



**KEMPNER WATER SUPPLY
CORPORATION
\$\$\$
FINANCIAL REPORT
FEBRUARY 2025**

KEMPNER WATER SUPPLY CORPORATION

FEBRUARY 2025

INCOME

| | |
|--------------------|--------------------|
| REVENUE | \$ 875,623 |
| EXPENSE | \$ 887,795 |
| NET REVENUE | (\$ 12,172) |

Kempner Water Supply Corporation
Profit & Loss
February 2025

| | Feb 25 |
|--|--------------------|
| Ordinary Income/Expense | |
| Income | |
| 40000 · Water Sales | 725,977.14 |
| 40180 · Income from meters | 14,225.00 |
| 40790 · Salado WSC Payment | 33,347.68 |
| 40900 · City of Lampasas Payment | 52,958.63 |
| 40960 · Field Operating Costs-Income | 0.00 |
| 41300 · Professional Fees-Income | 300.00 |
| Total Income | 826,808.45 |
| Gross Profit | 826,808.45 |
| Expense | |
| 60000 · Expense- General Budget | |
| 60050 · Adminstration | 35,486.11 |
| 60055 · Field & Plant Operating Costs | 47,374.56 |
| 60100 · Utilities | 64,535.74 |
| 60250 · Payroll Expenses | 142,879.14 |
| 61150 · Professional Fees | 19,269.20 |
| 61700 · Insurance | 41,345.74 |
| 62010 · CTWSC Payments | 88,719.60 |
| 62499 · BRA Payments | 66,265.04 |
| 63198 · Pass Thru Expenses | 1,600.25 |
| 63210 · Taxes Fees | 685.31 |
| 63410 · Continuing Education | 1,659.27 |
| Total 60000 · Expense- General Budget | 509,819.96 |
| Total Expense | 509,819.96 |
| Net Ordinary Income | 316,988.49 |
| Other Income/Expense | |
| Other Income | |
| 41600 · Other Income | 2,079.55 |
| 40700 · Interest | 46,734.90 |
| Total Other Income | 48,814.45 |
| Other Expense | |
| 63520 · Interest Expense | 118,003.27 |
| 69750 · Loss on Marketable Securities | 3,344.14 |
| 62700 · Depreciation Expense | 256,627.63 |
| Total Other Expense | 377,975.04 |
| Net Other Income | -329,160.59 |
| Net Income | -12,172.10 |

**KEMPNER WATER SUPPLY
CORPORATION
REVENUE & EXPENSE COMPARISON
FEBRUARY 2025 YTD**

| | |
|--------------------------|---------------------|
| OPERATIONS INCOME | \$ 4,498,038 |
| INTEREST INCOME | 156,769 |
| OTHER INCOME | 9,337 |
| M/S EARNINGS | 16,006 |
| REVENUE: | \$ 4,680,150 |

| | |
|----------------------------|---------------------|
| OPERATING EXPENSES | |
| BEFORE DEPRECIATION | \$ 2,739,016 |
| INTEREST ON LOAN | 586,047 |
| DEPRECIATION | 886,285 |
| M/S LOSS | 21,963 |
| EXPENSE: | \$ 4,233,311 |

| | |
|---------------------|-------------------|
| NET REVENUE: | \$ 446,839 |
|---------------------|-------------------|

| | |
|------------------------|-------------------|
| DEBT PRINCIPAL: | \$ 522,168 |
|------------------------|-------------------|

Kempner Water Supply Corporation Profit & Loss Budget vs. Actual October 2024 through February 2025

