

**ANDERSON MILL LIMITED DISTRICT**

**ANNUAL FINANCIAL REPORT**

**SEPTEMBER 30, 2021**

**McCALL GIBSON SWEDLUND BARFOOT PLLC**  
Certified Public Accountants

**ANDERSON MILL LIMITED DISTRICT**  
**ANNUAL FINANCIAL REPORT**  
**SEPTEMBER 30, 2021**

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**ANNUAL FILING AFFIDAVIT**

**STATE OF TEXAS**  
**COUNTY OF WILLIAMSON**

I, \_\_\_\_\_ of the  
(Name of Duly Authorized District Representative)

**ANDERSON MILL LIMITED DISTRICT**  
(Name of District)

hereby swear, or affirm, that the district named above has reviewed and approved at a meeting of the District's Board of Directors on **December 9, 2021**, its annual audit report for the fiscal year or period ended **September 30, 2021** and that copies of the annual audit report have been filed in the District's office, located at

**11500 El Salido Parkway, Austin, TX 78750**  
(Address of District's Office)

This annual filing affidavit and the attached copy of the audit report are being submitted to the Texas Commission on Environmental Quality in satisfaction of all annual filing requirements of Texas Water Code Section 49.194.

Date: December 9, 2021

By: \_\_\_\_\_  
(Signature of District Representative)

John T. Kiracofe, Board President  
(Typed Name and Title District Representative)

Sworn to and subscribed to before me this the \_\_\_\_\_ day of \_\_\_\_\_, 2021.

(Seal)

\_\_\_\_\_  
(Signature of Notary)

My Commission Expires On: \_\_\_\_\_, \_\_\_\_\_.  
Notary Public in and for the State of Texas.

TCEQ-0723 (Rev. 07/2012)

# **McCALL GIBSON SWEDLUND BARFOOT PLLC**

*Certified Public Accountants*

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## **INDEPENDENT AUDITOR'S REPORT**

Board of Directors  
Anderson Mill Limited District  
Austin, Texas

We have audited the accompanying financial statements of the governmental activities and the major fund of Anderson Mill Limited District (the "District"), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Board of Directors  
Anderson Mill Limited District  
Austin, Texas

## Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the major fund of the District as of September 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Other Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund be presented to supplement the basic financial statements. Such information, although not a 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 for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information required by the Texas Commission on Environmental Quality as published in the *Water District Financial Management Guide* is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The supplementary information, excluding that portion marked "Unaudited" on which we express no opinion or provide any assurance, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*McCall Gibson Swedlund Barfoot PLLC*

McCall Gibson Swedlund Barfoot PLLC  
Certified Public Accountants  
Houston, Texas

December 9, 2021

**ANDERSON MILL LIMITED DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Management's discussion and analysis of Anderson Mill Limited District's (the "District") financial performance provides an overview of the District's financial activities for the fiscal year ended September 30, 2021. Please read it in conjunction with the District's financial statements.

**USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The basic financial statements include: (1) fund financial statements and government-wide financial statements and (2) notes to the basic financial statements. The fund financial statements and government-wide financial statements combine both: (1) the Statement of Net Position and Governmental Fund Balance Sheet and (2) the Statement of Activities and Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance. This report also includes required and other supplementary information in addition to the basic financial statements.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

The District's annual report includes two financial statements combining the government-wide financial statements and the fund financial statements. The government-wide financial statements provide both long-term and short-term information about the District's overall status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The Statement of Net Position includes all of the District's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating. Evaluation of the overall health of the District would extend to other non-financial factors.

The Statement of Activities reports how the District's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid.

**FUND FINANCIAL STATEMENTS**

The combined statements also include fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District has one governmental fund type. The General Fund accounts for resources not required to be accounted for in another fund, operations of the District's parks and recreation facilities, and general expenditures.

**ANDERSON MILL LIMITED DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**FUND FINANCIAL STATEMENTS (Continued)**

The governmental fund is reported in each of the financial statements. The focus in the fund statements provides a distinctive view of the District's governmental fund. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of the District and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. The adjustments columns, the Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Position and the Reconciliation of the Governmental Fund Statement of Revenues, Expenditures and Changes in the Fund Balance to the Statement of Activities explain the differences between the two presentations and assist in understanding the differences between these two perspectives.

**NOTES TO THE FINANCIAL STATEMENTS**

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements.

**OTHER INFORMATION**

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information ("RSI") and other supplementary information. The budgetary comparison schedule is included as RSI for the General Fund.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net position may serve over time as a useful indicator of the District's financial position. In the case of the District, assets exceeded liabilities by \$7,424,905 as of September 30, 2021.

A portion of the District's net position reflects its net investment in capital assets (e.g. land, construction in progress, parks and recreational facilities, buildings, the drainage system, and other capital assets, less any debt used to acquire those assets that is still outstanding). The District uses these assets to provide services to its residents and the public.



**ANDERSON MILL LIMITED DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)**

The following is a comparative analysis of government-wide changes in net position:

	Summary of Changes in the Statement of Net Position		
	2021	2020	Change Positive (Negative)
Current and Other Assets	\$ 5,786,133	\$ 5,981,621	\$ (195,488)
Capital Assets (Net of Accumulated Depreciation)	<u>1,782,757</u>	<u>1,929,234</u>	<u>(146,477)</u>
Total Assets	<u>\$ 7,568,890</u>	<u>\$ 7,910,855</u>	<u>\$ (341,965)</u>
Long -Term Liabilities	\$ 32,943	\$ 52,990	\$ 20,047
Other Liabilities	<u>111,042</u>	<u>46,594</u>	<u>(64,448)</u>
Total Liabilities	<u>\$ 143,985</u>	<u>\$ 99,584</u>	<u>\$ (44,401)</u>
Net Position:			
Net Investment in Capital Assets	\$ 1,782,757	\$ 1,929,234	\$ (146,477)
Unrestricted	<u>5,642,148</u>	<u>5,882,037</u>	<u>(239,889)</u>
Total Net Position	<u>\$ 7,424,905</u>	<u>\$ 7,811,271</u>	<u>\$ (386,366)</u>

The following table provides a summary of the District's operations for the years ended September 30, 2021 and September 30, 2020. The District's net position decreased by \$386,366.

