



ACCOUNTANT'S COMPILATION REPORT

To the Town Council
Town of Westover Hills, Texas

We have compiled the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Westover Hills, Texas (the "Town") as of December 31, 2013 and for the months and year-to-date periods then ended, which collectively comprise the Town's basic financial statements as listed in the table of contents. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

The management of the Town is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements. During our compilation, we did become aware of departures from accounting principles generally accepted in the United States of America that is described in the following paragraph.

The financial statements compiled by us confirm to the format requested by management of the Town. This format includes certain information that is not required by generally accepted accounting principles, and it excludes other information that is required by generally accepted accounting principles. The differences in content and format of these compiled financial statements compared with those required by generally accepted accounting principles and by the Governmental Accounting Standards Board is significant. In addition, management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted financial statement information and disclosures were included in the financial statements, they might influence the user's conclusions about the Town's financial position, results of activities, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to the Town.

A handwritten signature in blue ink that reads "Hartman Leito & Bolt, LLP".

Fort Worth, Texas
January 16, 2014

**Town of Westover Hills
Financial Statements
December 31, 2013**

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**Town of Westover Hills
General Fund
Balance Sheets
As of December 31, 2013
With Comparative Prior Month Actual, Current Month Budget and Prior Year-End Actual Amounts**

	Notes	Actual 12/31/13	Actual 11/30/13	Budget 12/31/13	Actual Prior Year End 9/30/13
<u>Assets</u>					
Checking		\$ 556,062	\$ 138,606	\$ 152,152	\$ 36,442
Tex Pool		731,898	731,857	1,153,437	1,031,742
Petty Cash		2,435	2,232	743	1,242
Total Cash		1,290,395	872,695	1,306,332	1,069,426
Franchise Fees Receivable		-	-	-	62,624
Property Taxes Receivable		1,091,797	1,673,291	1,051,040	5,407
Garbage Fees Receivable		5,560	3,789	8,904	9,821
Alarm Fees Receivable		2,772	3,211	5,716	3,781
Prepaid Expenses		33,105	36,783	27,613	-
Due From Water Fund	1	5,349	5,349	-	-
Total Assets		\$ 2,428,978	\$ 2,595,118	\$ 2,399,605	\$ 1,151,059
<u>Liabilities</u>					
Accounts Payable		\$ -	\$ -	\$ 32,275	\$ 23,928
Accrued Payroll Taxes and Benefits		12,878	4,917	4,568	5,482
Accrued Salaries		8,191	21,844	31,504	35,222
Sales Tax Payable		1,952	1,134	1,202	1,939
Due To Water Fund		-	-	-	-
Deferred Revenue		1,091,797	1,673,291	1,051,040	5,407
Total Liabilities		1,114,818	1,701,186	1,120,589	71,978
<u>Fund Balance</u>					
Fund Balance, Beginning		1,079,081	1,079,081	986,960	1,165,160
Net Change in Fund Balance, Year to Date		235,079	(185,149)	292,056	(86,079)
Fund Balance, Ending		1,314,160	893,932	1,279,016	1,079,081
Total Liabilities & Fund Balance		\$ 2,428,978	\$ 2,595,118	\$ 2,399,605	\$ 1,151,059

**Town of Westover Hills
General Fund
Statements of Revenues, Expenditures and Changes in Fund Balance
For the Month and Year to Date Period Ended December 31, 2013
With Comparative Budget and Budget Variance Amounts**

