



RESOLUTION NO. 20120731-05

APPROVAL OF 3rd QUARTER FINANCIAL STATEMENTS FOR FISCAL YEAR 2012

WHEREAS, TexAmericas Center is a political subdivision of the State of Texas with the powers and authorities specified in Chapter 3503 of the Special District Local Laws Code of the State of Texas; and

WHEREAS, TexAmericas Center Board of Directors accepts and approves quarterly financial statements, which provide for the fiduciary guidance of TexAmericas Center funds;

NOW, THEREFORE, be it resolved by the Board of Directors of TexAmericas Center that the third quarter financial statements for fiscal year 2012 are accepted and approved for the TexAmericas Center.

PASSED AND APPROVED THIS 31st day of July, 2012.



Denis Washington, Chairman of the Board

ATTEST:



Wayne Cranfill, Secretary-Treasurer

Attached: FY12-3rd Quarter Financials



HOLLIDAY, LEMONS, & COX, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

ACCOUNTANTS' COMPILATION REPORT

The Board of Directors
TexAmericas Center
New Boston, TX

We have compiled the accompanying financial statements of the general fund, and the enterprise fund and the related budgetary information of TexAmericas Center as of and for the nine months ended June 30, 2012 and 2011. 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.

Management of TexAmericas Center 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 the management of TexAmericas Center 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.

Management has elected to omit the Statement of Net Assets and the Statement of Activities for the governmental and business-type activities, and the Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances for Governmental Funds, and the Statement of Cash Flows for the Proprietary Funds, as well as substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the financial statements mentioned above and the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Authority's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Management has not presented the management's discussion and analysis information that the Governmental Accounting Standards Board has determined is required to supplement, although not required to be a part of, the basic financial statements.

Because the significance and pervasiveness of the matters discussed above make it difficult to assess their impact on the financial statements taken as a whole, users of these financial statements should recognize that they might reach different conclusions about the Authority's financial position, results of operations, and cash flows if they had access to revised financial statements prepared in conformity with accounting principles generally accepted in the United States of America.

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AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS
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TEXAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS
ARKANSAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

The supplementary schedule of assets and liabilities of the OEA grant as of June 30, 2012 as well as the schedule of revenues and expenditures with the budget data of the OEA grant for the four month period ended June 30, 2012 is presented for purpose of additional analysis and is not a required part of the basic financial statements. This supplementary information has been compiled from information that is the representation of management. We have not audited or reviewed the supplementary information and, accordingly, do not express an opinion or provide any assurance on such supplementary information.

We are not independent with respect to TexAmericas Center.

July 19, 2012

Holliday, Lemons & Cox, P.C.

TexAmericas Center
Governmental Fund Type - General Fund
Balance Sheet
As of June 30, 2012 and 2011

	Jun 30, 2012	Jun 30, 2011
ASSETS		
Current Assets		
Cash		
Cash - Checking	\$ 883,749	\$ 306,170
Cash - MM	3,723,488	559,511
Cash - CDs	-	500,859
Total Cash	4,607,237	1,366,540
Accounts Receivable		
Accounts Receivable	181,778	425,072
Total Accounts Receivable	181,778	425,072
Other Current Assets		
Prepaid Expenditures	17,568	37,593
Payroll Clearing	-	32,373
Due from OEA	246,280	392,050
Total Other Current Assets	263,848	462,016
Total Current Assets	5,052,863	2,253,628
TOTAL ASSETS	\$ 5,052,863	\$ 2,253,628
LIABILITIES		
Accounts Payable		
Accounts Payable	\$ 66,141	\$ 6,622
Total Accounts Payable	66,141	6,622
Other Current Liabilities		
Accrued Liabilities	32,127	289,290
Unearned Revenue	121,000	9,527
Other Current Liabilities-Customer Prepayments	27,679	39,393
Lease Deposit	66,347	39,286
Payroll Liabilities	3,270	281
Due to (from) from Enterprise Fund	744,436	(376,823)
Total Other Current Liabilities	994,859	954
Total Liabilities	1,061,000	7,576
Fund Balances		
Unreserved	2,419,163	1,591,950
Net Change in Fund Balance	1,572,700	654,102
Total Fund Balance	3,991,863	2,246,052
TOTAL LIABILITIES & FUND BALANCE	\$ 5,052,863	\$ 2,253,628