	Summary of Changes in the Statement of Activities		
	2021	2020	Change Positive (Negative)
Revenues:			
Property Taxes	\$ 1,151,888	\$ 1,105,312	\$ 46,576
Charges for Services	278,676	195,666	83,010
Other Revenues	<u>32,868</u>	<u>105,067</u>	<u>(72,199)</u>
Total Revenues	<u>\$ 1,463,432</u>	<u>\$ 1,406,045</u>	<u>\$ 57,387</u>
Expenses	1,849,798	1,740,902	(108,896)
Other Financing Sources	<u>-</u>	<u>5,000</u>	<u>(5,000)</u>
Change in Net Position	<u>\$ (386,366)</u>	<u>\$ (329,857)</u>	<u>\$ (56,509)</u>
Net Position, Beginning of Year	<u>7,811,271</u>	<u>8,141,128</u>	<u>(329,857)</u>
Net Position, End of Year	<u>\$ 7,424,905</u>	<u>\$ 7,811,271</u>	<u>\$ (386,366)</u>

**ANDERSON MILL LIMITED DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**FINANCIAL ANALYSIS OF THE DISTRICT'S GOVERNMENTAL FUNDS**

The District's General Fund fund balance as of September 30, 2021, was \$5,671,608, a decrease of \$248,373 from the prior year, primarily due to operating expenditures and capital outlay exceeding property tax revenues and charges for services.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The Board of Directors annually adopts an unappropriated budget for the General Fund and amended the budget during the current fiscal year. Compared to the final amended budget, actual revenues were \$18,359 more than budgeted revenues, primarily due to higher than expected service fees offset by lower than anticipated property tax revenues. Actual expenditures were \$10,242 more than budgeted expenditures, primarily due to unbudgeted capital costs.

**CAPITAL ASSETS**

The District's capital assets as of September 30, 2021, amounted to \$1,782,757 (net of accumulated depreciation). These capital assets include land, construction in progress, park and recreational facilities, buildings, the drainage system and other capital assets. See additional information in Note 4.

Capital Assets At Year-End, Net of Accumulated Depreciation			
	2021	2020	Change Positive (Negative)
Capital Assets Not Being Depreciated:			
Land	\$ 626,424	\$ 626,424	\$
Construction in Progress	13,655		13,655
Capital Assets, Net of Accumulated Depreciation:			
Parks and Recreational Facilities	802,550	933,615	(131,065)
Buildings	203,100	198,518	4,582
Drainage System	118,855	137,826	(18,971)
Other Capital Assets	18,173	32,851	(14,678)
Total Net Capital Assets	<u>\$ 1,782,757</u>	<u>\$ 1,929,234</u>	<u>\$ (146,477)</u>

**ANDERSON MILL LIMITED DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**CURRENTLY KNOWN FACTS, DECISIONS OR CONDITIONS**

The adopted budget for fiscal year 2022 projects a decrease in General Fund fund balance of \$484,081. Compared to the fiscal year 2021 amended budget, revenues are expected to increase by approximately \$189,000 and expenditures are expected to increase by approximately \$417,000. The fiscal year 2022 tax rate has been established at \$0.110083 on each \$100 of taxable value and will be used to fund general operations.

**CONTACTING THE DISTRICT'S MANAGEMENT**

This financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Anderson Mill Limited District, 11500 El Salido Parkway, Austin, Texas 78750.

**ANDERSON MILL LIMITED DISTRICT**  
**STATEMENT OF NET POSITION AND**  
**GOVERNMENTAL FUND BALANCE SHEET**  
**SEPTEMBER 30, 2021**

	General Fund	Adjustments	Statement of Net Position
<b>ASSETS</b>			
Cash	\$ 443,851	\$	\$ 443,851
Investments	5,312,868		5,312,868
Receivables:			
Property Taxes	16,713		16,713
Accrued Interest	12,701		12,701
Capital Assets (Net of Accumulated Depreciation):			
Land		626,424	626,424
Construction in Progress		13,655	13,655
Parks and Recreational Facilities		802,550	802,550
Buildings		203,100	203,100
Drainage System		118,855	118,855
Other Capital Assets		18,173	18,173
<b>TOTAL ASSETS</b>	<u>\$ 5,786,133</u>	<u>\$ 1,782,757</u>	<u>\$ 7,568,890</u>
<b>LIABILITIES</b>			
Accounts Payable	\$ 97,812	\$	\$ 97,812
Noncurrent Liabilities:			
Compensated Absences, Due Within One Year		13,230	13,230
Compensated Absences, Due After One Year		32,943	32,943
<b>TOTAL LIABILITIES</b>	<u>\$ 97,812</u>	<u>\$ 46,173</u>	<u>\$ 143,985</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes	\$ 16,713	\$ (16,713)	\$ -
<b>FUND BALANCE</b>			
Assigned to 2022 Budget Deficit	\$ 484,081	\$ (484,081)	\$
Unassigned	5,187,527	(5,187,527)	
<b>TOTAL FUND BALANCE</b>	<u>\$ 5,671,608</u>	<u>\$ (5,671,608)</u>	<u>\$</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<u>\$ 5,786,133</u>		
<b>NET POSITION</b>			
Net Investment in Capital Assets		\$ 1,782,757	\$ 1,782,757
Unrestricted		5,642,148	5,642,148
<b>TOTAL NET POSITION</b>		<u>\$ 7,424,905</u>	<u>\$ 7,424,905</u>

The accompanying notes to the financial  
statements are an integral part of this report.

**ANDERSON MILL LIMITED DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
SEPTEMBER 30, 2021**

Total Fund Balance - Governmental Fund	\$ 5,671,608
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported as assets in the governmental fund.	1,782,757
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Deferred inflows of resources related to property tax revenues on delinquent taxes for the 2020 and prior tax levies became part of recognized revenue in the governmental activities of the District.	16,713
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Certain liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental fund. These liabilities at year end consist of -

Compensated Absences	<u>(46,173)</u>
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Total Net Position - Governmental Activities	<u>\$ 7,424,905</u>
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The accompanying notes to the financial  
statements are an integral part of this report.