	Notes	Current Period			Year to Date			Annual Budget
		Actual	Budget	Variance	Actual	Budget	Variance	
Revenues								
Ad Valorem Tax		\$ 581,493	\$ 605,684	\$ (24,191)	\$ 695,035	\$ 730,384	\$ (35,349)	\$ 1,783,925
Franchise Fees		-	-	-	3,778	-	3,778	100,000
Building Permits	2	742	5,833	(5,091)	3,484	17,499	(14,015)	70,000
Court Fines		1,348	2,500	(1,152)	4,756	7,500	(2,744)	30,000
Garbage		4,254	4,167	87	10,807	12,501	(1,694)	50,000
Alarm Fees		2,793	2,675	118	8,493	8,025	468	32,100
Interest Income		40	100	(60)	156	300	(144)	1,200
Miscellaneous		-	-	-	35	-	35	-
Sale of Assets		-	333	(333)	-	999	(999)	4,000
Donations		491	-	491	1,871	-	1,871	-
Reimbursement from Water Fund		4,000	4,000	-	12,000	12,000	-	48,000
Total General Revenues		595,161	625,292	(30,131)	740,415	789,208	(48,793)	2,119,225
Expenditures								
Personnel	3	3,628	11,829	8,201	12,654	35,487	22,833	141,949
Building & Office		7,375	3,947	(3,428)	17,004	11,841	(5,163)	47,368
Contractual Services	4	37,440	14,327	(23,113)	67,577	42,981	(24,596)	171,929
Capital		-	-	-	74	-	(74)	30,000
Total Administration		48,443	30,103	(18,340)	97,309	90,309	(7,000)	391,246
Personnel		4,631	6,096	1,465	17,435	18,288	853	73,155
Vehicle		-	68	68	68	204	136	810
Building & Office		751	1,046	295	1,770	3,138	1,368	12,550
Capital		-	-	-	-	-	-	5,200
Total Building		5,382	7,210	1,828	19,273	21,630	2,357	91,715
Personnel		51,881	70,064	18,183	207,724	210,192	2,468	840,764
Vehicle		1,674	3,413	1,739	6,123	10,239	4,116	40,958
Building & Office		2,870	3,017	147	8,788	9,051	263	36,200
Capital		-	-	-	8,023	-	(8,023)	8,000
Total Police		56,425	76,494	20,069	230,658	229,482	(1,176)	925,922
Fire Protection		13,701	13,701	-	41,103	41,103	-	164,411
Total Fire Protection		13,701	13,701	-	41,103	41,103	-	164,411
Labor - Temporary Service		1,000	1,000	-	3,000	3,000	-	12,000
Miscellaneous		-	17	17	-	51	51	208
Prisoner Costs		50	167	117	150	501	351	2,000
State Reimbursement		-	-	-	1,980	-	(1,980)	-
Court Administration Rent		1,765	1,667	(98)	3,530	5,001	1,471	20,000
Total Municipal Court		2,815	2,851	36	8,660	8,553	(107)	34,208
Personnel		18,590	21,734	3,144	63,093	65,202	2,109	260,813
Vehicle		2,313	1,604	(709)	4,241	4,811	570	19,250
Building & Office	5	21,618	2,004	(19,614)	25,172	6,012	(19,160)	24,050
Other City Service Costs		504	2,083	1,579	4,038	6,251	2,213	25,000
Garbage Collection		4,881	5,000	119	8,291	15,000	6,709	60,000
Street Repairs		261	833	572	1,976	2,499	523	10,000
Capital		-	-	-	1,522	6,300	4,778	106,300
Total Public Works		48,167	33,258	(14,909)	108,333	106,075	(2,258)	505,413
Total General Fund Expenditures		174,933	163,617	(11,316)	505,336	497,152	(8,184)	2,112,915
Net Change in Fund Balance		\$ 420,228	\$ 461,675	\$ (41,447)	\$ 235,079	\$ 292,056	\$ (56,977)	\$ 6,310
Change in Fund Balance Excluding Capital Expenditures		\$ 420,228	\$ 461,675	\$ (41,447)	\$ 244,698	\$ 298,356	\$ (53,658)	\$ 155,810

**Town of Westover Hills
General Fund
Statements of Revenues, Expenditures and Changes in Fund Balance
For the Month and Year to Date Period Ended December 31, 2013
With Comparative Budget and Budget Variance Amounts**

Notes	Current Period			Year to Date			Annual Budget
	Actual	Budget	Variance	Actual	Budget	Variance	
Supplemental: Capital Expenditures							
Police Department Flooring	\$ -	\$ -	\$ -	\$ 74	\$ -	\$ (74)	\$ -
Canterbury Dr Overlay	-	-	-	197	-	(197)	90,000
Cameras & Lighting	-	-	-	922	-	(922)	-
Road Sander	-	-	-	403	6,300	5,897	6,300
Security Gate	-	-	-	-	-	-	5,000
Crack Sealing	-	-	-	-	-	-	5,000
Bathroom Remodel	-	-	-	-	-	-	30,000
Digital Video System	-	-	-	6,995	-	(6,995)	8,000
Ballistic Vest	-	-	-	1,028	-	(1,028)	-
Large Format Scanner	-	-	-	-	-	-	5,200
Total Capital Expenditures	\$ -	\$ -	\$ -	\$ 9,619	\$ 6,300	\$ (3,319)	\$ 149,500
Supplemental: All Departments Expense							
Personnel	\$ 78,730	\$ 109,723	\$ 30,993	\$ 300,906	\$ 329,169	\$ 28,263	\$ 1,316,681
Vehicle	3,987	5,085	1,098	10,432	15,254	4,822	61,018
Building & Office	32,614	10,014	(22,600)	52,734	30,042	(22,692)	120,168
Contractual Services	37,440	14,327	(23,113)	67,577	42,981	(24,596)	171,929
Labor - Temporary Service	1,000	1,000	-	3,000	3,000	-	12,000
Fire Protection	13,701	13,701	-	41,103	41,103	-	164,411
Miscellaneous	-	17	17	-	51	51	208
Prisoner Costs	50	167	117	150	501	351	2,000
State Reimbursement	-	-	-	1,980	-	(1,980)	-
Court Administration Rent	1,765	1,667	(98)	3,530	5,001	1,471	20,000
Other City Service Costs	504	2,083	1,579	4,038	6,251	2,213	25,000
Garbage Collection	4,881	5,000	119	8,291	15,000	6,709	60,000
Street Repairs	261	833	572	1,976	2,499	523	10,000
Capital	-	-	-	9,619	6,300	(3,319)	149,500
Total General Fund Expenditures	\$ 174,933	\$ 163,617	\$ (11,316)	\$ 505,336	\$ 497,152	\$ (8,184)	\$ 2,112,915

**Town of Westover Hills
General Fund
Statements of Cash Flows
For the Month and Year to Date Period Ended December 31, 2013
With Comparative Budget and Budget Variance Amounts**

