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Annual Report

CITY OF WILLIS
Willis, Texas

ALL FUNDS
For the Year Ended September 30, 1977

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SAULS AND PECHACEK
PUBLIC ACCOUNTANTS

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Annual Report

CITY OF WILLIS
Willis, Texas

ALL FUNDS
For the Year Ended September 30, 1977

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SAULS AND PECHACEK

PUBLIC ACCOUNTANTS

P.O. Box 549

BELLVILLE, TEXAS 77418

713 - 865-3169

ROBERT E. SAULS, P.A.

March 9, 1978

JOHN R. PECHACEK, C.P.A.

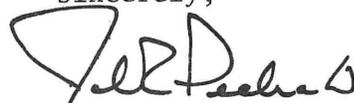
Honorable Mayor and City Council
City of Willis
Willis, Texas

Ladies and Gentlemen:

We have examined the Combined Balance Sheet-All Funds of the City of Willis, Texas as of September 30, 1977, and the related Analysis of Reserves and Fund Balance, Comparison of Budget with Actual Revenues and Expenditures, and Utility Fund Statement of Net Revenues Available for Debt Service for the year then ended. Our examination was made in accordance with generally accepted auditing standards and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the accompanying Combined Balance Sheet-All Funds, Analysis of Reserves and Fund Balance and the related Comparison of Budget with Actual Revenues and Expenditures, and Utility Fund Statement of Net Revenues Available for Debt Service present fairly the financial position of the City of Willis, Texas as of September 30, 1977, and the results of its operation for the year then ended in conformity with generally accepted accounting principles for municipalities, applied on a basis consistent with that of the preceding year.

Sincerely,



John R. Pechacek, C.P.A.
SAULS AND PECHACEK

CITY OF WILLIS, TEXAS
 Combined Balance Sheet - All Funds
 September 30, 1977

Assets	Total All Funds	General Fund	Tax Bond Interest & Sinking Fund	Utility Fund	Construction Fund	Federal Revenue Sharing Fund	General Fixed Assets Fund
Current Assets:							
Cash -							
On Hand and In Banks	\$ 26,577.01	\$ 14,395.40	\$ -0-	\$ 11,912.39	\$ 268.78	\$.44	\$ -0-
Invested in Time Deposits	410,511.29	42,903.72	6,311.17	98,623.26	252,211.07	10,462.07	-0-
Total Cash	\$ 437,088.30	\$ 57,299.12	\$ 6,311.17	\$ 110,535.65	\$252,479.85	\$ 10,462.51	\$ -0-
Accounts Receivable -							
Utility Accounts	\$ 24,935.93	\$ -0-	\$ -0-	\$ 24,935.93	\$ -0-	\$ -0-	\$ -0-
Returned Checks	336.16	-0-	-0-	336.16	-0-	-0-	-0-
Delinquent Ad Valorem Taxes	25,168.24	25,168.24	-0-	-0-	-0-	-0-	-0-
Less Allowance for Uncollectible Accounts	(9,292.06)	(6,292.06)	-0-	(3,000.00)	-0-	-0-	-0-
Total Accounts Receivable	\$ 41,148.27	\$ 18,876.18	\$ -0-	\$ 22,272.09	\$ -0-	\$ -0-	\$ -0-
Total Current Assets	\$ 478,236.57	\$ 76,175.30	\$ 6,311.17	\$ 132,807.74	\$252,479.85	\$ 10,462.51	\$ -0-
Fixed Assets:							
Land	\$ 2,638.27	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 2,638.27
Buildings and Streets	20,420.76	-0-	-0-	-0-	-0-	-0-	20,420.76
Utility System	873,032.31	-0-	-0-	873,032.31	-0-	-0-	-0-
Vehicles	45,082.06	-0-	-0-	-0-	-0-	-0-	45,082.06
Equipment	14,730.67	-0-	-0-	-0-	-0-	-0-	14,730.67
Less Allowance for Depreciation	(33,186.06)	-0-	-0-	(33,186.06)	-0-	-0-	-0-
Total Fixed Assets	\$ 922,718.01	\$ -0-	\$ -0-	\$ 839,846.25	\$ -0-	\$ -0-	\$ 82,871.76
Other Debits:							
To Be Provided for Retirement of Funded Debt	\$ 445,000.00	\$ -0-	\$205,000.00	\$ 240,000.00	\$ -0-	\$ -0-	\$ -0-
Total Assets and Other Debits	\$1,845,954.58	\$ 76,175.30	\$211,311.17	\$1,212,653.99	\$252,479.85	\$ 10,462.51	\$ 82,871.76

(The accompanying notes are an integral part of this financial statement.)