**ANDERSON MILL LIMITED DISTRICT**  
**STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND STATEMENT OF**  
**REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
<b>REVENUES</b>			
Property Taxes, including penalties	\$ 1,150,221	\$ 1,667	\$ 1,151,888
Charges for Services	278,676		278,676
Investment Revenues	27,073		27,073
Miscellaneous Revenues	<u>5,795</u>		<u>5,795</u>
<b>TOTAL REVENUES</b>	<u>\$ 1,461,765</u>	<u>\$ 1,667</u>	<u>\$ 1,463,432</u>
<b>EXPENDITURES/EXPENSES</b>			
Service Operations:			
Administrative	\$ 635,558	\$ (6,817)	\$ 628,741
Pools	467,070		467,070
Parks	410,457		410,457
Programs and Events	147,963		147,963
Capital Outlay	49,090	(49,090)	
Depreciation		<u>195,567</u>	<u>195,567</u>
<b>TOTAL EXPENDITURES/EXPENSES</b>	<u>\$ 1,710,138</u>	<u>\$ 139,660</u>	<u>\$ 1,849,798</u>
<b>NET CHANGE IN FUND BALANCE</b>	\$ (248,373)	\$ 248,373	\$
<b>CHANGE IN NET POSITION</b>		(386,366)	(386,366)
<b>FUND BALANCE/NET POSITION - OCTOBER 1, 2020</b>	<u>5,919,981</u>	<u>1,891,290</u>	<u>7,811,271</u>
<b>FUND BALANCE/NET POSITION - SEPTEMBER 30, 2021</b>	<u>\$ 5,671,608</u>	<u>\$ 1,753,297</u>	<u>\$ 7,424,905</u>

The accompanying notes to the financial  
statements are an integral part of this report.

**ANDERSON MILL LIMITED DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT OF  
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Net Change in Fund Balance - Governmental Fund	\$ (248,373)
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report tax revenues when collected. However, in the Statement of Activities, revenue is recorded in the accounting period for which the taxes are levied.	1,667
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Governmental funds do not account for depreciation. However, in the Statement of Net Position, capital assets are depreciated and depreciation expense is recorded in the Statement of Activities.	(195,567)
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Governmental funds report capital expenditures as expenditures in the period purchased. However, in the Statement of Net Position, capital assets are increased by new purchases and the Statement of Activities is not affected.	49,090
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Some expenses in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental fund.

Compensated Absences	<div style="border-top: 1px solid black; display: inline-block; width: 100%;">6,817</div>
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Change in Net Position - Governmental Activities	<div style="border-top: 1px solid black; border-bottom: 3px double black; display: inline-block; width: 100%;">\$ (386,366)</div>
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The accompanying notes to the financial  
statements are an integral part of this report.

**ANDERSON MILL LIMITED DISTRICT**  
**NOTES TO THE FINACIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 1. CREATION OF DISTRICT**

Anderson Mill Municipal Utility District was created, organized, and established on April 29, 1974 by the Texas Commission on Environmental Quality (formerly the Texas Natural Resource Conservation Commission) (the “Commission”) pursuant to the provisions of Chapter 54 of the Texas Water Code. The District formally changed its name to Anderson Mill Limited District (the “District”) as of January 1, 2009. The reporting entity of the District encompasses those activities and functions over which the District’s elected officials exercise significant oversight and control. The District is empowered, among other things, to purchase, construct, operate, and maintain all works, improvements, and facilities necessary for the parks and recreation of the District.

**NOTE 2. SIGNIFICANT ACCOUNTING POLICIES**

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board (“GASB”). In addition, the accounting records of the District are maintained generally in accordance with the *Water District Financial Management Guide* published by the Commission.

The District is a political subdivision of the State of Texas governed by a five-member elected Board of Directors who are residents of the District. GASB has established the criteria for determining whether or not an entity is a primary government or a component unit of a primary government. The primary criteria are that it has a separately elected governing body, it is legally separate, and it is fiscally independent of other state and local governments. Under these criteria, the District is considered a primary government and is not a component unit of any other government. Additionally, no other entities meet the criteria for inclusion in the District’s financial statements as component units.

Financial Statement Presentation

These financial statements have been prepared in accordance with GASB Codification of Governmental Accounting and Financial Reporting Standards Part II, Financial Reporting (“GASB Codification”).

GASB Codification sets forth standards for external financial reporting for all state and local government entities, which include a requirement for a Statement of Net Position and a Statement of Activities. It requires the classification of net position into three components: Net Investment in Capital Assets; Restricted; and Unrestricted. These classifications are defined as follows:



**ANDERSON MILL LIMITED DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 2.      SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Financial Statement Presentation (Continued)

- Net Investment in Capital Assets – This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- Restricted Net Position – This component of net position consists of external constraints placed on the use of assets imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulation of other governments or constraints imposed by law through constitutional provisions or enabling legislation.
- Unrestricted Net Position – This component of net position consists of assets that do not meet the definition of Restricted or Net Investment in Capital Assets.

When both restricted and unrestricted resources are available for use, generally it is the District's policy to use restricted resources first.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the District as a whole. The District's Statement of Net Position and Statement of Activities are combined with the governmental fund financial statements. The District is viewed as a special-purpose government and has the option of combining these financial statements.

The Statement of Net Position is reported by adjusting the governmental fund types to report on the full accrual basis, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. Any amounts recorded due to and due from other funds are eliminated in the Statement of Net Position.

The Statement of Activities is reported by adjusting the governmental fund types to report only items related to current year revenues and expenditures. Items such as capital outlay are allocated over their estimated useful lives as depreciation expense. Internal activities between governmental funds, if any, are eliminated to obtain net total revenues and expenses in the government-wide Statement of Activities.

**ANDERSON MILL LIMITED DISTRICT**  
**NOTES TO THE FINACIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 2.      SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Fund Financial Statements

As discussed above, the District's fund financial statements are combined with the government-wide statements. The fund statements include a Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance.

Governmental Funds

The District has one governmental fund and considers it to be a major fund.

General Fund - To account for resources not required to be accounted for in another fund, operations of the District's parks and recreation facilities, and general expenditures.

Basis of Accounting

The District uses the modified accrual basis of accounting for governmental fund types. The modified accrual basis of accounting recognizes revenues when both "measurable and available." Measurable means the amount can be determined. Available means collectable within the current period or soon enough thereafter to pay current liabilities. The District considers revenue reported in governmental funds to be available if they are collectable within 60 days after year end. Also, under the modified accrual basis of accounting, expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, which are recognized as expenditures when payment is due.

Property taxes considered available by the District and included in revenue include taxes collected during the year and taxes collected after year-end, which were considered available to defray the expenditures of the current year. Deferred inflows of resources related to property tax revenues are those taxes which the District does not reasonably expect to be collected soon enough in the subsequent period to finance current expenditures.