	Current Period			Year to Date			Annual Budget
	Actual	Budget	Variance	Actual	Budget	Variance	
<u>Operating Activities</u>							
Change in Fund Balance Excluding Capital Expenditures	\$ 420,228	\$ 461,675	\$ (41,447)	\$ 244,698	\$ 298,356	\$ (53,658)	\$ 155,810
Adjustments to reconcile change in fund balance excluding capital expenditures to net cash (used in) provided by operating activities:							
Franchise Fees Receivable	-	-	-	62,624	80,000	(17,376)	-
Garbage Fees Receivable	(1,771)	-	(1,771)	4,261	(178)	4,439	(178)
Alarm Fees Receivable	439	-	439	1,009	(712)	1,721	(712)
Prepaid Expenses	3,678	3,068	610	(33,105)	(27,613)	(5,492)	-
Due to (from) Water Fund	-	-	-	(5,349)	-	(5,349)	-
Accounts Payable	-	-	-	(23,928)	(2,788)	(21,140)	(2,788)
Accrued Payroll Taxes and Benefits	7,961	1,246	6,715	7,396	(2,043)	9,439	864
Accrued Salaries	(13,653)	8,592	(22,245)	(27,031)	(14,089)	(12,942)	5,959
Sales Tax Payable	818	-	818	13	(966)	979	(960)
Net Cash provided by (used in) Operating Activities	417,700	474,581	(56,881)	230,588	329,967	(99,379)	157,995
Investing Activities							
Capital Expenditures	-	-	-	(9,619)	(6,300)	(3,319)	(149,500)
Net Cash provided by (used in) Investing Activities	-	-	-	(9,619)	(6,300)	(3,319)	(149,500)
Net Cash provided by (used in) Financing Activities	-	-	-	-	-	-	-
Net Change in Cash	417,700	474,581	(56,881)	220,969	323,667	(102,698)	8,495
Cash, Beginning of Period	872,695	831,751	40,944	1,069,426	982,665	86,761	982,665
Cash, End of Period	\$1,290,395	\$1,306,332	\$ (15,937)	\$1,290,395	\$1,306,332	\$ (15,937)	\$ 991,160

**Town of Westover Hills
General Fund
Balance Sheet - Trending
For the Months Ended September 30, 2013 through December 31, 2013**

	<u>Sep-13</u>	<u>Oct-13</u>	<u>Nov-13</u>	<u>Dec-13</u>	<u>Jan-14</u>	<u>Feb-14</u>	<u>Mar-14</u>	<u>Apr-14</u>	<u>May-14</u>	<u>Jun-14</u>	<u>Jul-14</u>	<u>Aug-14</u>	<u>Sep-14</u>
Assets													
Checking	\$ 36,442	\$ 104,392	\$ 138,606	\$ 556,062	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Tex Pool	1,031,742	881,806	731,857	731,898	-	-	-	-	-	-	-	-	-
Petty Cash	1,242	2,237	2,232	2,435	-	-	-	-	-	-	-	-	-
Total Cash	1,069,426	988,435	872,695	1,290,395	-	-	-	-	-	-	-	-	-
Franchise Fees Receivable	62,624	-	-	-	-	-	-	-	-	-	-	-	-
Property Taxes Receivable	5,407	1,746,492	1,673,291	1,091,797	-	-	-	-	-	-	-	-	-
Garbage Fees Receivable	9,821	4,638	3,789	5,560	-	-	-	-	-	-	-	-	-
Alarm Fees Receivable	3,781	3,359	3,211	2,772	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	40,462	36,783	33,105	-	-	-	-	-	-	-	-	-
Due From Water Fund	-	5,349	5,349	5,349	-	-	-	-	-	-	-	-	-
Total Assets	\$ 1,151,059	\$ 2,788,735	\$ 2,595,118	\$ 2,428,978	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Liabilities													
Accounts Payable	\$ 23,928	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Payroll Taxes and Benefits	5,482	6,367	4,917	12,878	-	-	-	-	-	-	-	-	-
Accrued Salaries	35,222	54,610	21,844	8,191	-	-	-	-	-	-	-	-	-
Sales Tax Payable	1,939	713	1,134	1,952	-	-	-	-	-	-	-	-	-
Due To Water Fund	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred Revenue	5,407	1,746,492	1,673,291	1,091,797	-	-	-	-	-	-	-	-	-
Total Liabilities	71,978	1,808,182	1,701,186	1,114,818	-	-	-	-	-	-	-	-	-
Fund Balance													
Fund Balance, Beginning	1,165,160	1,079,081	1,079,081	1,079,081	-	-	-	-	-	-	-	-	-
Change in Fund Balance, Year to Date	(86,079)	(98,528)	(185,149)	235,079	-	-	-	-	-	-	-	-	-
Fund Balance, Ending	1,079,081	980,553	893,932	1,314,160	-	-	-	-	-	-	-	-	-
Total Liabilities & Fund Balance	\$ 1,151,059	\$ 2,788,735	\$ 2,595,118	\$ 2,428,978	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Town of Westover Hills
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance - Trending
For the Months Ended October 31, 2013 through December 31, 2013