CITY OF WILLIS, TEXAS
 Combined Balance Sheet - All Funds (Continued)
 September 30, 1977

<u>Liabilities, Reserves and Fund Balances</u>	Total All Funds	General Fund	Tax Bond Interest & Sinking Fund	Utility Fund	Construction Fund	Federal Revenue Sharing Fund	General Fixed Assets Fund
<u>Current Liabilities:</u>							
Accounts Payable	\$ 245,399.18	\$ -0-	\$ -0-	\$ -0-	\$245,399.18	\$ -0-	\$ -0-
Payroll Taxes Payable	1,757.28	1,757.28	-0-	-0-	-0-	-0-	-0-
Accrued State Sales Tax Payable	127.78	127.78	-0-	-0-	-0-	-0-	-0-
Accrued Interest on Revenue Bonds	2,955.56	-0-	-0-	2,955.56	-0-	-0-	-0-
Bonds Payable - Current Maturities	20,000.00	-0-	10,000.00	10,000.00	-0-	-0-	-0-
Utility Deposits Payable	8,296.62	-0-	-0-	8,296.62	-0-	-0-	-0-
Total Current Liabilities	\$ 278,536.42	\$ 1,885.06	\$ 10,000.00	\$ 21,252.18	\$245,399.18	\$ -0-	\$ -0-
<u>Long Term Liabilities:</u>							
Bonds Payable - Future Maturities	425,000.00	-0-	195,000.00	230,000.00	-0-	-0-	-0-
Total Liabilities	\$ 703,536.42	\$ 1,885.06	\$205,000.00	\$ 251,252.18	\$245,399.18	\$ -0-	\$ -0-
<u>Reserves and Fund Balances:</u>							
Fund Balance	\$ 172,621.80	\$ 55,414.06	\$ -0-	\$ 106,745.23	\$ -0-	\$ 10,462.51	\$ -0-
Reserves -							
Retirement of Funded Debt	8,863.39	-0-	6,311.17	\$ 2,552.22	\$ -0-	\$ -0-	\$ -0-
Revenue Bond Reserve Fund	10,817.34	-0-	-0-	10,817.34	-0-	-0-	-0-
Revenue Bond Emergency Fund	1,440.77	-0-	-0-	1,440.77	-0-	-0-	-0-
Authorized Construction	7,080.67	-0-	-0-	-0-	7,080.67	-0-	-0-
Investment in Fixed Assets	922,718.01	-0-	-0-	839,846.25	-0-	-0-	82,871.76
Unrealized Revenue From Taxes	18,876.18	18,876.18	-0-	-0-	-0-	-0-	-0-
Total Reserves	\$ 969,796.36	\$ 18,876.18	\$ 6,311.17	\$ 854,656.58	\$ 7,080.67	\$ -0-	\$ 82,871.76
Total Reserves and Fund Balance	\$1,142,418.16	\$ 74,290.24	\$ 6,311.17	\$ 961,401.81	\$ 7,080.67	\$ 10,462.51	\$ 82,871.76
Total Liabilities, Reserves and Fund Balance	\$1,854,954.58	\$ 76,175.30	\$211,311.17	\$1,212,653.99	\$252,479.85	\$ 10,462.51	\$ 82,871.76

(The accompanying notes are an integral part of this financial statement.)

CITY OF WILLIS, TEXAS
Analysis of Reserves and Fund Balances
For the Fiscal Year Ended September 30, 1977

	Total All Funds	General Fund	Tax Bond Interest & Sinking Fund	Utility Fund	Construction Fund	Federal Revenue Sharing Fund	General Fixed Assets Fund
Balance, October 1, 1976	\$ 826,866.94	\$ 76,757.88	\$ (3,040.33)	\$612,761.67	\$ 66,813.07	\$ 8,859.44	\$ 64,721.21
Income	\$ 585,719.40	\$ 96,894.36	\$ 21,356.90	\$188,815.70	\$259,974.37	\$ 18,678.07	\$ -0-
Expenditures	595,410.92	89,490.51	24,825.00	153,831.52	310,194.89	17,069.00	-0-
Net Income (Expenditures)	\$ (9,691.52)	\$ 7,403.85	\$ (3,468.10)	\$ 34,984.18	\$(50,220.52)	\$ 1,609.07	\$ -0-
Other Changes -							
Transfers From (To) Other Funds	\$ -0-	\$(12,819.60)	\$ 12,819.60	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Net Additions To Fixed Assets	321,515.54	-0-	-0-	303,364.99	-0-	-0-	18,150.55
Adjustment of Prior Year Payables and Receivables	3,727.20	2,948.11	-0-	10,290.97	(9,511.88)	-0-	-0-
Total Other Changes	\$ 325,242.74	\$ (9,871.49)	\$ 12,819.60	\$313,655.96	\$ (9,511.88)	\$ -0-	\$ 18,150.55
Balance, September 30, 1977	<u>\$1,142,418.16</u>	<u>\$ 74,290.24</u>	<u>\$ 6,311.17</u>	<u>\$961,401.81</u>	<u>\$ 7,080.67</u>	<u>\$ 10,462.51</u>	<u>\$ 82,871.76</u>

(The accompanying notes are an integral part of this financial statement.)