TexAmericas Center
Governmental Fund Type - General Fund
Statement of Revenues & Expenditures
Actual and Current Annual Budget
For the Nine Months Ended June 30, 2012 and 2011

	<u>Current Year to Date</u>	<u>Prior Year to Date</u>	<u>Annual Budget</u>
Revenues			
Lease Revenue	\$ 1,279,152	\$ 1,205,268	\$ 1,571,171
Franchise Fees	46,314	38,757	50,000
Interest Revenue	7,261	4,049	8,000
Hunting & Timber Revenue	1,114,162	79,338	1,241,500
Personal Property Sales	351,755	488,677	200,000
Army M&R Revenue	650,000	-	650,000
Grants	788,455	588,800	1,109,742
Intergovernmental	-	-	250,000
ESCA	-	-	412,496
Other Income	-	98,235	50,000
Total Revenues	<u>4,237,099</u>	<u>2,503,124</u>	<u>5,542,909</u>
Expenditures			
Current			
Salaries & Wages	442,702	330,348	970,965
Health Insurance	34,585	24,127	71,839
Pension	39,584	23,045	121,371
Payroll Taxes	36,381	23,426	74,407
Cell Phone	7,301	-	14,339
Workers Compensation	8,998	1,674	12,907
Training & Education	4,905	565	11,836
Uniforms	3,555	-	6,947
Other Employment Costs	2,265	-	5,802
Temporary Labor	17,395	3,121	24,000
Conferences	12,501	1,035	32,800
Dues & Memberships	12,970	9,090	21,395
Travel	27,711	14,355	92,450
Board Meetings, Special Events, & Community	12,966	19,028	32,500
Small Tools & Equipment	6,824	-	13,000
Equipment Maintenance	8,550	-	9,500
Vehicle Repairs & Maintenance	2,994	324	8,250
Fuel	15,709	2,237	38,800
Cost of Sales & Leases	75,292	162,605	350,000
Cost of Personal Property Sales	47,676	331,366	80,000
Insurance	112,428	68,206	201,142
Building & Infrastructure Repairs	487,933	10,238	855,000
Contractual Lawn Services	37,663	37,020	98,000
Contractual Maintenance & Repairs	367	-	10,000
Grounds Maintenance	34	-	2,500
Forestry	35,000	6,211	53,909
Hunting	2,997	19,485	11,500
Auditing	20,000	22,000	20,000
Accounting	17,826	46,141	40,000
Consulting	193,098	210,343	480,260
Marketing	95,039	91,237	252,008
Legal	117,231	94,762	185,000
Custodial	3,114	2,595	4,360
Computer, Reproduction & Maintenance	30,922	32,757	53,885
Office Supplies	7,465	6,530	10,500
Postage	1,917	1,514	2,500
Telephone & Internet	7,563	10,232	9,200
Utilities	9,438	8,627	17,000
Waste Management	2,360	-	4,000
Advertising	451	5,164	3,000
Miscellaneous	929	2,570	4,500
Bad Debt	-	-	15,000

TexAmericas Center
Governmental Fund Type - General Fund
Statement of Revenues & Expenditures
Actual and Current Annual Budget
For the Nine Months Ended June 30, 2012 and 2011

	<u>Current Year to Date</u>	<u>Prior Year to Date</u>	<u>Annual Budget</u>
Capital Outlay	504,248	62,653	972,500
Debt Service		-	308,947
Principal	229,239	127,723	-
Interest	21,944	36,668	-
Total Expenditures	<u>2,760,070</u>	<u>1,849,022</u>	<u>5,607,819</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,477,029</u>	<u>654,102</u>	<u>(64,910)</u>
Other Financing Sources (Uses)			
Proceeds from Line of Credit	95,671	-	95,671
Total Other Financing Sources (Uses)	<u>95,671</u>	<u>-</u>	<u>95,671</u>
Net Change in Fund Balance	1,572,700	654,102	30,761
Fund Balance at the beginning of year	<u>2,419,163</u>	<u>1,591,950</u>	<u>2,419,163</u>
Fund Balance at the end of period	<u>\$ 3,991,863</u>	<u>\$ 2,246,052</u>	<u>\$ 2,449,924</u>

TexAmericas Center
Proprietary Fund Type - Enterprise Fund
Statement of Net Assets
As of June 30, 2012 and 2011

