

**KEMPNER WATER SUPPLY
CORPORATION**

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FINANCIAL REPORT

JUNE 2025

KEMPNER WATER SUPPLY CORPORATION

JUNE 2025

INCOME

REVENUE	\$	998,326
EXPENSE	\$	852,819
NET REVENUE	\$	145,507

Kempner Water Supply Corporation

Profit & Loss

June 2025

	Jun 25
Ordinary Income/Expense	
Income	
40000 · Water Sales	828,941.80
40180 · Income from meters	4,875.00
40790 · Salado WSC Payment	57,124.49
40900 · City of Lampasas Payment	49,484.76
40960 · Field Operating Costs-Income	0.00
41300 · Professional Fees-Income	2,050.00
Total Income	942,476.05
Gross Profit	942,476.05
Expense	
60000 · Expense- General Budget	
60050 · Adminstration	24,497.68
60055 · Field & Plant Operating Costs	187,344.30
60100 · Utilities	65,138.19
60250 · Payroll Expenses	138,555.88
61150 · Professional Fees	3,604.99
61700 · Insurance	42,413.18
62010 · CTWSC Payments	35,805.76
62499 · BRA Payments	58,575.04
63198 · Pass Thru Expenses	1,631.39
63410 · Continuing Education	1,453.22
Total 60000 · Expense- General Budget	559,019.63
Total Expense	559,019.63
Net Ordinary Income	383,456.42
Other Income/Expense	
Other Income	
41600 · Other Income	9,111.57
41922 · Gain-Sale of Vehicles/Equipment	850.00
41730 · Earnings-Marketable Securities	21,748.01
40700 · Interest	24,140.38
Total Other Income	55,849.96
Other Expense	
63520 · Interest Expense	116,542.04
62700 · Depreciation Expense	177,257.03
Total Other Expense	293,799.07
Net Other Income	-237,949.11
Net Income	145,507.31

**KEMPNER WATER SUPPLY
CORPORATION
REVENUE & EXPENSE COMPARISON
JUNE 2025 YTD**

OPERATIONS INCOME	\$ 8,129,370
INTEREST INCOME	296,840
OTHER INCOME	20,498
M/S EARNINGS	64,265
COBANK DIVIDENDS	307,804
REVENUE:	\$ 8,818,777
OPERATING EXPENSES	
BEFORE DEPRECIATION	\$ 4,789,478
INTEREST ON LOAN	1,039,678
DEPRECIATION	1,595,313
M/S LOSS	56,191
EXPENSE:	\$ 7,480,660
NET REVENUE	\$ 1,338,117
DEBT PRINCIPAL:	\$ 955,134

Kempner Water Supply Corporation

Profit & Loss Budget vs. Actual

October 2024 through June 2025

	Oct '24 - Jun 25	Budget	% of Budget
Ordinary Income/Expense			
Income			
40000 · Water Sales	6,802,416.11	9,775,493.15	69.59%
40180 · Income from meters	112,475.00	183,500.00	61.29%
40790 · Salado WSC Payment	490,657.71	360,000.00	136.29%
40900 · City of Lampasas Payment	686,171.11	829,763.64	82.7%
40960 · Field Operating Costs-Income	27,500.00	15,000.00	183.33%
41300 · Professional Fees-Income	10,150.00	15,000.00	67.67%
Total Income	8,129,369.93	11,178,756.79	72.72%
Gross Profit	8,129,369.93	11,178,756.79	72.72%
Expense			
60000 · Expense- General Budget			
60050 · Adminstration	232,340.63	338,500.00	68.64%
60055 · Field & Plant Operating Costs	865,381.05	1,318,000.00	65.66%
60100 · Utilities	629,098.96	773,000.00	81.38%
60250 · Payroll Expenses	1,335,124.56	1,973,110.80	67.67%
61150 · Professional Fees	69,460.94	215,000.00	32.31%
61700 · Insurance	400,879.95	505,034.04	79.38%
62010 · CTWSC Payments	653,729.12	982,000.00	66.57%
62499 · BRA Payments	534,865.36	876,285.00	61.04%
63198 · Pass Thru Expenses	55,590.78	69,000.00	80.57%
63210 · Taxes Fees	1,594.56	4,150.00	38.42%
63410 · Continuing Education	11,412.05	27,800.00	41.05%
Total 60000 · Expense- General Budget	4,789,477.96	7,081,879.84	67.63%
Total Expense	4,789,477.96	7,081,879.84	67.63%
Net Ordinary Income	3,339,891.97	4,096,876.95	81.52%
Other Income/Expense			
Other Income			
41925 · Gain-Sale of CCN Rights	0.00	15,000.00	0.0%
41915 · CoBank Investment Dividends	307,804.52	202,000.00	152.38%
41600 · Other Income	19,648.32	19,800.00	99.23%
41922 · Gain-Sale of Vehicles/Equipment	850.00	5,000.00	17.0%
41730 · Earnings-Marketable Securities	64,264.87	80,000.00	80.33%
40700 · Interest	296,840.25	151,170.00	196.36%
Total Other Income	689,407.96	472,970.00	145.76%
Other Expense			
62701 · Amortization of Issuance Costs	0.00	0.00	0.0%
63520 · Interest Expense	1,039,677.94	1,386,793.26	74.97%
69750 · Loss on Marketable Securities	56,191.37	0.00	100.0%
62700 · Depreciation Expense	1,595,313.19	1,700,000.00	93.84%
Total Other Expense	2,691,182.50	3,086,793.26	87.18%
Net Other Income	-2,001,774.54	-2,613,823.26	76.58%
Net Income	1,338,117.43	1,483,053.69	90.23%

