenses	1,039.36	8,592.21
Professional Services		
Accounting Services & Audit	485.00	5,309.52
Audit Expense	0.00	3,250.00
Legal & Professional	2,675.29	26,772.20
Legislative Assistance	2,500.00	25,000.00
Water Quality Testing-New Wells	0.00	750.00
Total Professional Services	5,660.29	61,081.72
Salaries		
General Manager	0.00	4,349.28
Health Insurance	1,115.25	11,674.26
Staff Person	12,446.77	86,421.44
SUTA Tax Expense	0.00	602.33
Tax Expense-Payroll	1,030.84	7,595.22
TCDRS Retirement & Life Insur.	1,151.08	7,832.58
Total Salaries	15,743.94	118,475.11
Tax Appraisal Fees		
Fees-Brooks Co.	0.00	930.00
Fees-Hidalgo Co.	0.00	3.00
Fees-Jim Hogg Co.	0.00	3,420.50
Fees-Jim Wells Co.	0.00	1,550.50
Total Tax Appraisal Fees	0.00	5,904.00
Tax Collection Fees		
Brooks & Hidalgo Co.	0.00	4,807.90
Collection Fees	110.00	110.00
Jim Hogg Co.	0.00	648.25
Jim Wells Co.	0.00	2,549.50
Total Tax Collection Fees	110.00	8,115.65
Travel Expense & Training		
Conference Registration Fees	0.00	672.00
Meals & Entertainment Expense	50.56	950.58
Travel Expense & Training - Other	0.00	375.41
Total Travel Expense & Training	50.56	1,997.99
Vehicle Expense		
Auto & Truck Repair	0.00	52.00
Auto Gas & Oil	216.00	1,631.17
Vehicle Expense - Other	0.00	7.50
Total Vehicle Expense	216.00	1,690.67
Total Expense	54,687.37	288,574.46
Excess Revenues Over Expenses	-44,332.58	71,330.57
Other Income/Expense		
Other Expense		
Water Well Plugging Program	0.00	23,610.00
Total Other Expense	0.00	23,610.00

See Accountants' Compilation Report

Brush Country Groundwater Conservation District

Statement of Activities

For The Month and Ten Months Ended July 31, 2022

	Jul 22	Oct '21 - Jul 22
Net Other Income	0.00	-23,610.00
Net Excess Revenues Over Expenses	-44,332.58	47,720.57
Fund Balance - June 30, 2022	3,101,888.19	
Fund Balance - Beginning of Year		3,005,578.32
Pror Period Adjustment	-2,610.00	1,646.72
	3,054,945.61	3,054,945.61

SUPPLEMENTARY INFORMATION

Brush Country Groundwater Conservation District

Profit & Loss Budget Performance

July 2022

	Jul 22	Budget	Oct '21 - Jul 22	YTD Budget	Annual Budget
Ordinary Income/Expense					
Income					
Delinquent Tax Collect	0.00	1,483.34	0.00	14,833.32	17,800.00
District Fee Revenue	0.00	166.66	0.00	1,666.68	2,000.00
Interest Income	1,444.94	458.34	7,283.82	4,583.32	5,500.00
Miscellaneous Income	149.08		16,399.27		
Tax Penalty & Interest	0.00	742.50	0.00	7,425.00	8,910.00
Tax Revenue					
Brooks Co. Tax Levy	700.14	5,779.16	66,810.14	57,791.68	69,350.00
Hidalgo Co Tax Levy	0.00	37.41	0.00	374.18	449.00
Jim Hogg Co. Tax Levy	1,857.05	5,946.91	64,066.86	59,469.18	71,363.00
Jim Wells Co. Tax Levy	6,203.58	18,550.25	205,344.94	185,502.50	222,603.00
Total Tax Revenue	8,760.77	30,313.73	336,221.94	303,137.54	363,765.00
Total Income	10,354.79	33,164.57	359,905.03	331,645.86	397,975.00
Expense					
Public Relations	0.00		150.00		
Advertising	106.07		106.07		
Bank Fees	0.00		0.00		
Computer Support Services					
Computer Equipment	0.00	250.00	0.00	2,500.00	3,000.00
Copier	50.00		500.00		
Software	23,940.00	333.33	23,940.00	3,333.30	4,000.00
Web Hosting & Homepage	546.24	266.67	6,409.15	2,666.70	3,200.00
Computer Support Services - Other	89.99		765.86		
Total Computer Support Services	24,626.23	850.00	31,615.01	8,500.00	10,200.00
Convention Expense	0.00		395.00		
Depreciation Expense	0.00		22,110.39		
Directors Expenses	0.00		436.80		
Donation	0.00		100.00		
Dues & Subscriptions	0.00	125.00	1,996.00	1,250.00	1,500.00
Employee Benefit Programs Exp	0.00		378.22		
Insurance					
Insurance - Building	0.00	179.17	0.00	1,791.70	2,150.00
Insurance - WC	0.00	45.83	0.00	458.30	550.00
Insurance Expense - D & O	0.00	77.50	0.00	775.00	930.00
Insurance - Other	4,613.84		4,613.84		
Total Insurance	4,613.84	302.50	4,613.84	3,025.00	3,630.00
Legal Notice	0.00	191.67	120.00	1,916.70	2,300.00
Mileage Expense	0.00		2.00		
Office Expense					
Building Repairs	0.00	250.00	0.00	2,500.00	3,000.00
Misc. Office Expense	67.00		312.55		
New Office Electricity	291.10	375.00	2,402.88	3,750.00	4,500.00
New Office Janitorial	800.00	958.33	8,000.00	9,583.30	11,500.00
New Office Water & Sewer	157.00	166.67	1,566.05	1,666.70	2,000.00
New Office Yard Maintenance	0.00	250.00	500.00	2,500.00	3,000.00
Office Furniture	0.00		0.00	0.00	0.00
Office Rent	55.56		554.26		
Office Supplies	150.42	216.67	1,810.91	2,166.70	2,600.00
Postage and Shipping Expense	0.00	125.00	28.48	1,250.00	1,500.00
Office Expense - Other	0.00		285.76		
Total Office Expense	1,521.08	2,341.67	15,450.89	23,416.70	28,100.00
Office Maintenance	0.00		3,624.52		
Other Misc Services & Expenses					
Equipment Purchase	0.00	500.00	0.00	5,000.00	6,000.00
Miscellaneous	1,000.00	416.67	1,168.37	4,166.70	5,000.00
School Education Material	0.00	65.83	450.00	658.30	790.00
Total Other Misc Services & Expenses	1,000.00	982.50	1,618.37	9,825.00	11,790.00
Payroll Expenses	1,039.36		8,592.21		
Professional Services					
Accounting Services & Audit	485.00	666.67	5,309.52	6,666.70	8,000.00
Aquifer Monitoring Expense	0.00	375.00	0.00	3,750.00	4,500.00
Audit Expense	0.00		3,250.00		
Engineering Services	0.00	1,250.00	0.00	12,500.00	15,000.00
Legal & Professional	2,675.29	2,916.67	26,772.20	29,166.70	35,000.00
Legislative Assistance	2,500.00	2,500.00	25,000.00	25,000.00	30,000.00
Water Quality Testing-New Wells	0.00	62.50	750.00	625.00	750.00
Total Professional Services	5,660.29	7,770.84	61,081.72	77,708.40	93,250.00