	<u>Oct-13</u>	<u>Nov-13</u>	<u>Dec-13</u>	<u>Jan-14</u>	<u>Feb-14</u>	<u>Mar-14</u>	<u>Apr-14</u>	<u>May-14</u>	<u>Jun-14</u>	<u>Jul-14</u>	<u>Aug-14</u>	<u>Sep-14</u>	<u>Total</u>
Revenues													
Ad Valorem Tax	\$ 40,341	\$ 73,201	\$ 581,493	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 695,035
Franchise Fees	-	3,778	-	-	-	-	-	-	-	-	-	-	3,778
Building Permits	1,299	1,443	742	-	-	-	-	-	-	-	-	-	3,484
Court Fines	1,731	1,677	1,348	-	-	-	-	-	-	-	-	-	4,756
Garbage	3,798	2,755	4,254	-	-	-	-	-	-	-	-	-	10,807
Alarm Fees	2,932	2,768	2,793	-	-	-	-	-	-	-	-	-	8,493
Interest Income	65	51	40	-	-	-	-	-	-	-	-	-	156
Miscellaneous	25	10	-	-	-	-	-	-	-	-	-	-	35
Sale of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Donations	1,380	-	491	-	-	-	-	-	-	-	-	-	1,871
Reimbursement from Water Fund	4,000	4,000	4,000	-	-	-	-	-	-	-	-	-	12,000
Total General Revenues	55,571	89,683	595,161	-	-	-	-	-	-	-	-	-	740,415
Expenditures													
Personnel	4,479	4,547	3,628	-	-	-	-	-	-	-	-	-	12,654
Building & Office	6,177	3,452	7,375	-	-	-	-	-	-	-	-	-	17,004
Contractual Services	12,041	18,096	37,440	-	-	-	-	-	-	-	-	-	67,577
Capital	74	-	-	-	-	-	-	-	-	-	-	-	74
Total Administration	22,771	26,095	48,443	-	-	-	-	-	-	-	-	-	97,309
Personnel	6,958	5,846	4,631	-	-	-	-	-	-	-	-	-	17,435
Vehicle	-	68	-	-	-	-	-	-	-	-	-	-	68
Building & Office	860	159	751	-	-	-	-	-	-	-	-	-	1,770
Capital	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Building	7,818	6,073	5,382	-	-	-	-	-	-	-	-	-	19,273
Personnel	76,758	79,085	51,881	-	-	-	-	-	-	-	-	-	207,724
Vehicle	2,233	2,216	1,674	-	-	-	-	-	-	-	-	-	6,123
Building & Office	3,958	1,960	2,870	-	-	-	-	-	-	-	-	-	8,788
Capital	-	8,023	-	-	-	-	-	-	-	-	-	-	8,023
Total Police	82,949	91,284	56,425	-	-	-	-	-	-	-	-	-	230,658
Fire Protection	13,701	13,701	13,701	-	-	-	-	-	-	-	-	-	41,103
Total Fire Protection	13,701	13,701	13,701	-	-	-	-	-	-	-	-	-	41,103
Labor - Temporary Service	1,000	1,000	1,000	-	-	-	-	-	-	-	-	-	3,000
Miscellaneous	-	-	-	-	-	-	-	-	-	-	-	-	-
Prisoner Costs	-	100	50	-	-	-	-	-	-	-	-	-	150
State Reimbursement	1,980	-	-	-	-	-	-	-	-	-	-	-	1,980
Court Administration Rent	-	1,765	1,765	-	-	-	-	-	-	-	-	-	3,530
Total Municipal Court	2,980	2,865	2,815	-	-	-	-	-	-	-	-	-	8,660
Personnel	23,280	21,223	18,590	-	-	-	-	-	-	-	-	-	63,093
Vehicle	396	1,532	2,313	-	-	-	-	-	-	-	-	-	4,241
Building & Office	1,434	2,120	21,618	-	-	-	-	-	-	-	-	-	25,172
Other City Service Costs	3,504	30	504	-	-	-	-	-	-	-	-	-	4,038
Garbage Collection	(693)	4,103	4,881	-	-	-	-	-	-	-	-	-	8,291
Street Repairs	(5,563)	7,278	261	-	-	-	-	-	-	-	-	-	1,976
Capital	1,522	-	-	-	-	-	-	-	-	-	-	-	1,522
Total Public Works	23,880	36,286	48,167	-	-	-	-	-	-	-	-	-	108,333

See accompanying accountant's compilation report.

**Town of Westover Hills
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance - Trending
For the Months Ended October 31, 2013 through December 31, 2013**