	Jun 30, 2012	Jun 30, 2011
ASSETS		
Current Assets		
Bank Accounts		
Cash	\$ 407,744	\$ 1,181,148
Total Bank Accounts	407,744	1,181,148
Accounts Receivable		
Accounts Receivable	296,611	599,972
Due (to) from General Fund	744,436	(376,823)
Total Accounts Receivable	1,041,047	223,149
Other Current Assets		
Prepaid Expenses	7,976	29,140
Total Other Current Assets	7,976	29,140
Total Current Assets	1,456,767	1,433,437
Restricted Cash		
Restricted Cash - FC - Water	669,540	900,521
Restricted Cash - FC - Wastewater	1,310,816	1,328,628
Restricted Cash - FC - Industrial Wastewater	(80,715)	(160,044)
Restricted Cash - 2005 Rev Bonds	1,311,696	1,525,417
Restricted Cash - 2005 Rev Bonds - Bond Proceeds	4,654,692	2,110,346
Restricted CD - 2005 Rev Bonds - Bond Proceeds	1,011,622	4,003,488
Total Restricted Cash	8,877,651	9,708,356
Fixed Assets		
Construction in Progress	1,487,737	606,458
Fixed Assets	12,552,035	11,854,022
Accumulated Depreciation	(3,170,825)	(2,631,065)
Total Fixed Assets	10,868,947	9,829,415
Other Assets		
Unamortized Bond Issuance Costs	106,666	117,332
Total Other Assets	106,666	117,332
TOTAL ASSETS	\$ 21,310,031	\$ 21,088,540

TexAmericas Center
Proprietary Fund Type - Enterprise Fund
Statement of Net Assets
As of June 30, 2012 and 2011

	Jun 30, 2012	Jun 30, 2011
LIABILITIES AND NET ASSETS		
Liabilities		
Current Liabilities		
Accounts Payable		
Accounts Payable	\$ 88,813	\$ 67,456
Total Accounts Payable	88,813	67,456
Other Current Liabilities		
Accrued Liabilities	47,931	57,148
Accrued Compensated Absences - Current	4,552	16,089
Current Portion Bonds Payable	410,000	390,000
Accrued Interest Payable- Bonds	134,777	142,415
Total Other Current Liabilities	597,260	605,652
Total Current Liabilities	686,073	673,108
Long Term Liabilities		
Accrued Compensated Absences - Long Term	24,895	-
2005 Revenue Bonds Payable	5,515,000	5,925,000
Total Long Term Liabilities	5,539,895	5,925,000
Total Liabilities	6,225,968	6,598,108
Net Assets		
Restricted for Cap Improv- FC- W	669,540	900,521
Restricted for Cap Improv- FC- WW	1,310,816	1,328,628
Restricted for Cap Improv- FC- IWW	(80,715)	(160,044)
Restricted for Required TWDB Reserve	681,533	678,587
Restricted for Debt Service	342,005	296,517
Restricted for Repairs and Replacement	153,380	152,710
Restricted for Construction	-	6,338,570
Net Assets Invested in Capital Assets, Net of Debt	11,019,190	3,514,415
Net Assets - Unrestricted	496,639	915,436
Change in Net Assets	491,675	525,092
Total Net Assets	15,084,063	14,490,432
TOTAL LIABILITIES AND NET ASSETS	\$ 21,310,031	\$ 21,088,540

TexAmericas Center
Proprietary Fund Type - Enterprise Fund
Statement of Revenues & Expenses - Actual & Budgetary Basis
For the Nine Month Period Ended June 30, 2012