Budgeting

An annual unappropriated budget is adopted for the General Fund by the District's Board of Directors. The budget is prepared using the same method of accounting as for financial reporting. The original General Fund budget for the current year was amended. The Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund presents the amended budget amounts compared to the actual amounts of revenues and expenditures for the current year.

**ANDERSON MILL LIMITED DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 2.      SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Capital Assets

Capital assets, which include, land, construction in progress, parks and recreational facilities, buildings, the drainage system, and other capital assets, are reported in the government-wide Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their estimated acquisition value on the date donated. Repairs and maintenance are recorded as expenditures in the governmental fund incurred and as an expense in the government-wide Statement of Activities. Capital asset additions, improvements and preservation costs that extend the life of an asset are capitalized and depreciated over the estimated useful life of the asset. Engineering fees and certain other costs are capitalized as part of the asset.

Assets are capitalized, including infrastructure assets, if they have an original cost of \$5,000 or more and a useful life of at least two years. Depreciation is calculated on each class of depreciable property using no salvage value and the straight-line method of depreciation. Estimated useful lives are as follows:

	<u>Years</u>
Parks & Recreational Facilities	5 – 30
Buildings	7 – 30
Drainage System	50
Other Capital Assets	3 – 7

Compensated Absences

The District has established a policy to permit employees to accumulate earned but unused vacation and sick leave up to a maximum of 240 hours for each. Amounts accumulated may be paid to employees upon termination of employment or during employment in accordance with the District's personnel policy and are generally liquidated by the General Fund.

Pensions

The District has 10 full-time employees and 18 part-time employees. Payments are made to the social security system for them. The Internal Revenue Service has determined that the District's directors are considered to be "employees" for federal payroll tax purposes only. A separate pension plan has not been established for the directors. See Note 7 for information on the retirement plan of the District's full-time employees.

**ANDERSON MILL LIMITED DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 2.      SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Measurement Focus

Measurement focus is a term used to describe which transactions are recognized within the various financial statements. In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position, financial position, and cash flows. All assets and liabilities associated with the activities are reported. Fund equity is classified as net position.

Governmental fund types are accounted for on a spending or financial flow measurement focus. Accordingly, only current assets and current liabilities are included on the Balance Sheet, and the reported fund balances provide an indication of available spendable or appropriable resources. Operating statements of governmental fund types report increases and decreases in available spendable resources. Fund balances in governmental funds are classified using the following hierarchy:

*Nonspendable*: amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact. The District had no such amounts.

*Restricted*: amounts that can be spent only for specific purposes because of constitutional provisions, or enabling legislation, or because of constraints that are imposed externally. The District had no such amounts.

*Committed*: amounts that can be spent only for purposes determined by a formal action of the Board of Directors. The Board is the highest level of decision-making authority for the District. This action must be made no later than the end of the fiscal year. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board. The District had no such amounts.

*Assigned*: amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. The District has not adopted a formal policy regarding the assignment of fund balances. As of September 30, 2021, the District assigned \$484,081 of the current General Fund fund balance to cover the fiscal year 2022 budget deficit.

*Unassigned*: all other spendable amounts in the General Fund.

When expenditures are incurred for which restricted, committed, assigned or unassigned fund balances are available, the District considers amounts to have been spent first out of restricted funds, then committed funds, then assigned funds, and finally unassigned funds.

**ANDERSON MILL LIMITED DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 2.      SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Fair Value Measurements

The District complies with GASB Statement No. 72, *Fair Value Measurement and Application*, which defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction. Fair value accounting requires characterization of the inputs used to measure fair value into a three-level fair value hierarchy as follows:

- Level 1 inputs are based on unadjusted quoted market prices for identical assets or liabilities in an active market the entity has the ability to access.
- Level 2 inputs are observable inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent from the entity.
- Level 3 are unobservable inputs that reflect the entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available.

There are three general valuation techniques that may be used to measure fair value:

- Market approach – uses prices generated by market transactions involving identical or comparable assets or liabilities
- Cost approach – uses the amount that currently would be required to replace the service capacity of an asset (replacement cost)
- Income approach – uses valuation techniques to convert future amounts to present amounts based on current market expectations

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

**ANDERSON MILL LIMITED DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 3. DEPOSITS AND INVESTMENTS**

Deposits

Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The District's deposit policy for custodial credit risk requires compliance with the provisions of Texas statutes.

Texas statutes require that any cash balance in any fund shall, to the extent not insured by the Federal Deposit Insurance Corporation or its successor, be continuously secured by a valid pledge to the District of securities eligible under the laws of Texas to secure the funds of the District, having an aggregate market value, including accrued interest, at all times equal to the uninsured cash balance in the fund to which such securities are pledged. At fiscal year end, the carrying amount of the District's deposits was \$938,205 and the bank balance was \$943,225. Of the bank balance, \$744,354 was covered by federal depository insurance and the remaining balance was covered by collateral pledged in the name of the District and held in a third-party depository.

The carrying values of the deposits are included in the General Fund Balance Sheet and the Statement of Net Position at September 30, 2021, as listed below:

	Cash	Certificates of Deposit	Total
GENERAL FUND	\$ 443,851	\$ 494,354	\$ 938,205

Investments

Under Texas law, the District is required to invest its funds under written investment policies that primarily emphasize safety of principal and liquidity and that address investment diversification, yield, maturity, and the quality and capability of investment management, and all District funds must be invested in accordance with the following investment objectives: understanding the suitability of the investment to the District's financial requirements, first; preservation and safety of principal, second; liquidity, third; marketability of the investments if the need arises to liquidate the investment before maturity, fourth; diversification of the investment portfolio, fifth and yield, sixth. The District's investments must be made "with judgment and care, under prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person's own affairs, not for speculation, but for investment, considering the probable safety of capital and the probable income to be derived." No person may invest District funds without express written authority from the Board of Directors.

**ANDERSON MILL LIMITED DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 3. DEPOSITS AND INVESTMENTS (Continued)**

Investments (Continued)

Texas statutes include specifications for and limitations applicable to the District and its authority to purchase investments as defined in the Public Funds Investment Act. Authorized investments are summarized as follows: (1) obligations of the United States or its agencies and instrumentalities, (2) direct obligations of the State of Texas or its agencies and instrumentalities, (3) certain collateralized mortgage obligations, (4) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States or its agencies and instrumentalities, including obligations that are fully guaranteed or insured by the Federal Deposit Insurance Corporation or by explicit full faith and credit of the United States, (5) certain A rated or higher obligations of states, agencies, counties, cities, and other political subdivisions of any state, (6) bonds issued, assumed or guaranteed by the State of Israel, (7) insured or collateralized certificates of deposit, (8) certain fully collateralized repurchase agreements secured by delivery, (9) certain bankers' acceptances with limitations, (10) commercial paper rated A-1 or P-1 or higher and a maturity of 270 days or less, (11) no-load money market mutual funds and no-load mutual funds with limitations, (12) certain guaranteed investment contracts, (13) certain qualified governmental investment pools and (14) a qualified securities lending program.