	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14	Jul-14	Aug-14	Sep-14	Total
Total General Fund Expenditures	154,099	176,304	174,933	-	-	-	-	-	-	-	-	-	505,336
Change in Fund Balance	\$ (98,528)	\$ (86,621)	\$ 420,228	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 235,079
Change in Fund Balance Excluding Capital Expenditures	\$ (96,932)	\$ (78,598)	\$ 420,228	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 244,698
Supplemental information: Capital Expenditures													
Police Department Flooring	\$ 74	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 74
Canterbury Dr Overlay	197	-	-	-	-	-	-	-	-	-	-	-	197
Cameras & Lighting	922	-	-	-	-	-	-	-	-	-	-	-	922
Road Sander	403	-	-	-	-	-	-	-	-	-	-	-	403
Security Gate	-	-	-	-	-	-	-	-	-	-	-	-	-
Crack Sealing	-	-	-	-	-	-	-	-	-	-	-	-	-
Bathroom Remodel	-	-	-	-	-	-	-	-	-	-	-	-	-
Digital Video System	-	6,995	-	-	-	-	-	-	-	-	-	-	6,995
Ballistic Vest	-	1,028	-	-	-	-	-	-	-	-	-	-	1,028
Large Format Scanner	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditures	\$ 1,596	\$ 8,023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,619
Supplemental: All Departments Expense													
Personnel	\$ 111,475	\$ 110,701	\$ 78,730	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 300,906
Vehicle	2,629	3,816	3,987	-	-	-	-	-	-	-	-	-	10,432
Building & Office	12,429	7,691	32,614	-	-	-	-	-	-	-	-	-	52,734
Contractual Services	12,041	18,096	37,440	-	-	-	-	-	-	-	-	-	67,577
Labor - Temporary Service	1,000	1,000	1,000	-	-	-	-	-	-	-	-	-	3,000
Fire Protection	13,701	13,701	13,701	-	-	-	-	-	-	-	-	-	41,103
Prisoner Costs	-	100	50	-	-	-	-	-	-	-	-	-	150
State Reimbursement	1,980	-	-	-	-	-	-	-	-	-	-	-	1,980
Court Administration Rent	-	1,765	1,765	-	-	-	-	-	-	-	-	-	3,530
Other City Service Costs	3,504	30	504	-	-	-	-	-	-	-	-	-	4,038
Garbage Collection	(693)	4,103	4,881	-	-	-	-	-	-	-	-	-	8,291
Street Repairs	(5,563)	7,278	261	-	-	-	-	-	-	-	-	-	1,976
Capital	1,596	8,023	-	-	-	-	-	-	-	-	-	-	9,619
Total General Fund Expenditures	\$ 154,099	\$ 176,304	\$ 174,933	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 505,336

**Town of Westover Hills
General Fund
Statement of Cash Flow - Trending
For the Months Ended October 31, 2013 through December 31, 2013**

	<u>Oct-13</u>	<u>Nov-13</u>	<u>Dec-13</u>	<u>Jan-14</u>	<u>Feb-14</u>	<u>Mar-14</u>	<u>Apr-14</u>	<u>May-14</u>	<u>Jun-14</u>	<u>Jul-14</u>	<u>Aug-14</u>	<u>Sep-14</u>	<u>FY 2014</u>
Operating Activities													
Change in Fund Balance Excluding Capital Expenditures	\$ (96,932)	\$ (78,598)	\$ 420,228	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 244,698
Adjustments to reconcile change in fund balance excluding capital expenditures to net cash provided by (used in) operating activities:													
Franchise Fees Receivable	62,624	-	-	-	-	-	-	-	-	-	-	-	62,624
Garbage Fees Receivable	5,183	849	(1,771)	-	-	-	-	-	-	-	-	-	4,261
Alarm Fees Receivable	422	148	439	-	-	-	-	-	-	-	-	-	1,009
Prepaid Expenses	(40,462)	3,679	3,678	-	-	-	-	-	-	-	-	-	(33,105)
Due to (from) Water Fund	(5,349)	-	-	-	-	-	-	-	-	-	-	-	(5,349)
Accounts Payable	(23,928)	-	-	-	-	-	-	-	-	-	-	-	(23,928)
Accrued Payroll Taxes and Benefits	885	(1,450)	7,961	-	-	-	-	-	-	-	-	-	7,396
Accrued Salaries	19,388	(32,766)	(13,653)	-	-	-	-	-	-	-	-	-	(27,031)
Sales Tax Payable	(1,226)	421	818	-	-	-	-	-	-	-	-	-	13
Net Cash provided by (used in) Operating Activities	(79,395)	(107,717)	417,700	-	-	-	-	-	-	-	-	-	230,588
Investing Activities													
Capital Expenditures	(1,596)	(8,023)	-	-	-	-	-	-	-	-	-	-	(9,619)
Net Cash provided by (used in) Investing Activities	(1,596)	(8,023)	-	-	-	-	-	-	-	-	-	-	(9,619)
Net Cash provided by (used in) Financing Activities	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Change in Cash	(80,991)	(115,740)	417,700	-	-	-	-	-	-	-	-	-	220,969
Cash, Beginning of Period	1,069,426	988,435	872,695	-	-	-	-	-	-	-	-	-	1,069,426
Cash, End of Period	\$ 988,435	\$ 872,695	\$ 1,290,395	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,290,395

**Town of Westover Hills
Water Fund
Statements of Net Assets
As of December 31, 2013
With Comparative Prior Month Actual, Current Month Budget and Prior Year-End Actual Amounts**