KEMPNER WATER SUPPLY CORPORATION

JUNE 2025

FUND'S DETAIL

CHECKING/SAVINGS (LIQUID FUNDS)

OPERATING FUNDS	\$ 747,094
CONTRACTUAL RESERVES	\$ 495,129
LONG RANGE PLAN:	
IMPACT FEES	\$ 1,452,742
LRP-DEPRECIATION	\$ 4,254,373

MARKETABLE SECURITIES

MEMBERSHIP RESERVES	\$ 125,000
LOAN RESERVES	\$ 1,373,596
CAPITAL RESERVES	\$ 2,272,994
CO BANK INVESTMENT	\$ 521,622

ACCOUNTS RECEIVABLE	\$ 877,202
ACCOUNTS PAYABLES	\$ 99,355

***** NET CHANGE IN CASH: (\$ 43,941)**

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07/14/25

ASSETS

Accrual Basis

Current Assets

Kempner Water Supply Corporation

Balance Sheet

As of June 30, 2025

Checking/Savings

0999 · Operating Account	233,748.93
0999.1 · WTP-Contingency Acct	1,829.89
0999.71 · Frost - Business Checking	718.60
0999.8 · TexPool/Logic - Cash	
10805 · RD9106/9107 #006	509,231.61
10800 · Jt Use Fclts Cntr Reserve #003	312,016.84
10801 · Long Range Plan #005	5,707,115.48
10802 · KWSC - General #001	558.38
10803 · Jt Use Base Loan Reserve #002	183,017.02
10804 · Tank Maintenance #004	94.70
Total 0999.8 · TexPool/Logic - Cash	6,712,034.03
1000 · Petty Cash	1,006.39
Total Checking/Savings	6,949,337.84

Other Current Assets

14935 · Investment in CoBank	521,622.14
14981 · Inventory-AMR Meters	12,573.07
0999.7 · Marketable Securities	
10702 · Membership	125,000.00
10703 · Co Bank	1,360,000.00
10704 · USDA	13,596.00
10705 · KWSC	2,272,994.22
Total 0999.7 · Marketable Securities	3,771,590.22
14921 · Prepaid insurance-General	65,551.98
14940 · Deposit US Post Office	600.00
14980 · Inventory	130,051.87
14950 · Accounts Receivable - Water	877,201.61
Total Other Current Assets	5,379,190.89

Total Current Assets

12,328,528.73

Fixed Assets

26040.1 · USDA-Cobank (T04) Issuance	18,612.46
26016.1 · Prosperity Bank-AMR Issuance	14,685.68
15100 · Water Distribution System	1,065,743.45
15400 · Furniture & Fixtures	62,371.06
15500 · Land	1,256,134.46
15600 · Office Building	271,530.78
15650 · Vehicles	805,613.68
15700 · Tools & Equipment	
15750 · Equipment	23,192.73
15700 · Tools & Equipment - Other	957,061.75
Total 15700 · Tools & Equipment	980,254.48
15775 · Other Fixed Assets	59,872,642.25
15200 · Accumulated Depreciation	-29,069,182.66
15800 · Construction in Progress	523,143.59

Total Fixed Assets

35,801,549.23

TOTAL ASSETS

48,130,077.96

Kempner Water Supply Corporation

Balance Sheet

As of June 30, 2025

Current Liabilities

Accounts Payable	99,354.66
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Other Current Liabilities

22005 · Accrued Expenses

22012 · Accrued Vacation	87,381.48
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22010 · Accrued Salaries	23,815.14
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21010 · Accrued Liabilities	2,515.87
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Total 22005 · Accrued Expenses	113,712.49
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14920 · Current Portion of LT Debt	1,277,017.32
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20201 · Interest Payable - TWDB

20201.1 · Interest Payable - All Others	111,947.96
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Total 20201 · Interest Payable - TWDB	111,947.96
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Total Other Current Liabilities	1,502,677.77
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Total Current Liabilities	1,602,032.43
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Long Term Liabilities

26050 · CoBank T05	2,552,492.29
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26040 · CoBank T04	2,130,354.33
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26030 · CoBank T02	3,459,907.20
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26020 · CoBank T01	24,119,416.38
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26016 · Prosperity Bank-AMR Mtrs	627,298.63
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20207 · USDA Loan #91-09	317,866.78
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26009 · Current Portion LT Liability	-1,277,017.32
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Total Long Term Liabilities	31,930,318.29
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Total Liabilities	33,532,350.72
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Equity