Brush Country Groundwater Conservation District

Profit & Loss Budget Performance

July 2022

	Jul 22	Budget	Oct '21 - Jul 22	YTD Budget	Annual Budget
Salaries					
Field Asst/GM Trainee Sal & Ben	0.00	1,500.00	0.00	15,000.00	18,000.00
General Manager	0.00	5,416.67	4,349.28	54,166.70	65,000.00
Health Insurance	1,115.25	2,361.00	11,674.26	23,610.00	28,332.00
Staff Person	12,446.77	3,083.33	86,421.44	30,833.30	37,000.00
SUTA Tax Expense	0.00	10.00	602.33	100.00	120.00
Tax Expense-Payroll	1,030.84	713.33	7,595.22	7,133.30	8,560.00
TCDRS Retirement & Life Insur.	1,151.08	1,033.33	7,832.58	10,333.30	12,400.00
Total Salaries	15,743.94	14,117.66	118,475.11	141,176.60	169,412.00
Tax Appraisal Fees					
Fees-Brooks Co.	0.00	182.50	930.00	1,825.00	2,190.00
Fees-Hidalgo Co.	0.00	0.50	3.00	5.00	6.00
Fees-Jim Hogg Co.	0.00	367.00	3,420.50	3,670.00	4,404.00
Fees-Jim Wells Co.	0.00	642.75	1,550.50	6,427.50	7,713.00
Total Tax Appraisal Fees	0.00	1,192.75	5,904.00	11,927.50	14,313.00
Tax Collection Fees					
Brooks & Hidalgo Co.	0.00	567.92	4,807.90	5,679.20	6,815.00
Collection Fees	110.00		110.00		
Jim Hogg Co.	0.00	325.00	648.25	3,250.00	3,900.00
Jim Wells Co.	0.00	182.41	2,549.50	1,824.18	2,189.00
Total Tax Collection Fees	110.00	1,075.33	8,115.65	10,753.38	12,904.00
Telephone Expense					
Telephone	0.00	167.17	0.00	1,671.70	2,006.00
Wireless/Mobil	0.00		0.00	0.00	0.00
Total Telephone Expense	0.00	167.17	0.00	1,671.70	2,006.00
Travel Expense & Training					
Conference Registration Fees	0.00	150.00	672.00	1,500.00	1,800.00
Director Expense Reimburse	0.00	100.00	0.00	1,000.00	1,200.00
Meals & Entertainment Expense	50.56		950.58		
Travel, Meals, and Lodging	0.00	250.00	0.00	2,500.00	3,000.00
Travel Expense & Training - Other	0.00		375.41		
Total Travel Expense & Training	50.56	500.00	1,997.99	5,000.00	6,000.00
Vehicle Expense					
Auto & Truck Repair	0.00	116.67	52.00	1,166.70	1,400.00
Auto Gas & Oil	216.00	166.67	1,631.17	1,666.70	2,000.00
Vehicle Insurance	0.00	46.75	0.00	467.50	561.00
Vehicle Expense - Other	0.00		7.50		
Total Vehicle Expense	216.00	330.09	1,690.67	3,300.90	3,961.00
Total Expense	54,687.37	29,947.18	288,574.46	299,471.88	359,366.00
Net Ordinary Income	-44,332.58	3,217.39	71,330.57	32,173.98	38,609.00
Other Income/Expense					
Other Expense					
Water Well Plugging Program	0.00	2,083.33	23,610.00	20,833.30	25,000.00
Total Other Expense	0.00	2,083.33	23,610.00	20,833.30	25,000.00
Net Other Income	0.00	-2,083.33	-23,610.00	-20,833.30	-25,000.00
Net Income	-44,332.58	1,134.06	47,720.57	11,340.68	13,609.00