	Notes	Actual 12/31/13	Actual 11/30/13	Budget 12/31/13	Actual Prior Year 9/30/13
Assets					
Checking		\$ 425,575	\$ 436,060	\$ 151,084	\$ 285,409
Tex Pool		389,119	389,097	538,736	389,044
Total Cash		814,694	825,157	689,820	674,453
Water Fees Receivable	6	43,427	63,314	163,258	114,463
Sewer Fees Receivable	6	25,747	26,351	45,851	37,119
Allowance for Uncollectible Accounts		(4,238)	(4,238)	(3,796)	(4,238)
Property, Plant & Equipment, net		2,920,835	2,933,633	3,005,393	2,948,371
Due From General Fund		-	-	-	-
Total Assets		\$ 3,800,465	\$ 3,844,217	\$ 3,900,526	\$ 3,770,168
Liabilities					
Accounts Payable		26,664	76,059	147,144	74,383
Due to General Fund	1	5,349	5,349	-	-
Total Liabilities		32,013	81,408	147,144	74,383
Net Assets					
Net Assets, Beginning		3,695,785	3,695,785	3,680,932	3,347,421
Change in Net Assets, Year to Date		72,667	67,024	72,450	348,364
Net Assets, Ending		3,768,452	3,762,809	3,753,382	3,695,785
Total Liabilities & Net Assets		\$ 3,800,465	\$ 3,844,217	\$ 3,900,526	\$ 3,770,168

Town of Westover Hills
Water Fund
Statements of Revenues, Expenditures and Changes in Net Assets
For the Month and Year to Date Period Ended December 31, 2013
With Comparative Budget and Budget Variance Amounts

	Notes	Current Period			Year To Date			Annual Budget
		Actual	Budget	Variance	Actual	Budget	Variance	
Revenues								
Water Sales	7	\$ 36,941	\$ 76,397	\$ (39,456)	\$ 160,879	\$ 271,884	\$ (111,005)	\$ 950,914
Sewer Charges		19,640	21,456	(1,816)	58,796	64,368	(5,572)	245,492
Total Water Revenues		56,581	97,853	(41,272)	219,675	336,252	(116,577)	1,196,406
Cost of Goods Sold								
Water Purchases	7	26,389	49,838	23,449	74,102	170,596	96,494	614,922
Sewer Fees		4,391	8,851	4,460	13,524	26,553	13,029	100,817
Total Cost of Goods Sold		30,780	58,689	27,909	87,626	197,149	109,523	715,739
Gross Profit								
Water Gross Profit	7	10,552	26,559	(16,007)	86,777	101,288	(14,511)	335,992
Sewer Gross Profit		15,249	12,605	2,644	45,272	37,815	7,457	144,675
Total Gross Profit		25,801	39,164	(13,363)	132,049	139,103	(7,054)	480,667
Expenditures								
General and Administrative		5,548	5,109	(439)	15,533	15,327	(206)	61,301
Contractual Services		232	1,833	1,601	3,919	5,499	1,580	22,000
Materials and Supplies		1,348	992	(356)	3,695	2,976	(719)	11,900
Repairs & Maintenance		253	2,958	2,705	3,586	8,874	5,288	35,500
Depreciation	8	12,798	11,450	(1,348)	38,394	34,350	(4,044)	137,400
Total Expenses		20,179	22,342	2,163	65,127	67,026	1,899	268,101
Other Income & Expense								
Interest		21	40	(19)	75	124	(49)	510
Miscellaneous		-	83	(83)	5,670	249	5,421	996
Total Other Income & Expense		21	123	(102)	5,745	373	5,372	1,506
Change in Net Assets		\$ 5,643	\$ 16,945	\$ (11,302)	\$ 72,667	\$ 72,450	\$ 217	\$ 214,072
Supplemental:								
Capital Expenditures								
Old Side Services	9	\$ -	\$ 25,250	\$ (25,250)	\$ 168	\$ 67,000	\$ (66,832)	\$ 117,500
Canterbury Pipe Bursting		-	-	-	10,532	-	10,532	-
Citywide TV & De-rooting		-	-	-	158	-	158	20,000
Westover Terr - Trench Repair	10	-	12,500	(12,500)	-	25,000	(25,000)	25,000
Pipe Rack		-	-	-	-	2,000	(2,000)	2,000
Total Capital Expenditures		\$ -	\$ 37,750	\$ (37,750)	\$ 10,858	\$ 94,000	\$ (83,142)	\$ 164,500
Margins:								
Water Gross Margin	7	28.6%	34.8%	-6.2%	53.9%	37.3%	16.7%	35.3%
Sewer Gross Margin		77.6%	58.7%	18.9%	77.0%	58.7%	18.3%	58.9%
Total Gross Margin		45.6%	40.0%	5.6%	60.1%	41.4%	18.7%	40.2%

Town of Westover Hills
Water Fund
Statements of Cash Flows
For the Month and Year to Date Period Ended December 31, 2013
With Comparative Budget and Budget Variance Amounts