As of September 30, 2021, the District had the following investments:

Fund and Investment Type	Fair Value	Weighted Average Maturity (Days)	Moody's or Standard & Poor's Rating
<u>GENERAL FUND</u>			
TexPool	\$ 1,548,893	1	AAAm
Certificates of Deposit	494,354	21	
Commercial Paper	999,081	31	
Municipal Bonds:			
Jersey City, New Jersey	508,270		MIG1
University of Texas	262,270		AA2
Yuma, Arizona	250,000		AA-
	1,020,540	64	
Federal Agency Coupon Securities:			
Federal Home Loan Bank	750,000		AAA
Federal Home Loan Bank	500,000		AAA
	1,250,000	243	
<b>TOTAL INVESTMENTS</b>	<b>\$ 5,312,868</b>	<b>360</b>	

**ANDERSON MILL LIMITED DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 3. DEPOSITS AND INVESTMENTS (Continued)**

Investments (Continued)

The District invests in TexPool, an external investment pool that is not SEC-registered. The State Comptroller of Public Accounts of the State of Texas (the “Comptroller”) has oversight of the pool. Federated Investors, Inc. manages the daily operations of the pool under a contract with the Comptroller. TexPool measures all of its portfolio assets at amortized cost. As a result, the District also measures its investments in TexPool at amortized cost for financial reporting purposes. There are no limitations or restrictions on withdrawals from TexPool.

The District invests excess funds in certificates of deposit, commercial paper, municipal bonds and federal agency coupon securities.

Certificates of deposit are reported by the District at amortized cost under GASB Statement No. 31.

Commercial paper, municipal bonds and federal agency coupon securities are valued using Level 1 inputs that represent unadjusted quoted prices in active markets for identical assets and liabilities that have been accessed at the measurement date. The investments are reported by the District at fair value in accordance with GASB Statement No. 72.

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. At September 30, 2021, the District’s investments were diversified in a local government investment pool, certificates of deposit, commercial paper, municipal bonds and federal agency coupon securities with ratings in compliance with the District’s investment policy. The District further manages credit risk by investing in certificates of deposit with balances that are below FDIC insurance coverage.

Concentration of credit risk is the risk of loss attributed to the magnitude of a government’s investments in a single issuer. Information regarding investments in any one issuer that represents five percent or more of the District’s total investments must be disclosed under GASB Statement No. 40, excluding investments issued or explicitly guaranteed by the U.S. government. At September 30, 2021, the District was not exposed to concentration of credit risk.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of minimizing risk of loss due to interest rate fluctuations, the District’s investment policy sets a maximum stated maturity date of two years for operating funds and three years for reserve special funds. To insure liquidity, a liquidity buffer must be maintained. The maximum weighted average maturity is 180 days and one year for operating funds and reserve special funds, respectively. At the time an investment is placed, the District should verify overall compliance with the investment policy. At September 30, 2021, no holding had a stated maturity over three years and the weighted average of the combined portfolio was 360 days, which includes both operating and reserve special funds.



**ANDERSON MILL LIMITED DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 4. CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2021:

	October 1, 2020	Increases	Decreases	September 30, 2021
<b>Capital Assets Not Being Depreciated</b>				
Land	\$ 626,424	\$	\$	\$ 626,424
Construction in Progress		13,655		13,655
<b>Total Capital Assets Not Being Depreciated</b>	<u>\$ 626,424</u>	<u>\$ 13,655</u>	<u>\$ - 0 -</u>	<u>\$ 640,079</u>
<b>Capital Assets Subject to Depreciation</b>				
Parks and Recreational Facilities	\$ 4,126,159	\$ 16,509	\$	\$ 4,142,668
Buildings	813,238	18,926		832,164
Drainage System	948,569			948,569
Other Capital Assets	471,947			471,947
<b>Total Capital Assets Subject to Depreciation</b>	<u>\$ 6,359,913</u>	<u>\$ 35,435</u>	<u>\$ - 0 -</u>	<u>\$ 6,395,348</u>
<b>Accumulated Depreciation</b>				
Parks and Recreational Facilities	\$ 3,192,544	\$ 147,574	\$	\$ 3,340,118
Buildings	614,720	14,344		629,064
Drainage System	810,743	18,971		829,714
Other Capital Assets	439,096	14,678		453,774
<b>Total Accumulated Depreciation</b>	<u>\$ 5,057,103</u>	<u>\$ 195,567</u>	<u>\$ - 0 -</u>	<u>\$ 5,252,670</u>
<b>Total Depreciable Capital Assets, Net of Accumulated Depreciation</b>	<u>\$ 1,302,810</u>	<u>\$ (160,132)</u>	<u>\$ - 0 -</u>	<u>\$ 1,142,678</u>
<b>Total Capital Assets, Net of Accumulated Depreciation</b>	<u>\$ 1,929,234</u>	<u>\$ (146,477)</u>	<u>\$ - 0 -</u>	<u>\$ 1,782,757</u>

**NOTE 5. PROPERTY TAX**

On May 9, 2009, the voters of the District approved the levy and collection of a maintenance tax not to exceed \$0.50 per \$100 of assessed valuation of taxable property within the District. During the year ended September 30, 2021, the District levied an ad valorem maintenance tax rate of \$0.117455 per \$100 of assessed valuation, which resulted in a tax levy of \$1,149,979 on the adjusted taxable valuation of \$979,025,754 for the 2020 tax year. This maintenance tax is to be used by the General Fund to pay expenditures for maintenance and operations.

All property values and exempt status, if any, are determined by the appraisal district. Assessed values are determined as of January 1 of each year, at which time a tax lien attaches to the related property. Taxes are levied around October/November, are due upon receipt and are delinquent the following February 1. Penalty and interest attach thereafter.