CITY OF WILLIS, TEXAS
Notes to Financial Statements
September 30, 1977

Note 1: Basis of Accounting

The City follows generally accepted accounting policies applicable to governmental organizations, including double entry, fund accounting. The statements presented in this report were prepared on the accrual basis of accounting with certain items (ad valorem tax revenues, penalties and interest revenues on delinquent ad valorem taxes and tax bond interest expenditures, being reported on the cash basis

Note 2: Depreciation

No depreciation is recorded on the General Fixed Assets of the City; however, depreciation is recorded for the Water and Sewer System based on an estimated life of 33 1/3 years and using the straight line method of computing depreciation.

Note 3: Contingent Liability

In addition to the recorded accounts payable, there exists a contingent liability estimated to be a maximum of \$140,000.00 This claim is being asserted by an engineering firm which has performed certain engineering services for the City and represents the firm's claim for compensation over and above a fixed fee contract. The engineering firm has filed suit in District Court to recover this sum, but we can find no documentary evidence to substantiate this claim.

Note 4: Assessed valuation for 1977, based on 66 2/3% ratio of assessment was \$4,808,608.00 The tax rate for 1977 was \$.78 per \$100 valuation. During the year ended September 30, 1977, the City collected \$25,758.24 taxes levied in 1977, \$2,024.18 taxes levied in 1976 and \$118.74 taxes levied in years prior to 1976.

CITY OF WILLIS, TEXAS
Comparison of Budget with Actual Revenues
For the Fiscal Year Ended September 30, 1977

Description	General Fund	Tax Bond Interest & Sinking Fund	Utility Fund	Construction Fund	Federal Revenue Sharing Fund	Total Revenue	Budget 1976 - 77	Budget (Over) Under
Ad Valorem Taxes -								
Current	\$ 7,160.80	\$ 18,597.44	\$ -0-	\$ -0-	\$ -0-	\$ 25,758.24	\$ 29,467.00	\$ (3,708.76)
Delinquent	595.74	1,547.18	-0-	-0-	-0-	2,142.92	4,000.00	(1,857.08)
Penalty, Interest and Cost	266.21	691.36	-0-	-0-	-0-	957.57	1,500.00	(542.43)
Interest Income	2,447.43	520.92	5,794.12	6,228.83	662.07	15,653.37	4,169.00	11,484.37
Federal Revenue Sharing	-0-	-0-	-0-	-0-	18,016.00	18,016.00	17,000.00	1,016.00
Corporation Court Fines	4,136.46	-0-	-0-	-0-	-0-	4,136.46	8,030.00	(3,893.54)
Alcoholic Beverage Permits	72.50	-0-	-0-	-0-	-0-	72.50	-0-	72.50
City Franchise Taxes	17,622.92	-0-	-0-	-0-	-0-	17,622.92	12,000.00	5,622.92
Garbage Receipts	25,777.25	-0-	-0-	-0-	-0-	25,777.25	24,000.00	1,777.25
Dump Receipts	10,403.40	-0-	-0-	-0-	-0-	10,403.40	6,200.00	4,203.40
City Sales Tax	27,197.85	-0-	-0-	-0-	-0-	27,197.85	20,000.00	7,197.85
Community Development Block Grant	-0-	-0-	-0-	73,745.54	-0-	73,745.54	100,000.00	(26,254.46)
Water Sales	-0-	-0-	70,438.51	-0-	-0-	70,438.51	65,000.00	5,438.51
Water Taps	-0-	-0-	2,050.00	-0-	-0-	2,050.00	2,000.00	50.00
Sewer Sales	-0-	-0-	44,546.03	-0-	-0-	44,546.03	36,000.00	8,546.03
Sewer Taps	-0-	-0-	1,600.00	-0-	-0-	1,600.00	1,000.00	600.00
Service Charges	-0-	-0-	705.00	-0-	-0-	705.00	500.00	205.00
Late Payment Penalties	-0-	-0-	3,682.04	-0-	-0-	3,682.04	3,600.00	82.04
Electrical Licenses	122.00	-0-	-0-	-0-	-0-	122.00	100.00	22.00
Building Permits	1,014.80	-0-	-0-	-0-	-0-	1,014.80	200.00	814.80
Proceeds from Bond Sales	-0-	-0-	60,000.00	180,000.00	-0-	240,000.00	180,000.00	60,000.00
Miscellaneous Income	77.00	-0-	-0-	-0-	-0-	77.00	100.00	(23.00)
Total Revenues	\$ 96,894.36	\$ 21,356.90	\$188,815.70	\$259,974.37	\$ 18,678.07	\$585,719.40	\$514,866.00	\$ 70,853.40

