

**KEMPNER WATER SUPPLY
CORPORATION
\$\$\$
FINANCIAL REPORT
SEPTEMBER 2025**

KEMPNER WATER SUPPLY CORPORATION

SEPTEMBER 2025

INCOME

REVENUE	\$ 1,027,026
EXPENSE	\$ 1,083,088
NET LOSS	(\$ 56,062)

Kempner Water Supply Corporation
Profit & Loss
 September 2025

	Sep 25
Ordinary Income/Expense	
Income	
40000 · Water Sales	824,479.33
40180 · Income from meters	8,400.00
40790 · Salado WSC Payment	67,254.26
40900 · City of Lampasas Payment	58,073.83
40960 · Field Operating Costs-Income	0.00
41300 · Professional Fees-Income	150.00
Total Income	958,357.42
Gross Profit	958,357.42
Expense	
60000 · Expense- General Budget	
60050 · Adminstration	14,532.58
60055 · Field & Plant Operating Costs	111,366.55
60100 · Utilities	72,633.00
60250 · Payroll Expenses	141,723.82
61150 · Professional Fees	19,033.81
61700 · Insurance	48,748.78
62010 · CTWSC Payments	110,235.97
62499 · BRA Payments	248,183.65
63198 · Pass Thru Expenses	1,579.78
63210 · Taxes Fees	543.50
63410 · Continuing Education	409.95
Total 60000 · Expense- General Budget	768,991.39
Total Expense	768,991.39
Net Ordinary Income	189,366.03
Other Income/Expense	
Other Income	
41600 · Other Income	2,574.29
40700 · Interest	66,094.40
Total Other Income	68,668.69
Other Expense	
63520 · Interest Expense	115,460.09
69750 · Loss on Marketable Securities	21,379.90
62700 · Depreciation Expense	177,257.03
Total Other Expense	314,097.02
Net Other Income	-245,428.33
Net Income	-56,062.30

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

OPERATIONS INCOME	\$ 11,050,166
INTEREST INCOME	434,531
OTHER INCOME	31,433
M/S EARNINGS	66,877
COBANK DIVIDENDS	307,804
REVENUE:	\$ 11,890,811

OPERATING EXPENSES BEFORE DEPRECIATION	\$ 6,659,309
INTEREST ON LOAN	1,383,499
DEPRECIATION	2,127,084
M/S LOSS	83,089
EXPENSE:	\$ 10,252,981

NET REVENUE **\$ 1,637,830**

DEBT PRINCIPAL **\$ 1,276,255**

Kempner Water Supply Corporation Profit & Loss Budget vs. Actual October 2024 through August 2025

	Oct 24-		%	12	
	September	Budget		YTD Annualized	Variance
Ordinary Income/Expense					
Income					
40000 · Water Sales	9,225,398.48	9,775,493	94.37%	9,225,398	(550,095)
40180 · Income from meters	157,100.00	183,500	85.61%	157,100	(26,400)
40790 · Salado WSC Payment	702,234.42	360,000	195.07%	702,234	342,234
40900 · City of Lampasas Payment	917,483.38	829,764	110.57%	917,483	87,720
40960 · Field Operating Costs-Income	35,000.00	15,000	233.33%	35,000	20,000
41300 · Professional Fees-Income	12,950.00	15,000	86.33%	12,950	(2,050)
Total Income	11,050,166.28	11,178,757	98.85%	11,050,166	(128,591)
Gross Profit	11,050,166.28	11,178,757	98.85%	11,050,166	(128,591)
Expense					
60000 · Expense- General Budget					
60050 · Administration	286,330.47	338,500	84.59%	286,330	(52,170)
60055 · Field & Plant Operating Costs	1,178,601.25	1,318,000	89.42%	1,178,601	(139,399)
60100 · Utilities	836,044.50	773,000	108.16%	836,045	63,045
60250 · Payroll Expenses	1,823,178.21	1,973,111	92.4%	1,823,178	(149,933)
61150 · Professional Fees	100,555.81	215,000	46.77%	100,556	(114,444)
61700 · Insurance	536,529.40	505,034	106.24%	536,529	31,495
62010 · CTWSC Payments	922,387.76	982,000	93.93%	922,388	(59,612)
62499 · BRA Payments	900,199.09	876,285	102.73%	900,199	23,914
63198 · Pass Thru Expenses	60,451.03	69,000	87.61%	60,451	(8,549)
63210 · Taxes Fees	2,278.31	4,150	54.9%	2,278	(1,872)
63410 · Continuing Education	12,752.93	27,800	45.87%	12,753	(15,047)
Total 60000 · Expense- General Budget	6,659,308.76	7,081,880	94.03%	6,659,309	(422,571)
Total Expense	6,659,308.76	7,081,880	94.03%	6,659,309	(422,571)
Net Ordinary Income	4,390,857.52	4,096,877	107.18%	4,390,858	293,981
Other Income/Expense					
Other Income					
41732 · Capital Contributions	0.00	0	0.0%	-	-
41925 · Gain-Sale of CCN Rights	0.00	15,000	0.0%	-	(15,000)
41915 · CoBank Investment Dividends	307,804.52	202,000	152.38%	307,805	105,805
41600 · Other Income	23,022.61	19,800	116.28%	23,023	3,223
41922 · Gain-Sale of Vehicles/Equipment	8,410.00	5,000	168.2%	8,410	3,410
41730 · Earnings-Marketable Securities	66,877.43	80,000	83.6%	66,877	(13,123)
40700 · Interest	434,530.70	151,170	287.45%	434,531	283,361
Total Other Income	840,645.26	472,970	177.74%	840,645	367,675
Other Expense					
63520 · Interest Expense	1,383,498.93	1,386,793	99.76%	1,383,499	(3,294)
69750 · Loss on Marketable Securities	83,089.02	0	100.0%	83,089	83,089
62700 · Depreciation Expense	2,127,084.28	1,700,000	125.12%	2,127,084	427,084
Total Other Expense	3,593,672.23	3,086,793	116.42%	3,593,672	506,879
Net Other Income	-2,753,026.97	-2,613,823	105.33%	(2,753,027)	(139,204)
Net Income	1,637,830.55	1,483,054	110.44%	1,637,831	154,777

