

John Smith, General Manager



Mary Waters, Finance Director

**Water's Edge Utility District
123 Lake Shore Drive
P.O. Box 417
Blue Gill, TN 37000**

June 23, 2024

Attn: Financial Analyst
Division of Local Government Finance
TN Comptroller of the Treasury
425 Rep. John Lewis Way N
Nashville, TN 37243

Sent Via Email to: LGF@cot.tn.gov

Enclosed please find a certified, signed, and dated copy of the budget resolution, Fiscal Year 2025 budget, and debt service schedule. Budget contacts for the District are:

John Smith, General Manager
931-555-5553
John.Smith@WatersEdgeUD.gov

Mary Waters, Finance Director
931-555-5550, ext. 31
Mary.Waters@WatersEdgeUD.gov

If we may be of assistance, please contact my office.

Sincerely,

A handwritten signature in cursive script that reads "John Smith".

John Smith
General Manager

A Resolution
of
Water's Edge Utility District
Adopting the Annual Budget
for
the fiscal year beginning July 1, 2024, and ending June 30, 2025

WHEREAS, the Water's Edge Utility District is a political subdivision of the State of Tennessee located in Somewhere, Tennessee; and

WHEREAS, Tenn. Code Ann. § 9-1-116 requires that all funds of the State of Tennessee and all its political subdivisions shall first be appropriated before being expended and that only funds that are available shall be appropriated and that appropriations only be spent from available monies; and

WHEREAS, pursuant to Tenn. Code Ann. § 7-82-501, all utility districts must adopt a balanced annual operating budget that identifies revenues by source and expenditures by type and submit the budget to Comptroller of the Treasury for review and approval.

NOW, THEREFORE, be it resolved by the Board of Commissioners that it hereby adopts the attached detailed budget as the appropriated annual budget, for the fiscal year ending June 30, 2024.

Duly passed and adopted by the Board of Commissioners this 12th day of June 2024.

Attested

Signed: Jane Smith

Printed Name Jane Smith

Secretary, Board of Commissioners

Signed: John Smith

Printed Name John Smith

Chairman, Board of Commissioners

Water's Edge Utility District
Schedule of Outstanding Debt and Budgeted Debt Service
Fiscal Year 2025

Note: Enter information in the unshaded cells.

| Loan Name (Example: USDA Series 2016 Bonds) | Original Issuance Amount | Total Principal Outstanding at FYE | FY 2024 Annual Debt Service | | |
|---|--------------------------------|---|-----------------------------|-----------|------------|
| | | | Principal | Interest | Total |
| Water System Revenue Bonds, Series 2016 | \$ 3,500,000 | \$ 2,945,000 | \$ 190,000 | \$ 32,578 | \$ 222,578 |
| | | | | | - |
| | | | | | - |
| | | | | | - |
| | | | | | - |
| | | | | | - |
| | | | | | - |
| | | | | | - |
| Total Debt | \$ 3,500,000 | \$ 2,945,000 | \$ 190,000 | \$ 32,578 | \$ 222,578 |