CITY OF WILLIS, TEXAS
Comparison of Budget with Actual Expenditures
 For the Fiscal Year Ended September 30, 1977

Description	General Fund	Tax Bond Interest & Sinking Fund	Utility Fund	Construction Fund	Federal Revenue Sharing Fund	Total Expenditures	Budget 1976-77	Budget Over (Under)
City General:								
Workman's Compensation Insurance	\$ 3,227.50	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 3,227.50	\$ 3,887.00	\$ 659.50
General Liability Insurance	2,805.00	-0-	-0-	-0-	-0-	2,805.00	2,416.00	(389.00)
Professional Services	4,673.10	-0-	-0-	-0-	-0-	4,673.10	6,000.00	1,326.90
Maintenance and Repair	132.52	-0-	-0-	-0-	-0-	132.52	-0-	(132.52)
Travel and Allowances	242.63	-0-	-0-	-0-	-0-	242.63	1,500.00	1,257.37
Telephone	243.45	-0-	-0-	-0-	-0-	243.45	-0-	(243.45)
Election Expense	295.15	-0-	-0-	-0-	-0-	295.15	500.00	204.85
Tax Assessing	1,418.96	-0-	-0-	-0-	-0-	1,418.96	1,500.00	81.04
Map Expense	14.31	-0-	-0-	-0-	-0-	14.31	-0-	(14.31)
Public Notices	296.95	-0-	-0-	-0-	-0-	296.95	300.00	3.05
Grant Expense	897.19	-0-	-0-	-0-	-0-	897.19	-0-	(897.19)
Memberships, Schools and Fees	508.00	-0-	-0-	-0-	-0-	508.00	500.00	(8.00)
Insurance	66.00	-0-	-0-	-0-	-0-	66.00	-0-	(66.00)
Summer Recreation	700.00	-0-	-0-	-0-	-0-	700.00	700.00	-0-
Rentals	18.57	-0-	-0-	-0-	-0-	18.57	-0-	(18.57)
Fire Department	1,100.00	-0-	-0-	-0-	-0-	1,100.00	1,100.00	-0-
Miscellaneous Expense	110.78	-0-	-0-	-0-	-0-	110.78	100.00	(10.78)
Tax Bond Principal	-0-	10,000.00	-0-	-0-	-0-	10,000.00	10,000.00	-0-
Tax Bond Interest	-0-	14,825.00	-0-	-0-	-0-	14,825.00	14,825.00	-0-
Paying Agent Fee	-0-	-0-	-0-	-0-	-0-	-0-	100.00	100.00
Total City General	\$ 16,750.11	\$ 24,825.00	\$ -0-	\$ -0-	\$ -0-	\$ 41,575.11	\$ 43,428.00	\$ 1,852.89
City Office:								
Salaries	\$ 15,152.00	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 15,152.00	\$ 15,000.00	\$ (152.00)
Payroll Taxes	895.49	-0-	-0-	-0-	-0-	895.49	880.00	(15.49)
Health Insurance	617.37	-0-	-0-	-0-	-0-	617.37	600.00	(17.37)
Contract Labor	432.00	-0-	-0-	-0-	-0-	432.00	600.00	168.00
Maintenance and Repair	941.63	-0-	-0-	-0-	-0-	941.63	1,000.00	58.37
Telephone	1,035.23	-0-	-0-	-0-	-0-	1,035.23	1,000.00	(35.23)
Utilities	1,046.60	-0-	-0-	-0-	-0-	1,046.60	700.00	(346.60)
Postage	1,395.04	-0-	-0-	-0-	-0-	1,395.04	1,400.00	4.96
Office Supplies	737.47	-0-	-0-	-0-	-0-	737.47	800.00	62.53
Operating Supplies	446.13	-0-	-0-	-0-	-0-	446.13	600.00	153.87
Miscellaneous Expense	10.11	-0-	-0-	-0-	-0-	10.11	100.00	89.89
Insurance and Surety Bonds	41.00	-0-	-0-	-0-	-0-	41.00	70.00	29.00
Revenue Sharing	115.25	-0-	-0-	-0-	-0-	115.25	-0-	(115.25)
Travel and Allowances	1,300.00	-0-	-0-	-0-	-0-	1,300.00	1,200.00	(100.00)
Capital Outlay	66.62	-0-	-0-	-0-	-0-	66.62	-0-	(66.62)
Total City Office	\$ 24,231.94	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 24,231.94	\$ 23,950.00	\$ (281.94)

CITY OF WILLIS, TEXAS
 Comparison of Budget with Actual Expenditures (Continued)
 For the Fiscal Year Ended September 30, 1977