	Current Period			Year To Date			Annual Budget
	Actual	Budget	Variance	Actual	Budget	Variance	
Operating Activities							
Change in Net Assets Excluding Capital Expenditures	\$ 5,643	\$ 16,945	\$ (11,302)	\$ 72,667	\$ 72,450	\$ 217	\$ 214,072
Adjustments to reconcile change in net assets excluding capital expenditures to net cash provided by (used in) operating activities:							
Depreciation	12,798	11,450	1,348	38,394	34,350	4,044	137,400
Changes in assets and liabilities							
Accounts Receivable-Water	19,887	18,248	1,639	71,036	172,230	(101,194)	44,498
Accounts Receivable-Sewer	604	-	604	11,372	(11,920)	23,292	(7,653)
Allowance for Uncollectible Accounts	-	-	-	-	(442)	442	(442)
Due to (from) General Fund	-	-	-	5,349	-	5,349	-
Accounts Payable	(49,395)	(4,931)	(44,464)	(47,719)	97,214	(144,933)	4,132
Net Cash provided by (used in) Operating Activities	(10,463)	41,712	(52,175)	151,099	363,882	(212,783)	392,007
Investing Activities							
Capital Expenditures	-	(37,750)	37,750	(10,858)	(94,000)	83,142	(164,500)
Net Cash provided by (used in) Investing Activities	-	(37,750)	37,750	(10,858)	(94,000)	83,142	(164,500)
Net Cash provided by (used in) Financing Activities	-	-	-	-	-	-	-
Net Change in Cash	(10,463)	3,962	(14,425)	140,241	269,882	(129,641)	227,507
Cash, Beginning of Period	825,157	685,858	139,299	674,453	419,938	254,515	419,938
Cash, End of Period	\$ 814,694	\$ 689,820	\$ 124,874	\$ 814,694	\$ 689,820	\$ 124,874	\$ 647,445

**Town of Westover Hills
Water Fund
Statement of Net Assets - Trending
For the Months Ended September 30, 2013 through December 31, 2013**

	<u>Sep-13</u>	<u>Oct-13</u>	<u>Nov-13</u>	<u>Dec-13</u>	<u>Jan-14</u>	<u>Feb-14</u>	<u>Mar-14</u>	<u>Apr-14</u>	<u>May-14</u>	<u>Jun-14</u>	<u>Jul-14</u>	<u>Aug-14</u>	<u>Sep-14</u>
<u>Assets</u>													
Checking	\$ 285,409	\$ 396,850	\$ 436,060	\$ 425,575	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Tex Pool	389,044	389,072	389,097	389,119	-	-	-	-	-	-	-	-	-
Total Cash	674,453	785,922	825,157	814,694	-	-	-	-	-	-	-	-	-
Water Fees Receivable	114,463	89,451	63,314	43,427	-	-	-	-	-	-	-	-	-
Sewer Fees Receivable	37,119	25,276	26,351	25,747	-	-	-	-	-	-	-	-	-
Allowance for Uncollectible Accounts	(4,238)	(4,238)	(4,238)	(4,238)	-	-	-	-	-	-	-	-	-
Property, Plant & Equipment, net	2,948,371	2,946,431	2,933,633	2,920,835	-	-	-	-	-	-	-	-	-
Due From General Fund	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 3,770,168	\$ 3,842,842	\$ 3,844,217	\$ 3,800,465	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>Liabilities</u>													
Accounts Payable	\$ 74,383	\$ 92,977	\$ 76,059	\$ 26,664	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to General Fund	-	5,349	5,349	5,349	-	-	-	-	-	-	-	-	-
Total Liabilities	74,383	98,326	81,408	32,013	-	-	-	-	-	-	-	-	-
<u>Net Assets</u>													
Net Assets, Beginning	3,347,421	3,695,785	3,695,785	3,695,785	-	-	-	-	-	-	-	-	-
Change in Net Assets, Year to Date	348,364	48,731	67,024	72,667	-	-	-	-	-	-	-	-	-
Net Assets, Ending	3,695,785	3,744,516	3,762,809	3,768,452	-	-	-	-	-	-	-	-	-
Total Liabilities & Net Assets	\$ 3,770,168	\$ 3,842,842	\$ 3,844,217	\$ 3,800,465	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Town of Westover Hills
Water Fund
Statement of Revenues, Expenditures and Changes in Net Assets - Trending
For the Months Ended October 31, 2013 through December 31, 2013

	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14	Jul-14	Aug-14	Sep-14	Total
Revenues													
Water Sales	\$ 74,183	\$ 49,755	\$ 36,941	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 160,879
Sewer Charges	19,516	19,640	19,640	-	-	-	-	-	-	-	-	-	58,796
Total Water Revenues	93,699	69,395	56,581	-	-	-	-	-	-	-	-	-	219,675
Cost of Goods Sold													
Water Purchases	19,977	27,736	26,389	-	-	-	-	-	-	-	-	-	74,102
Sewer Fees	4,742	4,391	4,391	-	-	-	-	-	-	-	-	-	13,524
Total Cost of Goods Sold	24,719	32,127	30,780	-	-	-	-	-	-	-	-	-	87,626
Gross Profit													
Water Gross Profit	54,206	22,019	10,552	-	-	-	-	-	-	-	-	-	86,777
Sewer Gross Profit	14,774	15,249	15,249	-	-	-	-	-	-	-	-	-	45,272
Total Gross Profit	68,980	37,268	25,801	-	-	-	-	-	-	-	-	-	132,049
Expenditures													
General and Administrative	5,522	4,463	5,548	-	-	-	-	-	-	-	-	-	15,533
Contractual Services	2,268	1,419	232	-	-	-	-	-	-	-	-	-	3,919
Materials and Supplies	2,282	65	1,348	-	-	-	-	-	-	-	-	-	3,695
Repairs & Maintenance	3,078	255	253	-	-	-	-	-	-	-	-	-	3,586
Depreciation	12,798	12,798	12,798	-	-	-	-	-	-	-	-	-	38,394
Total Expenses	25,948	19,000	20,179	-	-	-	-	-	-	-	-	-	65,127
Other Income & Expense													
Interest	29	25	21	-	-	-	-	-	-	-	-	-	75
Miscellaneous	5,670	-	-	-	-	-	-	-	-	-	-	-	5,670
Total Other Income & Expense	5,699	25	21	-	-	-	-	-	-	-	-	-	5,745
Transfers													
Transfer In from General Fund	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer Out to General Fund	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Transfers	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in Net Assets	\$ 48,731	\$ 18,293	\$ 5,643	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 72,667
Supplemental:													
Capital Expenditures													
Old Side Services	\$ 169	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 169
Canterbury Pipe Bursting	10,532	-	-	-	-	-	-	-	-	-	-	-	10,532
Citywide TV & De-rooting	158	-	-	-	-	-	-	-	-	-	-	-	158
Water Software Program	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditures	\$ 10,859	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,859
Margins:													
Water Gross Margin	73.1%	44.3%	28.6%	-	-	-	-	-	-	-	-	-	53.9%
Sewer Gross Margin	75.7%	77.6%	77.6%	-	-	-	-	-	-	-	-	-	77.0%
Total Gross Margin	73.6%	53.7%	45.6%	-	-	-	-	-	-	-	-	-	60.1%