**ANDERSON MILL LIMITED DISTRICT**  
**NOTES TO THE FINACIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 6. RISK MANAGEMENT**

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The District has obtained coverage from commercial insurance companies and the Texas Municipal League Intergovernmental Risk Pool (“TML Pool”) to effectively manage its risk. All risk management activities are accounted for in the General Fund. Expenditures and claims are recognized when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. In determining claims, events that might create claims, but for which none have been reported, are considered.

The TML Pool was established by various political subdivisions in Texas to provide self-insurance for its members and to obtain lower costs for insurance. TML Pool members pay annual contributions to obtain the insurance. Annual contribution rates are determined by the TML Pool Board. Rates are estimated to include all claims expected to occur during the policy including claims incurred but not reported. The TML Pool has established claims reserves for each of the types of insurance offered. Although the TML Pool is a self-insured risk pool, members are not contingently liable for claims filed above the amount of the fixed annual contributions. If losses incurred are significantly higher than actuarially estimated, the TML Pool adjusts the contribution rate for subsequent years. Members may receive returns of contributions if actual results are more favorable than estimated.

**NOTE 7. DEFERRED COMPENSATION PLAN**

The District offers a deferred compensation plan established in accordance with Internal Revenue Code 457(b). Assets and income of the District’s plan are held in custodial accounts with a bank for the exclusive benefit of participants and their beneficiaries. Accordingly, the plan’s assets and liabilities are not recorded in the District’s basic financial statements. During the year ended September 30, 2021, the District’s expenditures related to the plan totaled \$12,314.

**ANDERSON MILL LIMITED DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2021**

**NOTE 8. STRATEGIC PARTNERSHIP AGREEMENT**

The 74<sup>th</sup> Texas Legislature, during the Regular Session in 1995, passed S.B. 1396. This bill allowed the City of Austin (the “City”) and Anderson Mill Utility District (the “Utility District”) to enter into a Strategic Partnership Agreement (the “SPA”). The SPA, which became effective on November 19, 1998, allows for full purpose annexation for different types of property in the Utility District. Full purpose annexation, among other things, allows the City to collect property tax, as well as sales tax. Limited purpose annexation allows the City to collect sales tax only. The City previously annexed full purpose commercial property as described in the agreement on December 30, 1998. The residential property and limited purpose commercial property portion of the SPA commenced on January 1, 2009 with an initial ten-year term through December 31, 2019. The SPA was automatically renewed for another ten-year term commencing on January 1, 2019.

During the limited purpose annexation, the District paid all outstanding bonds prior to December 2008. Any excess funds were kept separate from the District’s General Fund and placed in a special account reflecting the source of these funds. These funds are the property of the District and are used to fund the District now that the full purpose annexation has occurred.

In 2009, voters of the District were asked and approved the creation of the District with taxing authority to exist for an initial term of ten years. The City and the District may extend the term upon mutual agreement. The City will not be responsible for any claims or causes of action arising out of the operation and maintenance of the District. The District will assume responsibility of park up-keep, providing solid waste pick-up and disposal, and enforcing deed restrictions. In accordance with the SPA, the District conveyed water and wastewater facilities to the City effective May 19, 2008. On June 28, 2008, the City assumed all responsibilities related to operations, maintenance, customer service billing, and collections of those facilities.

In August 2017, the City and the District agreed to extend the term of the SPA whereby the term of the District shall automatically renew for successive ten-year terms unless one party provides written notice to the other party at least twelve months in advance of the end of the then existing term if the party does not wish to renew the term of the District.

**NOTE 9. UNCERTAINTIES**

On March 11, 2020, the World Health Organization declared the COVID-19 virus a global pandemic. Since that time, the District has not experienced any decrease in property values or unusual tax delinquencies as a result of COVID-19. Throughout the year, the District has had to revise, delay or suspend certain programs and services for periods of time as a result of the pandemic and COVID-19 outbreaks. The District will continue to carefully monitor the situation and evaluate the financial statement impact, if any, that results from the pandemic.

**ANDERSON MILL LIMITED DISTRICT**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SEPTEMBER 30, 2021**

**ANDERSON MILL LIMITED DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Original Budget	Final Amended Budget	Actual	Variance Positive (Negative)
<b>REVENUES</b>				
Property Taxes, including penalties	\$ 1,171,426	\$ 1,171,426	\$ 1,150,221	\$ (21,205)
Charges for Services	401,601	244,080	278,676	34,596
Investment Revenues	22,000	22,000	27,073	5,073
Miscellaneous Revenues	4,950	5,900	5,795	(105)
<b>TOTAL REVENUES</b>	<u>\$ 1,599,977</u>	<u>\$ 1,443,406</u>	<u>\$ 1,461,765</u>	<u>\$ 18,359</u>
<b>EXPENDITURES</b>				
Service Operations:				
Administrative	\$ 667,503	\$ 652,594	\$ 635,558	\$ 17,036
Pools	490,273	448,222	467,070	(18,848)
Parks	438,878	445,369	410,457	34,912
Programs and Events	197,916	137,202	147,963	(10,761)
Capital Outlay	16,509	16,509	49,090	(32,581)
<b>TOTAL EXPENDITURES</b>	<u>\$ 1,794,570</u>	<u>\$ 1,699,896</u>	<u>\$ 1,710,138</u>	<u>\$ (10,242)</u>
<b>NET CHANGE IN FUND BALANCE</b>	\$ (194,593)	\$ (256,490)	\$ (248,373)	\$ 8,117
<b>FUND BALANCE - OCTOBER 1, 2020</b>	<u>5,919,981</u>	<u>5,919,981</u>	<u>5,919,981</u>	
<b>FUND BALANCE - SEPTMEBER 30, 2021</b>	<u>\$ 5,725,388</u>	<u>\$ 5,663,491</u>	<u>\$ 5,671,608</u>	<u>\$ 8,117</u>

See accompanying independent auditor's report.