KEMPNER WATER SUPPLY CORPORATION

SEPTEMBER 2025

FUND'S DETAIL

CHECKING/SAVINGS (LIQUID FUNDS)

OPERATING FUNDS	\$ 375,101
CONTRACTUAL RESERVES	\$ 500,639
LONG RANGE PLAN:	
IMPACT FEES	\$ 1,484,742
LRP-DEPRECIATION	\$ 4,398,653

MARKETABLE SECURITIES

MEMBERSHIP RESERVES	\$ 125,000
LOAN RESERVES	\$ 1,373,596
CAPITAL RESERVES	\$ 2,253,683
CO BANK INVESTMENT	\$ 521,622

ACCOUNTS RECEIVABLE	\$ 954,330
ACCOUNTS PAYABLES	\$ 96,980

***** NET CHANGE IN CASH: (\$ 76,136)**

Kempner Water Supply Corporation
Balance Sheet
 As of September 30, 2025

ASSETS

Current Assets

Checking/Savings

0999 · Operating Account	89,581.52
0999.1 · WTP-Contingency Acct	2,915.91
0999.71 · Frost - Business Checking	61,038.34
0999.8 · TexPool/Logic - Cash	
10805 · RD9106/9107 #006	219,993.71
10800 · Jt Use Fclts Cntr Reserve #003	317,536.29
10801 · Long Range Plan #005	5,883,394.83
10802 · KWSC - General #001	564.82
10803 · Jt Use Base Loan Reserve #002	183,006.66
10804 · Tank Maintenance #004	95.62
Total 0999.8 · TexPool/Logic - Cash	6,604,591.93
1000 · Petty Cash	1,006.39
Total Checking/Savings	6,759,134.09

Other Current Assets

14935 · Investment in CoBank	521,622.14
14981 · Inventory-AMR Meters	7,970.69
0999.7 · Marketable Securities	
10702 · Membership	125,000.00
10703 · Co Bank	1,360,000.00
10704 · USDA	13,596.00
10705 · KWSC	2,253,683.16
Total 0999.7 · Marketable Securities	3,752,279.16
14940 · Deposit US Post Office	600.00
14980 · Inventory	130,051.87
14950 · Accounts Receivable - Water	954,330.19
Total Other Current Assets	5,366,854.05

Total Current Assets **12,125,988.14**

Fixed Assets

26040.1 · USDA-Cobank (T04) Issuance	18,612.46
26016.1 · Prosperity Bank-AMR Issuance	14,685.68
15100 · Water Distribution System	1,142,451.01
15400 · Furniture & Fixtures	62,371.06
15500 · Land	1,256,134.46
15600 · Office Building	271,530.78
15650 · Vehicles	816,590.68
15700 · Tools & Equipment	1,056,184.40
15775 · Other Fixed Assets	59,877,244.63
15200 · Accumulated Depreciation	-29,600,953.75
15800 · Construction in Progress	1,068,566.66
Total Fixed Assets	35,983,418.07