Description	General Fund	Tax Bond Interest & Sinking Fund	Utility Fund	Construction Fund	Federal Revenue Sharing Fund	Total Expenditures	Budget 1976-77	Budget Over (Under)
Garbage Department:								
Contract Labor	\$ 3,828.26	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 3,828.26	\$ 5,720.00	\$ 1,891.74
Maintenance and Repair	210.85	-0-	-0-	-0-	-0-	210.85	200.00	(10.85)
Truck Expense	2,497.65	-0-	-0-	-0-	-0-	2,497.65	2,700.00	202.35
Capital Outlay	-0-	-0-	-0-	-0-	15,494.90	15,494.90	-0-	(15,494.90)
Total Garbage Department	\$ 6,536.76	\$ -0-	\$ -0-	\$ -0-	\$ 15,494.90	\$ 22,031.66	\$ 8,620.00	\$ (13,411.66)
Dump Department:								
Contract Labor	\$ 6,883.20	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 6,883.20	\$ 5,840.00	\$ (1,043.20)
Maintenance and Repair	119.87	-0-	-0-	-0-	-0-	119.87	300.00	180.13
Utilities	140.17	-0-	-0-	-0-	-0-	140.17	200.00	59.83
Operating Supplies	-0-	-0-	-0-	-0-	-0-	-0-	200.00	200.00
Total Dump Department	\$ 7,143.24	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 7,143.24	\$ 6,540.00	\$ (603.24)
Street Department:								
Contract Labor	\$ 5,100.00	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 5,100.00	\$ 4,700.00	\$ (400.00)
Maintenance and Repair	1.99	-0-	-0-	-0-	-0-	1.99	300.00	298.01
Utilities	3,808.11	-0-	-0-	-0-	-0-	3,808.11	5,000.00	1,191.89
Truck Expense	152.54	-0-	-0-	-0-	-0-	152.54	700.00	547.46
Capital Outlay	1,014.93	-0-	-0-	-0-	-0-	1,014.93	-0-	(1,014.93)
Total Street Department	\$ 10,077.57	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 10,077.57	\$ 10,700.00	\$ 622.43
Police Department:								
Salaries	\$ 17,267.50	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 17,267.50	\$ 22,850.00	\$ 5,582.50
Payroll Taxes	934.22	-0-	-0-	-0-	-0-	934.22	1,371.00	436.78
Health Insurance	639.68	-0-	-0-	-0-	-0-	639.68	600.00	(39.68)
Professional Services	1,522.20	-0-	-0-	-0-	-0-	1,522.20	1,500.00	(22.20)
Maintenance and Repair	76.89	-0-	-0-	-0-	-0-	76.89	450.00	373.11
Telephone	900.24	-0-	-0-	-0-	-0-	900.24	960.00	59.76
Operating Supplies	433.36	-0-	-0-	-0-	-0-	433.36	-0-	(433.36)
Auto Expense	2,966.80	-0-	-0-	-0-	-0-	2,966.80	7,000.00	4,033.20
Insurance	10.00	-0-	-0-	-0-	-0-	10.00	-0-	(10.00)
Capital Outlay	-0-	-0-	-0-	-0-	1,574.10	1,574.10	10,000.00	8,425.90
Total Police Department	\$ 24,750.89	\$ -0-	\$ -0-	\$ -0-	\$ 1,574.10	\$ 26,324.99	\$ 44,731.00	\$ 18,406.01
Water Department:								
Salaries	\$ -0-	\$ -0-	\$ 13,442.00	\$ -0-	\$ -0-	\$ 13,442.00	\$ 15,000.00	\$ 1,558.00
Payroll Taxes	-0-	-0-	795.01	-0-	-0-	795.01	880.00	84.99
Health Insurance	-0-	-0-	278.76	-0-	-0-	278.76	360.00	81.24
Contract Labor	-0-	-0-	21.00	-0-	-0-	21.00	300.00	279.00
Maintenance and Repair	-0-	-0-	1,354.37	-0-	-0-	1,354.37	10,000.00	8,645.63
Telephone	-0-	-0-	144.48	-0-	-0-	144.48	125.00	(19.48)
Utilities	-0-	-0-	5,371.01	-0-	-0-	5,371.01	5,000.00	(371.01)
Postage	-0-	-0-	106.32	-0-	-0-	106.32	50.00	(56.32)

CITY OF WILLIS, TEXAS
Comparison of Budget with Actual Expenditures (Continued)
 For the Fiscal Year Ended September 30, 1977