| | <u>Oct '24 - Feb 25</u> | <u>Budget</u> | <u>% of Budget</u> |
|--|--------------------------|----------------------------|----------------------|
| Ordinary Income/Expense | | | |
| Income | | | |
| 40000 · Water Sales | 3,744,949.89 | 9,775,493.15 | 38.31% |
| 40180 · Income from meters | 64,350.00 | 183,500.00 | 35.07% |
| 40790 · Salado WSC Payment | 242,153.72 | 360,000.00 | 67.27% |
| 40900 · City of Lampasas Payment | 417,834.03 | 829,763.64 | 50.36% |
| 40960 · Field Operating Costs-Income | 21,500.00 | 15,000.00 | 143.33% |
| 41300 · Professional Fees-Income | 7,250.00 | 15,000.00 | 48.33% |
| Total Income | <u>4,498,037.64</u> | <u>11,178,756.79</u> | <u>40.24%</u> |
| Gross Profit | 4,498,037.64 | 11,178,756.79 | 40.24% |
| Expense | | | |
| 60000 · Expense- General Budget | | | |
| 60050 · Administration | 164,485.37 | 338,500.00 | 48.59% |
| 60055 · Field & Plant Operating Costs | 389,990.81 | 1,318,000.00 | 29.59% |
| 60100 · Utilities | 374,414.64 | 773,000.00 | 48.44% |
| 60250 · Payroll Expenses | 778,995.70 | 1,973,110.80 | 39.48% |
| 61150 · Professional Fees | 46,869.79 | 215,000.00 | 21.8% |
| 61700 · Insurance | 227,393.58 | 505,034.04 | 45.03% |
| 62010 · CTWSC Payments | 400,161.07 | 982,000.00 | 40.75% |
| 62499 · BRA Payments | 300,565.20 | 876,285.00 | 34.3% |
| 63198 · Pass Thru Expenses | 49,066.21 | 69,000.00 | 71.11% |
| 63210 · Taxes Fees | 1,148.31 | 4,150.00 | 27.67% |
| 63410 · Continuing Education | 5,925.16 | 27,800.00 | 21.31% |
| Total 60000 · Expense- General Budget | <u>2,739,015.84</u> | <u>7,081,879.84</u> | <u>38.68%</u> |
| Total Expense | <u>2,739,015.84</u> | <u>7,081,879.84</u> | <u>38.68%</u> |
| Net Ordinary Income | 1,759,021.80 | 4,096,876.95 | 42.94% |
| Other Income/Expense | | | |
| Other Income | | | |
| 41732 · Capital Contributions | 0.00 | 0.00 | 0.0% |
| 41925 · Gain-Sale of CCN Rights | 0.00 | 15,000.00 | 0.0% |
| 41915 · CoBank Investment Dividends | 0.00 | 202,000.00 | 0.0% |
| 41600 · Other Income | 9,336.75 | 19,800.00 | 47.16% |
| 41922 · Gain-Sale of Vehicles/Equipment | 0.00 | 5,000.00 | 0.0% |
| 41730 · Earnings-Marketable Securities | 16,005.51 | 80,000.00 | 20.01% |
| 40700 · Interest | 156,769.57 | 151,170.00 | 103.7% |
| Total Other Income | <u>182,111.83</u> | <u>472,970.00</u> | <u>38.5%</u> |
| Other Expense | | | |
| 62701 · Amortization of Issuance Costs | 0.00 | 0.00 | 0.0% |
| 63520 · Interest Expense | 586,046.96 | 1,386,793.26 | 42.26% |
| 69750 · Loss on Marketable Securities | 21,962.78 | 0.00 | 100.0% |
| 62700 · Depreciation Expense | 886,285.07 | 1,700,000.00 | 52.13% |
| Total Other Expense | <u>1,494,294.81</u> | <u>3,086,793.26</u> | <u>48.41%</u> |
| Net Other Income | <u>-1,312,182.98</u> | <u>-2,613,823.26</u> | <u>50.2%</u> |
| Net Income | <u><u>446,838.82</u></u> | <u><u>1,483,053.69</u></u> | <u><u>30.13%</u></u> |

KEMPNER WATER SUPPLY CORPORATION

FEBRUARY 2025

FUND'S DETAIL

CHECKING/SAVINGS (LIQUID FUNDS)

| | |
|-----------------------------|---------------------|
| OPERATING FUNDS | \$ 941,557 |
| CONTRACTUAL RESERVES | \$ 487,839 |
| LONG RANGE PLAN: | |
| IMPACT FEES | \$ 1,416,742 |
| LRP-DEPRECIATION | \$ 3,770,193 |

MARKETABLE SECURITIES

| | |
|----------------------------|---------------------|
| MEMBERSHIP RESERVES | \$ 125,000 |
| LOAN RESERVES | \$ 1,373,596 |
| CAPITAL RESERVES | \$ 1,755,779 |
| CO BANK INVESTMENT | \$ 427,943 |

| | |
|----------------------------|-------------------|
| ACCOUNTS RECEIVABLE | \$ 832,825 |
| ACCOUNTS PAYABLES | \$ 78,417 |