	Actual Oct 11 - Jun 12	Adjustments	Budgetary Basis Oct 11 - Jun 12
Operating Revenues			
Army Revenue	\$ 1,927,296	\$ -	\$ 1,927,296
Residential & Commercial Revenue	29,851	-	29,851
Reimbursable Service Work	54,997	-	54,997
Total Income	<u>2,012,144</u>	<u>-</u>	<u>2,012,144</u>
Cost of Goods Sold			
Labor	504,462	-	504,462
Analytical	105,056	-	105,056
Repair	248,469	-	248,469
Maintenance	7,499	-	7,499
Materials	228,592	-	228,592
Supplies	32,738	-	32,738
Permits	16,929	-	16,929
Equipment Maintenance/Repairs/Fuel	28,644	-	28,644
Utilities	65,229	-	65,229
Waste Disposal	71,863	-	71,863
Equipment Rental	2,891	-	2,891
Consulting	91,634	-	91,634
Total Cost of Goods Sold	<u>1,404,006</u>	<u>-</u>	<u>1,404,006</u>
Gross Profit	<u>608,138</u>	<u>-</u>	<u>608,138</u>
Operating Expenses			
Office Labor	178,453	-	178,453
Travel	3,630	-	3,630
Meals & Meetings	3,651	-	3,651
Insurance	34,778	-	34,778
Accounting	16,619	-	16,619
Legal	13,649	-	13,649
Computer , Reproduction & Maintenance	11,811	-	11,811
Office Supplies	1,482	-	1,482
Postage	1,496	-	1,496
Licenses & Fees	874	-	874
Advertising	542	-	542
Total Operating Expenses	<u>266,985</u>	<u>-</u>	<u>266,985</u>
Net Operating Revenues (Expenses)	<u>341,153</u>	<u>-</u>	<u>341,153</u>

TexAmericas Center
Proprietary Fund Type - Enterprise Fund
Statement of Revenues & Expenses - Actual & Budgetary Basis
For the Nine Month Period Ended June 30, 2012

	<u>Actual</u> <u>Oct 11 - Jun 12</u>	<u>Adjustments</u>	<u>Budgetary Basis</u> <u>Oct 11 - Jun 12</u>
Nonoperating Revenues (Expenses)			
Interest Income	25,151	-	25,151
Depreciation	(406,289)	406,289	-
Capital Expenditures - Bond	-	(727,197)	(727,197)
Capital Expenditures - Non Bond	-	(400,858)	(400,858)
Capital Expenditures - O&M	-	(5,440)	(5,440)
Amortization Expense	(8,000)	8,000	-
Interest Expense	(242,598)	-	(242,598)
Total Nonoperating Revenues (Expenses)	<u>(631,736)</u>	<u>(719,206)</u>	<u>(1,350,942)</u>
Income (loss) before capital contributions	(290,583)	(719,206)	(1,009,789)
Facility Charges	782,258	-	782,258
Facility Charge Carryover from Previous Years	-	-	-
Restricted Cash Bond Proceeds Carryover	-	727,197	727,197
Change in Net Assets	491,675	<u>\$ 7,991</u>	<u>\$ 499,666</u>
Total Net Assets, Beginning of Year	<u>14,592,388</u>		
Total Net Assets, End of Period	<u>\$ 15,084,063</u>		

TexAmericas Center
Proprietary Fund Type - Enterprise Fund
Statement of Revenues & Expenses
Actual Adjusted to Budgetary Basis and Current Annual Budget
For the Nine Month Period Ended June 30, 2012 and 2011

	Budgetary Basis Oct 11 - Jun 12	Budgetary Basis Oct 10 - Jun 11	Annual Budget
Operating Revenues			
Army Revenue	\$ 1,927,296	\$ 1,862,562	\$ 2,477,016
Residential & Commercial Revenue	29,851	33,061	53,284
Reimbursable Service Work	54,997	-	-
Total Income	<u>2,012,144</u>	<u>1,895,623</u>	<u>2,530,300</u>
Cost of Goods Sold			
Labor	504,462	464,350	856,066
Analytical	105,056	79,627	130,300
Repair	248,469	102,537	360,000
Maintenance	7,499	16,943	12,000
Materials	228,592	173,855	298,000
Supplies	32,738	30,224	40,800
Permits	16,929	13,279	22,000
Equipment Maintenance/Repairs/Fuel	28,644	27,062	46,500
Utilities	65,229	75,465	104,440
Waste Disposal	71,863	44,526	170,000
Equipment Rental	2,891	5,401	11,000
Consulting	91,634	118,243	157,000
Total Cost of Goods Sold	<u>1,404,006</u>	<u>1,151,512</u>	<u>2,208,106</u>
Gross Profit	<u>608,138</u>	<u>744,111</u>	<u>322,194</u>
Operating Expenses			
Office Labor	178,453	126,479	254,186
Travel	3,630	1,039	4,000
Meals & Meetings	3,651	-	5,200
Insurance	34,778	35,086	41,550
Accounting	16,619	28,870	30,000
Legal	13,649	38,642	10,000
Computer , Reproduction & Maintenance	11,811	180	15,192
Office Supplies	1,482	2,531	2,500
Postage	1,496	2,057	2,500
Waste Management	-	2,278	3,500
Licenses & Fees	874	111	1,000
Advertising	542	60	1,000
Bad Debt	-	83	250
Total Operating Expenses	<u>266,985</u>	<u>237,416</u>	<u>370,878</u>
Net Operating Revenues (Expenses)	<u>341,153</u>	<u>506,695</u>	<u>(48,684)</u>