Description	General Fund	Tax Bond Interest & Sinking Fund	Utility Fund	Construction Fund	Federal Revenue Sharing Fund	Total Expenditures	Budget 1976-77	Budget Over (Under)
<u>Water Department (Continued)</u>								
Operating Supplies	\$ -0-	\$ -0-	\$ 8,324.77	\$ -0-	\$ -0-	\$ 8,324.77	\$ 9,000.00	\$ 675.23
Truck Expense	-0-	-0-	1,358.66	-0-	-0-	1,358.66	1,100.00	(258.66)
Rentals	-0-	-0-	90.00	-0-	-0-	90.00	600.00	510.00
Travel and Allowances	-0-	-0-	256.25	-0-	-0-	256.25	400.00	143.75
Memberships, Fees and Schools	-0-	-0-	35.00	-0-	-0-	35.00	400.00	365.00
Capital Outlay	-0-	-0-	1,640.39	88,748.82	-0-	90,389.21	122,000.00	31,610.79
<u>Total Water Department</u>	\$ -0-	\$ -0-	\$ 33,218.02	\$ 88,748.82	\$ -0-	\$ 121,966.84	\$ 165,215.00	\$ 43,248.16
<u>Sewer Department:</u>								
Salaries	\$ -0-	\$ -0-	\$ 13,442.00	\$ -0-	\$ -0-	\$ 13,442.00	\$ 15,000.00	\$ 1,558.00
Payroll Taxes	-0-	-0-	794.99	-0-	-0-	794.99	880.00	85.01
Health Insurance	-0-	-0-	278.72	-0-	-0-	278.72	360.00	81.28
Contract Labor	-0-	-0-	172.35	-0-	-0-	172.35	500.00	327.65
Maintenance and Repair	-0-	-0-	4,766.49	-0-	-0-	4,766.49	5,000.00	233.51
Utilities	-0-	-0-	776.23	-0-	-0-	776.23	2,000.00	1,223.77
Operating Supplies	-0-	-0-	5,233.84	-0-	-0-	5,233.84	10,000.00	4,766.16
Truck Expense	-0-	-0-	286.09	-0-	-0-	286.09	700.00	413.91
Postage	-0-	-0-	105.00	-0-	-0-	105.00	-0-	(105.00)
Rentals	-0-	-0-	660.50	-0-	-0-	660.50	500.00	(160.50)
Travel and Allowances	-0-	-0-	256.25	-0-	-0-	256.25	400.00	143.75
Grant Expense	-0-	-0-	4,447.59	-0-	-0-	4,447.59	-0-	(4,447.59)
Membership, Fees and Schools	-0-	-0-	105.00	-0-	-0-	105.00	300.00	195.00
Capital Outlay	-0-	-0-	8,123.57	221,446.07	-0-	229,569.64	164,000.00	(65,569.64)
<u>Total Sewer Department</u>	\$ -0-	\$ -0-	\$ 39,448.62	\$ 221,446.07	\$ -0-	\$ 260,894.69	\$ 199,640.00	\$ (61,254.69)
<u>Revenue Bond Debt Service:</u>								
Bond Principal	\$ -0-	\$ -0-	\$ 74,000.00	\$ -0-	\$ -0-	\$ 74,000.00	\$ 6,000.00	\$ (68,000.00)
Bond Interest and Premium	-0-	-0-	7,093.06	-0-	-0-	7,093.06	3,435.00	(3,658.06)
Paying Agents Fees	-0-	-0-	71.82	-0-	-0-	71.82	100.00	28.18
<u>Total Revenue Bond Debt Service</u>	\$ -0-	\$ -0-	\$ 81,164.88	\$ -0-	\$ -0-	\$ 81,164.88	\$ 9,535.00	\$ (71,629.88)
<u>Grand Total Expenditures</u>	\$ 89,490.51	\$ 24,825.00	\$ 153,831.52	\$ 310,194.89	\$ 17,069.00	\$ 595,410.92	\$ 512,359.00	\$ (83,051.92)

CITY OF WILLIS, TEXAS
Analysis of Cash - Restricted and Non-Restricted
 September 30, 1977