***** NET CHANGE IN CASH: \$ 567,106**

Kempner Water Supply Corporation
Balance Sheet
As of February 28, 2025

Current Assets

Checking/Savings

| | |
|--|--------------|
| 0999 · Operating Account | 136,175.25 |
| 0999.1 · WTP-Contingency Acct | 851.96 |
| 0999.71 · Frost - Business Checking | 534,424.07 |
| 0999.8 · TexPool/Logic - Cash | |
| 10805 · RD9106/9107 #006 | 268,549.25 |
| 10800 · Jt Use Fclts Cntr Reserve #003 | 304,764.57 |
| 10801 · Long Range Plan #005 | 5,186,934.94 |
| 10802 · KWSC - General #001 | 549.84 |
| 10803 · Jt Use Base Loan Reserve #002 | 182,981.14 |
| 10804 · Tank Maintenance #004 | 93.48 |
| Total 0999.8 · TexPool/Logic - Cash | 5,943,873.22 |
| 1000 · Petty Cash | 1,006.39 |
| Total Checking/Savings | 6,616,330.89 |

Other Current Assets

| | |
|---|--------------|
| 14960 · Accounts Receivable-Insurance | -6,394.91 |
| 14935 · Investment in CoBank | 427,942.51 |
| 14981 · Inventory-AMR Meters | 13,962.94 |
| 0999.7 · Marketable Securities | |
| 10702 · Membership | 125,000.00 |
| 10703 · Co Bank | 1,360,000.00 |
| 10704 · USDA | 13,596.00 |
| 10705 · KWSC | 1,755,778.58 |
| Total 0999.7 · Marketable Securities | 3,254,374.58 |
| 14921 · Prepaid insurance-General | 135,236.98 |
| 14940 · Deposit US Post Office | 600.00 |
| 14980 · Inventory | 130,051.87 |
| 14950 · Accounts Receivable - Water | 832,825.52 |
| Total Other Current Assets | 4,788,599.49 |

Total Current Assets 11,404,930.38

Fixed Assets

| | |
|--|----------------|
| 26040.1 · USDA-Cobank (T04) Issuance | 18,612.46 |
| 26016.1 · Prosperity Bank-AMR Issuance | 14,685.68 |
| 15100 · Water Distribution System | 1,065,743.45 |
| 15400 · Furniture & Fixtures | 62,371.06 |
| 15500 · Land | 1,256,134.46 |
| 15600 · Office Building | 271,530.78 |
| 15650 · Vehicles | 726,744.62 |
| 15700 · Tools & Equipment | 881,137.19 |
| 15775 · Other Fixed Assets | 59,866,452.38 |
| 15200 · Accumulated Depreciation | -28,360,154.54 |
| 15800 · Construction in Progress | 441,720.65 |