**ANDERSON MILL LIMITED DISTRICT**  
**SUPPLEMENTARY INFORMATION REQUIRED BY THE**  
**WATER DISTRICT FINANCIAL MANAGEMENT GUIDE**  
**SEPTEMBER 30, 2021**



**ANDERSON MILL LIMITED DISTRICT  
SERVICES AND RATES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**2. RETAIL SERVICE PROVIDERS (Continued)**

**b. WATER AND WASTEWATER RETAIL CONNECTIONS: (Unaudited)**

<u>Meter Size</u>	<u>Total Connections</u>	<u>Active Connections</u>	<u>ESFC Factor</u>	<u>Active ESFCs</u>
5/8"	_____	_____	x 1.0	_____
≤3/4"	_____	_____	x 1.0	_____
1"	_____	_____	x 2.5	_____
1½"	_____	_____	x 5.0	_____
2"	_____	_____	x 8.0	_____
3"	_____	_____	x 15.0	_____
4"	_____	_____	x 25.0	_____
6"	_____	_____	x 50.0	_____
8"	_____	_____	x 80.0	_____
10"	_____	_____	x 115.0	_____
Total Water Connections	<u><u>N/A</u></u>	<u><u>N/A</u></u>		<u><u>N/A</u></u>
Total Wastewater Connections	<u><u>N/A</u></u>	<u><u>N/A</u></u>	x 1.0	<u><u>N/A</u></u>

**3. TOTAL WATER CONSUMPTION DURING THE FISCAL YEAR ROUNDED TO THE NEAREST THOUSAND: N/A**

See accompanying independent auditor's report.



**ANDERSON MILL LIMITED DISTRICT  
SERVICES AND RATES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**4. STANDBY FEES** (authorized only under TWC Section 49.231):

Does the District have Debt Service standby fees? Yes ☐ No ☒

Does the District have Operation and Maintenance standby fees? Yes ☐ No ☒

**5. LOCATION OF DISTRICT:**

Is the District located entirely within one county?

Yes ☐ No ☒

County or Counties in which District is located:

Williamson County, Texas and Travis County, Texas

Is the District located within a city?

Entirely ☒ Partly ☐ Not at all ☐

City in which District is located:

City of Austin, Texas

Are Board Members appointed by an office outside the District?

Yes ☐ No ☒

See accompanying independent auditor's report.

**ANDERSON MILL LIMITED DISTRICT  
GENERAL FUND EXPENDITURES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

PERSONNEL EXPENDITURES (Including Benefits)	\$ 727,691
PROFESSIONAL FEES:	
Auditing	\$ 10,375
Legal	40,401
Financial Advisor	6,000
TOTAL PROFESSIONAL FEES	<u>\$ 56,776</u>
CONTRACTED SERVICES:	
Appraisal District	\$ 6,441
Bookkeeping	14,509
Tax Collector	1,092
Other Contracted Services	170,333
TOTAL CONTRACTED SERVICES	<u>\$ 192,375</u>
UTILITIES	<u>\$ 179,831</u>
REPAIRS AND MAINTENANCE	<u>\$ 263,369</u>
ADMINISTRATIVE EXPENDITURES:	
Director Fees	\$ 10,650
Dues	2,445
Insurance	11,779
Legal Notices	3,527
Office Supplies and Postage	43,286
Payroll Taxes	57,071
Travel and Education	16,006
Credit Card and Bank Fees	7,129
Other	11,796
TOTAL ADMINISTRATIVE EXPENDITURES	<u>\$ 163,689</u>
CAPITAL OUTLAY -	
Capitalized Assets	<u>\$ 49,090</u>
SECURITY	<u>\$ 71,152</u>
PROGRAMS AND EVENTS	<u>\$ 6,165</u>
TOTAL EXPENDITURES	<u><u>\$ 1,710,138</u></u>
Number of employees employed by the District:	
Full-time	<u>10</u>
Part-time	<u>18</u>

Note: During the summer, the District will employ up to 60 part-time employees.

See accompanying independent auditor's report.

**ANDERSON MILL LIMITED DISTRICT  
INVESTMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

<u>Funds</u>	<u>Identification or Certificate Number</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Balance at End of Year</u>	<u>Accrued Interest Receivable at End of Year</u>
TexPool	XXXX0002	Varies	Daily	\$ 1,548,893	\$
Certificate of Deposit	XXXX9816	0.19%	12/28/21	245,354	
Certificate of Deposit	XXXX5XS5	0.20%	09/29/22	249,000	3
Commercial Paper	XXXXBDV1	N/A	04/29/22	499,444	
Commercial Paper	XXXXQB17	N/A	02/01/22	499,637	
Municipal Bond	XXXX6QP1	2.00%	12/02/21	508,270	8,277
Municipal Bond	XXXX9SK5	2.80%	04/15/23	262,270	3,222
Municipal Bond	XXXXWAC7	0.53%	07/15/23	250,000	278
Federal Agency Coupon Security	XXXXMT85	0.40%	06/28/24	750,000	775
Federal Agency Coupon Security	XXXXNVA5	0.50%	09/10/24	<u>500,000</u>	<u>146</u>
TOTAL				<u>\$ 5,312,868</u>	<u>\$ 12,701</u>

See accompanying independent auditor's report.

**ANDERSON MILL LIMITED DISTRICT  
TAXES LEVIED AND RECEIVABLE  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Maintenance Taxes</u>	
TAXES RECEIVABLE -		
OCTOBER 1, 2020	\$ 15,046	
Adjustments to Beginning		
Balance	<u>(1,498)</u>	\$ 13,548
Original 2020 Tax Levy	\$ 1,148,805	
Adjustment to 2020 Tax Levy	<u>1,174</u>	<u>1,149,979</u>
TOTAL TO BE		
ACCOUNTED FOR		\$ 1,163,527
TAX COLLECTIONS:		
Prior Years	\$ 1,099	
Current Year	<u>1,145,715</u>	<u>1,146,814</u>
TAXES RECEIVABLE -		
SEPTEMBER 30, 2021		<u>\$ 16,713</u>
TAXES RECEIVABLE BY		
YEAR:		
2020	\$ 4,264	
2019	2,346	
2018	2,082	
2017	2,016	
2016	1,546	
2015 and Prior	<u>4,459</u>	
TOTAL		<u>\$ 16,713</u>

See accompanying independent auditor's report.

**ANDERSON MILL LIMITED DISTRICT  
TAXES LEVIED AND RECEIVABLE  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
TOTAL PROPERTY VALUATIONS	<u>\$ 979,025,754</u>	<u>\$ 937,129,597</u>	<u>\$ 878,706,644</u>	<u>\$ 835,917,828</u>
TAX RATE PER \$100 VALUATION:				
Maintenance	<u>\$ 0.117455</u>	<u>\$ 0.117707</u>	<u>\$ 0.117083</u>	<u>\$ 0.117083</u>
ADJUSTED TAX LEVY*	<u>\$ 1,149,979</u>	<u>\$ 1,103,301</u>	<u>\$ 1,029,020</u>	<u>\$ 978,954</u>
PERCENTAGE OF TAXES COLLECTED TO TAXES LEVIED	<u>99.63 %</u>	<u>99.79 %</u>	<u>99.80 %</u>	<u>99.79 %</u>

\* Based upon adjusted tax at time of audit for the period in which the tax was levied.