	Restricted	Non- Restricted	Total
<u>General Fund:</u>			
Demand Accounts -			
Tax Account	\$ -0-	\$ 12,611.99	\$ 12,611.99
Social Security Account	1,783.41	-0-	1,783.41
Total	<u>\$ 1,783.41</u>	<u>\$ 12,611.99</u>	<u>\$ 14,395.40</u>
Time Accounts -			
Tax Savings Account	\$ -0-	\$ 42,903.72	\$ 42,903.72
Total General Fund Cash	<u>\$ 1,783.41</u>	<u>\$ 55,515.71</u>	<u>\$ 57,299.12</u>
<u>Tax Bond Interest & Sinking Fund:</u>			
Time Account -			
Tax Bond Interest & Sinking Fund Savings	<u>\$ 6,311.17</u>	<u>\$ -0-</u>	<u>\$ 6,311.17</u>
<u>Utility Fund:</u>			
Cash on Hand & Demand Accounts -			
Petty Cash on Hand	\$ -0-	\$ 75.00	\$ 75.00
Meter Deposit Account	2,980.27	-0-	2,980.27
Water & Sewer Account	-0-	8,857.12	8,857.12
Total	<u>\$ 2,980.27</u>	<u>\$ 8,932.12</u>	<u>\$ 11,912.39</u>
Time Accounts -			
Water & Sewer Savings Account	\$ -0-	\$ 75,857.37	\$ 75,857.37
Water & Sewer Emergency Fund Savings Account	440.77	-0-	440.77
Water & Sewer Revenue Bond Interest and Sinking Fund Savings Account	5,507.78	-0-	5,507.78
Water & Sewer Reserve Fund Savings Account	317.34	-0-	317.34
Meter Deposit Certificate of Deposit	5,000.00	-0-	5,000.00
Water & Sewer Emergency Fund Certificate of Deposit	1,000.00	-0-	1,000.00
Water & Sewer Reserve Fund Certificate of Deposit	10,500.00	-0-	10,500.00
Total	<u>\$ 22,765.89</u>	<u>\$ 75,857.37</u>	<u>\$ 98,623.26</u>
Total Utility Fund	<u>\$ 25,746.16</u>	<u>\$ 84,789.49</u>	<u>\$ 110,535.65</u>
<u>Construction Fund:</u>			
Demand Account -			
Construction Account	\$ 268.78	\$ -0-	\$ 268.78
Time Account -			
Construction Savings Account	252,211.07	-0-	252,211.07
Total Construction Fund	<u>\$ 252,479.85</u>	<u>\$ -0-</u>	<u>\$ 252,479.85</u>
<u>Federal Revenue Sharing Fund:</u>			
Demand Account -			
Revenue Sharing Account	\$.44	\$ -0-	\$.44
Time Account -			
Revenue Sharing Savings Account	10,462.07	-0-	10,462.07
Total Federal Revenue Sharing Fund	<u>\$ 10,462.51</u>	<u>\$ -0-</u>	<u>\$ 10,462.51</u>

Note: All of the above accounts, except Petty Cash on Hand, were on deposit at the city's depository bank - Willis Bank of Texas, Willis, Texas.

City of Willis, Texas
Waterworks and Sewer System Revenue Refunding
and Improvement Bonds - Series 1977
Repayment Schedule

Fiscal Year Ending Sept. 30	Bond Numbers	Interest Rate	Annual Principal Due Aug. 1	Semi-Annual Interest Due		Total Annual Requirement
				February 1	August 1	
1978	1-2	4.5%	\$ 10,000.00	\$ 7,622.22	\$ 7,000.00	\$ 24,622.22
1979	3-4	"	10,000.00	6,775.00	6,775.00	23,550.00
1980	5-6	"	10,000.00	6,550.00	6,550.00	23,100.00
1981	7-8	"	10,000.00	6,325.00	6,325.00	22,650.00
1982	9-10	5.0%	10,000.00	6,100.00	6,100.00	22,200.00
1983	11-12	"	10,000.00	5,850.00	5,850.00	21,700.00
1984	13-14	6.0%	10,000.00	5,600.00	5,600.00	21,200.00
1985	15-16	"	10,000.00	5,300.00	5,300.00	20,600.00
1986	17-18	"	10,000.00	5,000.00	5,000.00	20,000.00
1987	19-20	"	10,000.00	4,700.00	4,700.00	19,400.00
1988	21-23	"	15,000.00	4,400.00	4,400.00	23,800.00
1989	24-26	"	15,000.00	3,950.00	3,950.00	22,900.00
1990	27-29	"	15,000.00	3,500.00	3,500.00	22,000.00
1991	30-32	"	15,000.00	3,050.00	3,050.00	21,100.00
1992	33-35	6.5%	15,000.00	2,600.00	2,600.00	20,200.00
1993	36-38	"	15,000.00	2,112.50	2,112.50	19,225.00
1994	39-41	"	15,000.00	1,625.00	1,625.00	18,250.00
1995	42-44	"	15,000.00	1,137.50	1,137.50	17,275.00
1996	45-57	"	15,000.00	650.00	650.00	16,300.00
1997	48	"	500.00	162.50	162.50	5,325.00
Total			<u>\$240,000.00</u>	<u>\$83,009.72</u>	<u>\$82,387.50</u>	<u>\$405,397.22</u>

Paying Agent: Willis Bank of Texas
Willis, Texas

Bonds Dated: July 15, 1977

Option: Bonds maturing August 1, 1988 through 1997 are optional for redemption on August 1, 1987 or any interest payment date thereafter at par.