IexAmericas Center
Proprietary Fund Type - Enterprise Fund
Statement of Revenues & Expenses
Actual Adjusted to Budgetary Basis and Current Annual Budget
For the Nine Month Period Ended June 30, 2012 and 2011

	<u>Budgetary Basis Oct 11 - Jun 12</u>	<u>Budgetary Basis Oct 10 - Jun 11</u>	<u>Annual Budget</u>
Nonoperating Revenues (Expenses)			
Interest Income	25,151	36,298	25,000
Gain (Loss) on Sale of Asset	-	20,670	-
Capital Expenditures - Bond	(727,197)	(288,233)	-
Capital Expenditures - Non Bond	(400,858)	(83,744)	-
Capital Expenditures - O&M	(5,440)	(110,008)	-
Interest Expense	(242,598)	(256,346)	(500,000)
Total Nonoperating Revenues (Expenses)	<u>(1,350,942)</u>	<u>(681,363)</u>	<u>(475,000)</u>
Income (loss) before capital contributions	(1,009,789)	(174,668)	(523,684)
Facility Charges	782,258	781,360	1,042,370
Facility Charge Carryover from Previous Years	-	-	-
Restricted Cash Bond Proceeds Carryover	727,197	288,233	-
Change in Net Assets	<u>\$ 499,666</u>	<u>\$ 894,925</u>	<u>\$ 518,686</u>

Supplementary Information

TexAmericas Center
2012 OEA Grant Schedule
Supplementary Information-Schedule of Assets and Liabilities
As of June 30, 2012

	<u>Jun 30, 2012</u>
ASSETS	
Current Assets	
Due from OEA	\$ 246,280
Total Current Assets	<u>246,280</u>
TOTAL ASSETS	<u>\$ 246,280</u>
LIABILITIES	
Due to General Fund	\$ 246,280
Total Liabilities	<u>246,280</u>
FUND BALANCE	
Unreserved	-
Net Change in Fund Balance	-
Total Fund Balance	<u>-</u>
TOTAL LIABILITIES & FUND BALANCE	<u>\$ 246,280</u>

TexAmericas Center
2012 OEA Grant Schedule
Supplementary Information-Schedule of Revenues & Expenditures
Actual and Budget
For the Four Month Period Ended June 30, 2012

	Actual Jun 12	Budget	Available Budget
Revenues			
OEA Grant Revenue	\$ 246,281	\$ 802,680	\$ 556,399
Total Revenues	<u>246,281</u>	<u>802,680</u>	<u>556,399</u>
Expenditure			
Accounting Services	2,321	20,000	17,679
Auditing	-	15,000	15,000
Computer/Reproduction/Maint	10,707	28,764	18,057
Conferences	700	4,075	3,375
Capital Outlay	3,560	4,700	1,140
Dues/Memberships	-	1,000	1,000
Employee Ins/ Worker's Comp	2,077	72,602	70,525
Insurance	13,346	1,200	(12,146)
Office Supplies	3,489	8,687	5,198
Payroll Taxes	17,941	41,959	24,018
Pension Expense	19,239	70,339	51,100
Postage	865	2,068	1,203
Salary & Wages	190,721	588,616	397,895
Telephone	3,943	10,260	6,317
Travel	2,153	14,323	12,170
Utilities	2,584	8,274	5,690
Total Expenditures	<u>273,646</u>	<u>891,867</u>	<u>618,221</u>
Excess (deficiency) of Revenues Over Expenditures	(27,365)	(89,187)	(61,822)
Other Financing Sources (Uses)			
Transfer In - General Fund	27,365	89,187	61,822
Total Other Financing Sources (Uses)	<u>27,365</u>	<u>89,187</u>	<u>61,822</u>
Net Change in Fund Balance	-	-	<u>\$ -</u>
Fund Balance at the beginning of the year	-	-	
Fund Balance at the end of the year	<u>\$ -</u>	<u>\$ -</u>	