TOTAL ASSETS **48,109,406.21**

Kempner Water Supply Corporation
Balance Sheet
 As of September 30, 2025

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Accounts Payable 96,980.02

Other Current Liabilities

22005 · Accrued Expenses

22012 · Accrued Vacation 87,381.48

22010 · Accrued Salaries 23,815.14

21010 · Accrued Liabilities 2,702.22

Total 22005 · Accrued Expenses 113,898.84

14920 · Current Portion of LT Debt 1,277,017.32

20201 · Interest Payable - TWDB

20201.1 · Interest Payable - All Others 111,947.96

Total 20201 · Interest Payable - TWDB 111,947.96

Total Other Current Liabilities 1,502,864.12

Total Current Liabilities 1,599,844.14

Long Term Liabilities

26050 · CoBank T05 2,529,664.28

26040 · CoBank T04 2,118,562.12

26030 · CoBank T02 3,337,178.11

26020 · CoBank T01 23,976,152.91

26016 · Prosperity Bank-AMR Mtrs 608,690.22

20207 · USDA Loan #91-09 315,966.98

26009 · Current Portion LT Liability -1,277,017.32

Total Long Term Liabilities 31,609,197.30

Total Liabilities 33,209,041.44

Equity

30100.8 · CoBank T01/02&04 Reserves 1,360,000.00

30100 · Retained Earnings 11,752,090.71

30100.3 · Membership Reserve 125,000.00

30300 · Member Investment

30310 · Applied to Balance -556.49

30311 · Membership Refund 700.00

30312 · New Meters 25,300.00

Total 30300 · Member Investment 25,443.51

Net Income 1,637,830.55

Total Equity 14,900,364.77

TOTAL LIABILITIES & EQUITY 48,109,406.21

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	333,089	471,692	375,101
CONTRACTUAL RESERVES (LAMPASAS)	480,476	482,384	484,307	486,167	487,839	489,691	491,484	493,333	495,129	496,987	498,851	500,639
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	1,466,742	1,478,742	1,484,742
DEPRECIATION & INTEREST	3,305,970	3,422,865	3,540,517	3,656,047	3,770,193	3,888,747	4,003,010	4,126,616	4,254,373	4,363,127	4,383,652	4,398,653
MARKETABLE SECURITIES												
MEMBERSHIP RESERVES	125,000	125,000	125,000	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	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	2,267,476	2,270,089	2,270,089
COBANK INVESTMENT	317,251	317,251	317,251	427,943	427,943	521,622	521,622	521,622	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	10,947,639	11,123,244	11,049,442
ACCOUNTS RECEIVABLE	980,199	951,565	855,262	826,455	832,825	820,231	860,833	792,107	877,202	867,199	891,618	954,330
ACCOUNTS PAYABLE	152,900	101,073	93,053	133,338	78,417	64,742	81,296	93,106	99,355	123,390	140,194	96,980
CAPITAL EXPENDITURES	3,106	1,372	15,099	250	0	0	24,225	52,198	5,000	494,542	54,534	31,986
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	-289,393	172,994	-76,136
YTD	17,874	158,893	324,231	531,567	1,098,673	1,031,729	1,222,871	1,475,621	1,432,680	1,142,286	1,315,280	1,241,476

Kempner Water Supply Corporation
Statement of Cash Flows
October 2024 through September 2025

Oct '24 - Sep 25

OPERATING ACTIVITIES	Oct '24 - Sep 25
Net Income	1,637,830.55
Adjustments to reconcile Net Income to net cash provided by operations:	
14935 · Investment in CoBank	-93,679.63
14981 · Inventory-AMR Meters	1,516.37
0999.7 · Marketable Securities:10705 · KWSC	8,052.69
14921 · Prepaid insurance-General	13,288.23
14950 · Accounts Receivable - Water	10,394.67
20000 · *Accounts Payable	-54,346.50
22005 · Accrued Expenses:21010 · Accrued Liabilities	-92,559.42
Net cash provided by Operating Activities	1,430,496.96
INVESTING ACTIVITIES	
15100 · Water Distribution System	-76,707.56
15650 · Vehicles	-102,344.80
15700 · Tools & Equipment	-212,179.35
15700 · Tools & Equipment:15750 · Equipment	-5,372.73
15775 · Other Fixed Assets	-11,116.37
15200 · Accumulated Depreciation	2,127,084.28
15800 · Construction in Progress:15822 · Projects:15821.4 · Bid Process	-3,950.00
15800 · Construction in Progress:15822 · Projects:15822.1 · Engineering	-167,472.55
15800 · Construction in Progress:15822 · Projects:15822.3 · Construction	-475,250.74
Net cash provided by Investing Activities	1,072,690.18
FINANCING ACTIVITIES	
26050 · CoBank T05	-90,607.22
26040 · CoBank T04	-47,157.44
26030 · CoBank T02	-485,677.75
26020 · CoBank T01	-572,317.47
26016 · Prosperity Bank-AMR Mtrs	-72,900.24
20207 · USDA Loan #91-09	-7,594.60
30300 · Member Investment:30310 · Applied to Balance	-556.49
30300 · Member Investment:30311 · Membership Refund	700.00
30300 · Member Investment:30312 · New Meters	14,400.00
Net cash provided by Financing Activities	-1,261,711.21
Net cash increase for period	1,241,475.93
Cash at beginning of period	5,517,658.16
Cash at end of period	6,759,134.09