CITY OF WILLIS, TEXAS
Notes to Repayment Schedule - Waterworks
And Sewer System Revenue Refunding and
Improvement Bonds - Series 1977

The bond ordinance authorizing the issuance and sale of \$240,000.00 principal amount City of Willis, Waterworks and Sewer System Revenue Refunding and Improvement Bonds - Series 1977, was approved by the City Council in June 21, 1977. This bond ordinance sets out the conditions and manner of repayment of these bonds and requires the creation of several "Funds"* as follows:

- 1) Revenue Fund
This fund is to receive all gross revenues from the ownership and operation of the waterworks and sewer system, and is responsible for paying for the reasonable, necessary and proper expense of operation and maintenance of the System, as well as making the required deposits to the accounts enumerated below.
- 2) Interest and Sinking Fund
Commencing on August 20, 1977, the City is required to deposit monthly from net revenues of the System, a pro-rata share of the next maturing principal and/or interest. Principal and interest payments are to be disbursed from this account as scheduled.
- 3) Reserve Fund
Upon delivery of the bonds, \$10,000.00 shall be deposited into this account. On or before the 20th day of each month thereafter, an additional sum of at least \$300.00 shall be deposited until this account contains at least \$22,000.00. These funds are to be used only to pay principal and/or interest on the bonds at any time there is not sufficient money available in the Interest and Sinking Fund.
- 4) Commencing on July 20, 1977, the City is required to deposit monthly into this account at least \$200.00, such deposits continuing until this account contains at least \$5,000.00. These funds may be used to pay for repair or system extensions for which other funds are not available, or for the payment of principal and/or interest on the bonds when there is not sufficient moneys available in the Interest and Sinking Fund or Reserve Fund.

Deposits to the above accounts are cumulative, that is, if sufficient funds are not presently available, any deficiency in the required deposits shall be set apart and paid into the account from the first available and unallocated Net Revenues of the System in addition to the amounts otherwise required.

As of September 30, 1977, all required deposits have been made and the City has generally complied with the other provisions of the bond ordinance.

*Funds as used in this ordinance means "Bank Accounts".

CITY OF WILLIS, TEXAS
Repayment Schedule - 1975 Series
 General Obligation Bonds

Fiscal Year Oct. 1 - Sept. 30	Numbers	Interest Rate	Semi-Annual Interest Due		Annual Principal Due July 1	Total Annual Requirement
			Jan. 1	July 1		
1975-76	1	6.00%	\$ 7,562.50	\$ 7,562.50	\$ 5,000.00	\$ 20,125.00
1976-77	2-3	"	7,412.50	7,412.50	10,000.00	24,825.00
1977-78	4-5	6.50%	7,112.50	7,112.50	10,000.00	24,225.00
1978-79	6-8	"	6,787.50	6,787.50	15,000.00	28,575.00
1979-80	9-11	"	6,300.00	6,300.00	15,000.00	27,600.00
1980-81	12-14	"	5,775.00	5,775.00	15,000.00	26,550.00
1981-82	15-17	"	5,250.00	5,250.00	15,000.00	25,500.00
1982-83	18-20	"	4,725.00	4,725.00	15,000.00	24,450.00
1983-84	21-23	"	4,200.00	4,200.00	15,000.00	23,400.00
1984-85	24-26	"	3,675.00	3,675.00	15,000.00	22,350.00
1985-86	27-29	"	3,150.00	3,150.00	15,000.00	21,300.00
1986-87	30-32	"	2,625.00	2,625.00	15,000.00	20,250.00
1987-88	33-35	"	2,100.00	2,100.00	15,000.00	19,200.00
1988-89	36-38	"	1,575.00	1,575.00	15,000.00	18,150.00
1989-90	39-41	"	1,050.00	1,050.00	15,000.00	17,100.00
1990-91	42-44	"	525.00	525.00	15,000.00	16,050.00
Totals			\$69,825.00	\$69,825.00	\$220,000.00	\$359,650.00

Paying Agent: Willis Bank of Texas
 Willis, Texas

Bonds Dated : July 1, 1975

Option: Bonds maturing July 1, 1988 through 1991 are optional
 for redemption on July 1, 1987 in inverse numerical
 order at par..

September 30, 1977

Risk Covered	Amount of Coverage	Name of Insurer	Policy Period	
			From	To
Comprehensive General Liability; Auto Liability; Uninsured Motorists; Automobile Physical Damage	\$100,000/\$300,000 Bodily Injury \$50,000 Property Damage \$10,000/\$20,000 Uninsured Motorist Collision Actual Cash Value, \$250 Deductible	The Hartford	12-10-76	12-10-77
Fire, Extended Coverage, Vandalism and Malicious Mischief City Hall	\$5,000 Building \$5,000 Contents	The Hartford	12-10-76	12-10-77
Workman's Compensation	As Required	The Hartford	12-10-76	12-10-77
Fidelity and Security Bonds -				
Dorothy Ogelsby	\$5,000	Merchants Mutual Bonding Co.	1- 1-77	1- 1-78
Janice Wilson	\$5,000	Merchants Mutual Bonding Co.	2- 9-77	2- 9-78
Vernon Peace	\$1,000	Merchants Mutual Bonding Co.	3-15-77	3-15-78
Joseph Kroll	\$1,000	Merchants Mutual Bonding Co.	4- 5-77	4- 5-78