Total Fixed Assets 36,244,978.19

TOTAL ASSETS **47,649,908.57**

Kempner Water Supply Corporation
Balance Sheet
As of February 28, 2025

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Accounts Payable 78,416.79

Other Current Liabilities

22005 · Accrued Expenses

22012 · Accrued Vacation 87,381.48

22010 · Accrued Salaries 23,815.14

21010 · Accrued Liabilities 2,697.27

Total 22005 · Accrued Expenses 113,893.89

14920 · Current Portion of LT Debt 1,277,017.32

20201 · Interest Payable - TWDB

20201.1 · Interest Payable - All Others 111,947.96

Total 20201 · Interest Payable - TWDB 111,947.96

Total Other Current Liabilities 1,502,859.17

Total Current Liabilities 1,581,275.96

Long Term Liabilities

26050 · CoBank T05 2,583,454.67

26040 · CoBank T04 2,146,495.66

26030 · CoBank T02 3,622,812.58

26020 · CoBank T01 24,315,396.31

26016 · Prosperity Bank-AMR Mtrs 651,712.40

20207 · USDA Loan #91-09 320,429.68

26009 · Current Portion LT Liability -1,277,017.32

Total Long Term Liabilities 32,363,283.98

Total Liabilities 33,944,559.94

Equity

30100.8 · CoBank T01/02&04 Reserves 1,360,000.00

30100 · Retained Earnings 11,752,090.71

30100.3 · Membership Reserve 125,000.00

30300 · Member Investment

30310 · Applied to Balance -480.90

30311 · Membership Refund 1,000.00

30312 · New Meters 20,900.00

Total 30300 · Member Investment 21,419.10

Net Income 446,838.82

Total Equity 13,705,348.63

TOTAL LIABILITIES & EQUITY 47,649,908.57

KEMPNER WATER SUPPLY CORPORATION

FUNDS DETAIL

| | OCT | NOV | DEC | JAN | FEB | MARCH | APR | MAY | JUN | JUL | AUG | SEP |
|---|-----------|-----------|-----------|------------|------------|-------|-----|-----|-----|-----|-----|-----|
| CHECKING/SAVINGS - LIQUID FUNDS | | | | | | | | | | | | |
| OPERATING FUNDS | 374,346 | 390,561 | 418,323 | 500,269 | 941,557 | | | | | | | |
| CONTRACTUAL RESERVES (LAMPASAS) | 480,476 | 482,384 | 484,307 | 486,167 | 487,839 | | | | | | | |
| LONG RANGE PLAN /SOURCE: | | | | | | | | | | | | |
| IMPACT FEES | 1,374,742 | 1,380,742 | 1,398,742 | 1,406,742 | 1,416,742 | | | | | | | |
| DEPRECIATION & INTEREST | 3,305,970 | 3,422,865 | 3,540,517 | 3,656,047 | 3,770,193 | | | | | | | |
| MARKETABLE SECURITIES | | | | | | | | | | | | |
| MEMBERSHIP RESERVES | 125,000 | 125,000 | 125,000 | 125,000 | 125,000 | | | | | | | |
| CONTRACTUAL RESERVES (LOANS) | 1,373,596 | 1,373,596 | 1,373,596 | 1,373,596 | 1,373,596 | | | | | | | |
| OPERATIONAL RESERVE (APPROX. 60 DAYS) | 2,243,117 | 2,245,082 | 2,245,082 | 2,259,123 | 1,755,779 | | | | | | | |
| COBANK INVESTMENT | 317,251 | 317,251 | 317,251 | 427,943 | 427,943 | | | | | | | |
| CASH & MARKETABLE SECURITIES | 9,594,498 | 9,737,481 | 9,902,818 | 10,234,887 | 10,298,649 | | | | | | | |
| ACCOUNTS RECEIVABLE | 980,199 | 951,565 | 855,262 | 826,455 | 832,825 | | | | | | | |
| ACCOUNTS PAYABLE | 152,900 | 101,073 | 93,053 | 133,338 | 78,417 | | | | | | | |
| CAPITAL EXPENDITURES | 0 | 0 | 0 | 0 | 0 | | | | | | | |
| NET CHANGE IN CASH (CASH FLOW) | | | | | | | | | | | | |
| CURRENT MONTH | 17,874 | 141,019 | 165,337 | 207,336 | 567,106 | | | | | | | |
| YTD | 17,874 | 158,893 | 324,231 | 531,567 | 1,098,673 | | | | | | | |

Kempner Water Supply Corporation
Statement of Cash Flows
October 2024 through February 2025

Oct '24 - Feb 25

| | |
|--|----------------------------|
| OPERATING ACTIVITIES | |
| Net Income | 446,838.82 |
| Adjustments to reconcile Net Income | |
| to net cash provided by operations: | |
| 14960 · Accounts Receivable-Insurance | 6,394.91 |
| 14981 · Inventory-AMR Meters | -4,475.88 |
| 0999.7 · Marketable Securities:10705 · KWSC | 505,957.27 |
| 14921 · Prepaid insurance-General | -121,948.75 |
| 14950 · Accounts Receivable - Water | 131,899.34 |
| 20000 · *Accounts Payable | -72,909.73 |
| 22005 · Accrued Expenses:21010 · Accrued Liabilities | -92,564.37 |
| Net cash provided by Operating Activities | 799,191.61 |
| INVESTING ACTIVITIES | |
| 15650 · Vehicles | -12,498.74 |
| 15700 · Tools & Equipment | -42,504.87 |
| 15775 · Other Fixed Assets | -324.12 |
| 15200 · Accumulated Depreciation | 886,285.07 |
| 15800 · Construction in Progress:15822 · Projects:15822.1 · Engineering | -5,472.80 |
| 15800 · Construction in Progress:15822 · Projects:15822.3 · Construction | -14,354.48 |
| Net cash provided by Investing Activities | 811,130.06 |
| FINANCING ACTIVITIES | |
| 26050 · CoBank T05 | -36,816.83 |
| 26040 · CoBank T04 | -19,223.90 |
| 26030 · CoBank T02 | -200,043.28 |
| 26020 · CoBank T01 | -233,074.07 |
| 26016 · Prosperity Bank-AMR Mtrs | -29,878.06 |
| 20207 · USDA Loan #91-09 | -3,131.90 |
| 30300 · Member Investment:30310 · Applied to Balance | -480.90 |
| 30300 · Member Investment:30311 · Membership Refund | 1,000.00 |
| 30300 · Member Investment:30312 · New Meters | 10,000.00 |
| Net cash provided by Financing Activities | -511,648.94 |
| Net cash increase for period | 1,098,672.73 |
| Cash at beginning of period | 5,517,658.16 |
| Cash at end of period | <u>6,616,330.89</u> |