Maintenance Tax – Maximum operations and maintenance tax rate of \$0.50 per \$100 of assessed valuation approved by voters on May 9, 2009.

See accompanying independent auditor's report.

**ANDERSON MILL LIMITED DISTRICT  
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES  
GENERAL FUND - FIVE YEARS**

	Amounts		
	2021	2020	2019
<b>REVENUES</b>			
Property Taxes, including penalties	\$ 1,150,221	\$ 1,104,052	\$ 1,028,129
Charges for Services	278,676	195,666	467,959
Investment Revenues	27,073	98,046	141,068
Miscellaneous Revenues	<u>5,795</u>	<u>7,021</u>	<u>6,907</u>
<b>TOTAL REVENUES</b>	<u>\$ 1,461,765</u>	<u>\$ 1,404,785</u>	<u>\$ 1,644,063</u>
<b>EXPENDITURES</b>			
Administrative	\$ 635,558	\$ 627,080	\$ 653,993
Pools	467,070	408,188	455,949
Parks	410,457	356,194	372,818
Programs and Events	147,963	143,940	192,263
Capital Outlay	<u>49,090</u>	<u>42,959</u>	<u>83,922</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 1,710,138</u>	<u>\$ 1,578,361</u>	<u>\$ 1,758,945</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>\$ (248,373)</u>	<u>\$ (173,576)</u>	<u>\$ (114,882)</u>
<b>OTHER FINANCING SOURCES</b>			
Proceeds from Sale of Capital Assets	<u>\$ - 0 -</u>	<u>\$ 5,000</u>	<u>\$ - 0 -</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (248,373)</u>	<u>\$ (168,576)</u>	<u>\$ (114,882)</u>
<b>BEGINNING FUND BALANCE</b>	<u>5,919,981</u>	<u>6,088,557</u>	<u>6,203,439</u>
<b>ENDING FUND BALANCE</b>	<u>\$ 5,671,608</u>	<u>\$ 5,919,981</u>	<u>\$ 6,088,557</u>

See accompanying independent auditor's report.

		Percentage of Total Revenue				
2018	2017	2021	2020	2019	2018	2017
\$ 978,639	\$ 944,116	78.7 %	78.6 %	62.5 %	65.0 %	66.9 %
402,486	381,316	19.1	13.9	28.5	26.8	27.1
110,762	72,873	1.8	7.0	8.6	7.4	5.2
11,397	11,051	0.4	0.5	0.4	0.8	0.8
<u>\$ 1,503,284</u>	<u>\$ 1,409,356</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>
\$ 726,140	\$ 687,963	43.5 %	44.6 %	39.9 %	48.4 %	48.9 %
466,898	513,260	31.9	29.1	27.7	31.1	36.4
355,085	421,585	28.1	25.4	22.7	23.6	29.9
155,496	206,184	10.1	10.2	11.7	10.3	14.6
129,985	184,820	3.4	3.1	5.1	8.6	13.1
<u>\$ 1,833,604</u>	<u>\$ 2,013,812</u>	<u>117.0 %</u>	<u>112.4 %</u>	<u>107.1 %</u>	<u>122.0 %</u>	<u>142.9 %</u>
<u>\$ (330,320)</u>	<u>\$ (604,456)</u>	<u>(17.0) %</u>	<u>(12.4) %</u>	<u>(7.1) %</u>	<u>(22.0) %</u>	<u>(42.9) %</u>
<u>\$ 6,000</u>	<u>\$ - 0 -</u>					
\$ (324,320)	\$ (604,456)					
<u>6,527,759</u>	<u>7,132,215</u>					
<u>\$ 6,203,439</u>	<u>\$ 6,527,759</u>					

See accompanying independent auditor's report.

**ANDERSON MILL LIMITED DISTRICT  
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS  
SEPTEMBER 30, 2021**

District Mailing Address - 11500 El Salido Parkway  
Austin, Texas 78750

District Telephone Number - (512) 258-4104

<b>Board Members</b>	<b>Term of Office (Elected or Appointed)</b>	<b>Fees of Office for the year ended September 30, 2021</b>	<b>Expense Reimbursements for the year ended September 30, 2021</b>	<b>Title</b>
John Kiracofe	05/20 05/24 (Elected)	\$ 2,525	\$ 420	President
Cindy Ottenbacher	05/20 05/24 (Elected)	\$ 2,525	\$ 420	Vice President
Paul Hermesmeyer	08/21 05/22 (Appointed)	\$ 1,050	\$ -0-	Secretary
Fred Morgan	05/20 05/24 (Elected)	\$ 2,250	\$ -0-	Treasurer
R. Mike Chaney	05/18 05/22 (Elected)	\$ 3,425	\$ 420	Assistant Secretary/ Treasurer
Fred Grampp	05/18 08/21 (Elected)	\$ 2,375	\$ 420	Former Director

Notes: No Director has any business or family relationships (as defined by the Texas Water Code) with major landowners in the District, with the District's developers or with any of the District's consultants.

Submission date of most recent District Registration Form: August 12, 2021

The limit on Fees of Office that a Director may receive during a fiscal year is \$7,200 as set by Board Resolution (TWC Section 49.060). Fees of Office are the amounts actually paid to a Director during the District's current fiscal year.

See accompanying independent auditor's report.



**ANDERSON MILL LIMITED DISTRICT  
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS  
SEPTEMBER 30, 2021**

	<u>Date Hired</u>	<u>Fees for the year ended September 30, 2021</u>	<u>Title</u>
<b>Consultants:</b>			
McGinnis, Lochridge & Kilgore, L.L.P.	10/1/09	\$ 40,401	Attorney
McCall Gibson Swedlund Barfoot PLLC	01/12/17	\$ 10,375	Auditor
Amy Farrar	10/1/08	\$ 13,886	Bookkeeper
Patterson & Associates	10/8/09	\$ 6,000	Financial Advisor
Williamson County Tax Assessor-Collector	05/23/01	\$ 955	Tax Assessor/ Collector
Travis County Tax Assessor-Collector	05/23/01	\$ 137	Tax Assessor/ Collector

See accompanying independent auditor's report.