Town of Westover Hills
Water Fund
Statement of Cash Flow - Trending
For the Months Ended October 31, 2013 through December 31, 2013

	<u>Oct-13</u>	<u>Nov-13</u>	<u>Dec-13</u>	<u>Jan-14</u>	<u>Feb-14</u>	<u>Mar-14</u>	<u>Apr-14</u>	<u>May-14</u>	<u>Jun-14</u>	<u>Jul-14</u>	<u>Aug-14</u>	<u>Sep-14</u>	<u>FY 2014</u>
Operating Activities													
Change in Net Assets Excluding Capital Expenditures	\$ 48,731	\$ 18,293	\$ 5,643	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 72,667
Adjustments to reconcile change in net assets excluding capital expenditures to net cash provided by (used in) operating activities:													
Depreciation	12,798	12,798	12,798	-	-	-	-	-	-	-	-	-	38,394
Changes in assets and liabilities:													
Accounts Receivable-Water	25,012	26,137	19,887	-	-	-	-	-	-	-	-	-	71,036
Accounts Receivable-Sewer	11,843	(1,075)	604	-	-	-	-	-	-	-	-	-	11,372
Allowance for Uncollectible Accounts	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to (from) General Fund	5,349	-	-	-	-	-	-	-	-	-	-	-	5,349
Accounts Payable	18,595	(16,918)	(49,395)	-	-	-	-	-	-	-	-	-	(47,718)
Net Cash provided by (used in) Operating Activities	122,328	39,235	(10,463)	-	-	-	-	-	-	-	-	-	151,100
Investing Activities													
Capital Expenditures	(10,859)	-	-	-	-	-	-	-	-	-	-	-	(10,859)
Net Cash provided by (used in) Investing Activities	(10,859)	-	-	-	-	-	-	-	-	-	-	-	(10,859)
Net Cash provided by (used in) Financing Activities	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Change in Cash	111,469	39,235	(10,463)	-	-	-	-	-	-	-	-	-	140,241
Cash, Beginning of Period	674,453	785,922	825,157	-	-	-	-	-	-	-	-	-	674,453
Cash, End of Period	\$ 785,922	\$ 825,157	\$ 814,694	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 814,694

**Town of Westover Hills
Notes
As of December 31, 2013**

- 1** Interfund receivable / liability is unchanged from prior month and will be cleared out in January by a cash transfer.
- 2** Building permit revenue is expected to increase in the Spring, as few residents do home improvements during the winter.
- 3** The budget included the expectation that the Town Administrator position would be filled as of October 1. This vacancy creates the monthly budget variance.
- 4** The overage is primarily related to additional accounting expense and TAD expenses which are budgeted throughout the year budget paid at one time.
- 5** Variance is due in part to \$15,000 paid for professional services related to 69 Westover Terrace project.
- 6** Accounts receivable include approximately \$13,000 remaining from prior month billings.
- 7** The budget variance is impacted in part by the nature of the required estimates, both in the budget and in the accrual for estimated actual amounts not yet invoiced. The primary "unknown" for December is the estimated cost of December water purchases. These financial statements estimate the cost to be approximately \$22,000. We compared the amounts estimated in the November financial statements for November water purchases costs to the amount actually invoiced and paid. The November estimate was within 16% of the actual. Therefore, management believes the estimation of \$22,000 for December purchases will not materially differ from actual amounts.
- 8** The depreciation schedule used to estimate depreciation expense was a scheduled updated by the Town's auditors during November 2013 for the September year-end. The scheduled included approximately \$71,000 more in assets than reflected on the unaudited September financial reports. The auditors have not provided adjusting journal entries as of the date these financial statements were prepared, but we anticipate this difference will be resolved as the audit is concluded. We anticipate no significant difference in the current year financial reports resulting from these possible pending adjustments.
- 9** The Old Side City Services has been tabled at this time.
- 10** This project has not yet begun.