30100.8 · CoBank T01/02&04 Reserves	1,360,000.00
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30100 · Retained Earnings	11,752,090.71
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30100.3 · Membership Reserve	125,000.00
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30300 · Member Investment

30310 · Applied to Balance	-480.90
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30311 · Membership Refund	400.00
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30312 · New Meters	22,600.00
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Total 30300 · Member Investment	22,519.10
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Net Income	1,338,117.43
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Total Equity	14,597,727.24
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TOTAL LIABILITIES & EQUITY	48,130,077.96
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KEMPNER WATER SUPPLY CORPORATION

FUNDS DETAIL

	OCT	NOV	DEC	JAN	FEB	MARCH	APR	MAY	JUN	JUL	AUG	SEP
CHECKING/SAVINGS - LIQUID FUNDS												
OPERATING FUNDS	374,346	390,561	418,323	500,269	941,557	744,207	805,294	922,588	747,094			
CONTRACTUAL RESERVES (LAMPASAS)	480,476	482,384	484,307	486,167	487,839	489,691	491,484	493,333	495,129			
LONG RANGE PLAN /SOURCE:												
IMPACT FEES	1,374,742	1,380,742	1,398,742	1,406,742	1,416,742	1,426,742	1,440,742	1,450,742	1,452,742			
DEPRECIATION & INTEREST	3,305,970	3,422,865	3,540,517	3,656,047	3,770,193	3,888,747	4,008,010	4,126,616	4,234,373			
MARKETABLE SECURITIES												
MEMBERSHIP RESERVES	125,000	125,000	125,000	125,000	125,000	125,000	125,000	125,000	125,000			
CONTRACTUAL RESERVES (LOANS)	1,373,596	1,373,596	1,373,596	1,373,596	1,373,596	1,373,596	1,373,596	1,373,596	1,373,596			
OPERATIONAL RESERVE (APPROX. 60 DAYS)	2,243,117	2,245,082	2,245,082	2,259,123	1,755,779	2,241,227	2,267,738	2,251,246	2,272,994			
COBANK INVESTMENT	317,251	317,251	317,251	427,943	427,943	521,622	521,622	521,622	521,622			
CASH & MARKETABLE SECURITIES	9,594,498	9,737,481	9,902,818	10,234,887	10,298,649	10,810,832	11,028,486	11,264,743	11,242,550			
ACCOUNTS RECEIVABLE	980,199	951,565	855,262	826,455	832,825	820,231	860,833	792,107	877,202			
ACCOUNTS PAYABLE	152,900	101,073	93,053	133,338	78,417	64,742	81,296	93,106	99,355			
CAPITAL EXPENDITURES	3,106	1,372	15,099	250	0	0	24,225	52,198	5,000			
NET CHANGE IN CASH (CASH FLOW)												
CURRENT MONTH	17,874	141,019	165,337	207,336	567,106	-66,944	191,142	252,750	-43,941			
YTD	17,874	158,893	324,231	531,567	1,098,673	1,031,729	1,222,871	1,475,621	1,432,680			

Kempner Water Supply Corporation

Statement of Cash Flows

October 2024 through June 2025

Oct '24 - Jun 25

OPERATING ACTIVITIES

Net Income	1,338,117.43
Adjustments to reconcile Net Income to net cash provided by operations:	
14935 · Investment in CoBank	-93,679.63
14981 · Inventory-AMR Meters	-3,086.01
0999.7 · Marketable Securities:10705 · KWSC	-11,258.37
14921 · Prepaid insurance-General	-52,263.75
14950 · Accounts Receivable - Water	87,523.25
20000 · *Accounts Payable	-51,971.86
22005 · Accrued Expenses:21010 · Accrued Liabilities	-92,745.77

Net cash provided by Operating Activities	1,120,635.29
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INVESTING ACTIVITIES

15650 · Vehicles	-91,367.80
15700 · Tools & Equipment	-136,249.43
15700 · Tools & Equipment:15750 · Equipment	-5,372.73
15775 · Other Fixed Assets	-6,513.99
15200 · Accumulated Depreciation	1,595,313.19
15800 · Construction in Progress:15822 · Projects:15821.4 · Bid Process	-1,200.00
15800 · Construction in Progress:15822 · Projects:15822.1 · Engineering	-57,222.80
15800 · Construction in Progress:15822 · Projects:15822.3 · Construction	-42,827.42

Net cash provided by Investing Activities	1,254,559.02
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FINANCING ACTIVITIES

26050 · CoBank T05	-67,779.21
26040 · CoBank T04	-35,365.23
26030 · CoBank T02	-362,948.66
26020 · CoBank T01	-429,054.00
26016 · Prosperity Bank-AMR Mtrs	-54,291.83
20207 · USDA Loan #91-09	-5,694.80
30300 · Member Investment:30310 · Applied to Balance	-480.90
30300 · Member Investment:30311 · Membership Refund	400.00
30300 · Member Investment:30312 · New Meters	11,700.00

Net cash provided by Financing Activities	-943,514.63
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Net cash increase for period	1,431,679.68
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Cash at beginning of period	5,517,658.16
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Cash at end of period	6,949,337.84
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