



# ***Comprehensive Annual Financial Review (CAFR) Year Ended August 31, 2015***

***Presented by  
David Thompson  
Chief Financial Officer***



# ***Overview***

- **Purpose**
- **Highlights**
- **Report of Independent Auditor**



# ***Purpose***

- **Present fairly financial results of operations**
- **Generally Accepted Accounting Principles (GAAP)**
- **Governmental Accounting Standards Board (GASB)**
- **Compliance (Single Audit)**



# ***Report Highlights***

- **CAFR is a historical document, presenting the results from FY end 8/31/2015.**
  - **Accrual (GAAP) basis**
- **Annual Operating Plan (Budget) is a prospective document, representing a FY end 8/31/2015 planned results.**
  - **Primarily cash basis**



# ***Report Highlights***

## **Three Sections**

- **Introductory**
- **Financial**
  - **Supplemental Information**
- **Statistical (Unaudited)**



# Budget To Actual Reconciliation

## FY 2015

All lines of business (in thousands)

	FY2015 Budget	FY2015 Budgeted Actual	FY2015 CAFR Actual
Revenues	\$ 51,233	\$ 54,070	\$ 57,115
Expenses	(50,421)	(45,072)	(49,643)
Surplus/(Deficit)	812	8,998	7,472
<b><u>Reconciling Items:</u></b>			
Depreciation vs. debt service (principal)		(3,740)	-
Lake Limestone 40 yr contract close out deferred revenue		2,761	-
GASB 68 entry for pension costs		(684)	-
Capitalized expenditures		471	-
Other		(334)	-
		<u>\$ 7,472</u>	<u>\$ 7,472</u>



# ***CAFR Financial Highlights***

*All lines of business (in millions)*

	<u>FY2014</u>	<u>FY2015</u>
Operating Revenues	\$ 51.0	\$ 54.9
Operating Expenses	<u>(43.8)</u>	<u>(45.0)</u>
Operating Income	7.2	9.9
Interest Expense	(4.3)	(4.4)
Investment Income	0.5	0.5
Other Non-Operating Items	<u>(1.1)</u>	<u>1.4</u>
Net Income/(Loss)	<u>2.3</u>	<u>7.4</u>
Working Capital	46.4	54.5
Total Net Assets	\$ 239.6	\$ 247.0

NOTE: Prior year restated for GASB 68 pension rule \$5M



# ***Report of Independent Auditor***

## **Padgett Stratemann & Co.**

***Mike O'Brien***  
***Partner in Charge***





**Brazos  
River  
Authority**