| Utility Fund- GAAP Basis | Actual from Most Recent Audit | Estimated Actual for Last Fiscal Year | Projected Budget |
|---|-------------------------------|---------------------------------------|-------------------------|
| Operating Revenues (by source) | | | |
| Utility Sales | \$ 2,257,764.00 | \$ 2,302,919.28 | \$ 2,348,977.67 |
| Tap Fees | \$ 41,314.00 | \$ 42,140.28 | \$ 42,983.09 |
| Reconnect Fees | \$ 39,392.00 | \$ 40,179.84 | \$ 40,983.44 |
| Penalties | \$ 33,873.00 | \$ 34,550.46 | \$ 35,241.47 |
| Operating Grants | \$ - | \$ - | \$ - |
| Other Operating Revenue | \$ - | \$ - | \$ - |
| Miscellaneous | \$ 30,148.00 | \$ 30,750.96 | \$ 31,365.98 |
| Total Operating Revenues | \$ 2,402,491.00 | \$ 2,450,540.82 | \$ 2,499,551.64 |
| Operating Expenses (by type) | | | |
| Wages | \$ 606,685.00 | \$ 618,818.70 | \$ 631,195.07 |
| FICA | \$ 146,909.00 | \$ 149,847.18 | \$ 152,844.12 |
| Pension Expense | \$ 27,777.00 | \$ 28,332.54 | \$ 28,899.19 |
| Electricity | \$ 138,819.00 | \$ 141,595.38 | \$ 144,427.29 |
| Materials and Supplies | \$ 107,293.00 | \$ 109,438.86 | \$ 111,627.64 |
| Chemicals | \$ 93,847.00 | \$ 95,723.94 | \$ 97,638.42 |
| Professional Fees (Legal, Accounting) | \$ 12,400.00 | \$ 12,648.00 | \$ 12,900.96 |
| Training | \$ 1,000.00 | \$ 1,020.00 | \$ 1,040.40 |
| Insurance - Property | \$ 35,012.00 | \$ 35,712.24 | \$ 36,426.48 |
| Insurance - Health | \$ 35,489.00 | \$ 36,198.78 | \$ 36,922.76 |
| Travel | \$ 12,354.00 | \$ 12,601.08 | \$ 12,853.10 |
| Contract Labor | \$ 10,028.00 | \$ 10,228.56 | \$ 10,433.13 |
| System Repair and Maintenance | \$ 23,368.00 | \$ 23,835.36 | \$ 24,312.07 |
| Telephone and Internet | \$ 10,862.00 | \$ 11,079.24 | \$ 11,300.82 |
| Fuel and Vehicle Maintenance | \$ 36,284.00 | \$ 37,009.68 | \$ 37,749.87 |
| Other Operating Expenses | \$ 46,692.00 | \$ 47,625.84 | \$ 48,578.36 |
| Depreciation | \$ 523,511.00 | \$ 533,981.22 | \$ 544,660.84 |
| Total Operating Expenses | \$ 1,868,330.00 | \$ 1,905,696.60 | \$ 1,943,810.53 |
| Operating Income (Loss) | \$ 534,161.00 | \$ 544,844.22 | \$ 555,741.10 |
| Nonoperating Revenues (Expenses) | | | |
| Revenue: Interest Income | \$ 34,923.00 | \$ 35,486.00 | \$ 36,015.00 |
| Other Nonoperating Income | \$ - | \$ - | \$ - |
| Expense: Debt Service - Interest Expense | \$ 34,923.00 | \$ 33,598.00 | \$ 32,578.00 |
| Other Nonoperating Expense | \$ - | \$ - | \$ - |
| Total Nonoperating Revenue (Expenses) | \$ - | \$ 1,888.00 | \$ 3,437.00 |
| Income (Loss) Before Capital Contributions and Transfers | \$ 534,161.00 | \$ 546,732.22 | \$ 559,178.10 |
| Capital Contributions | | | |
| Capital Contributions - Tap Fees in Excess of Cost | \$ - | \$ - | \$ - |
| Capital Contributions - Grants | \$ - | \$ - | \$ - |
| Capital Contributions - Other | \$ - | \$ - | \$ - |
| Transfers In - from Other Funds | \$ - | \$ - | \$ - |
| Transfers Out - to Other Funds (Payments in Lieu of Taxes) | \$ - | \$ - | \$ - |
| Total Capital Contributions and Transfers | \$ - | \$ - | \$ - |
| Change in Net Position | \$ 534,161.00 | \$ 546,732.22 | \$ 559,178.10 |
| Beginning Net Position | \$ 15,220,724.00 | \$ 15,754,885.00 | \$ 16,301,617.22 |
| Ending Net Position | \$ 15,754,885.00 | \$ 16,301,617.22 | \$ 16,860,795.32 |
| Statutory Change in Net Position Reconciliation: | | | |
| Change in Net Position | \$ 534,161.00 | \$ 546,732.22 | \$ 559,178.10 |
| Subtract: | | | |
| Capital Contributions - Tap Fees in Excess of Cost | \$ - | \$ - | \$ - |
| Capital Contributions - Grants | \$ - | \$ - | \$ - |
| Capital Contributions - Other | \$ - | \$ - | \$ - |
| Operating Grants | \$ - | \$ - | \$ - |
| Transfers In- from Other Funds | \$ - | \$ - | \$ - |
| Total amount subtracted for statutory change | \$ - | \$ - | \$ - |
| Statutory Change in Net Position* | \$ 534,161.00 | \$ 546,732.22 | \$ 559,178.10 |

| Utility Fund- Cash Basis Reconciled to GAAP | Actual from Most Recent Audit | Estimated Actual for Last Fiscal Year | Projected Budget |
|---|-------------------------------|---------------------------------------|------------------|
| Operating Revenue - CASH Basis (by source) | | | |
| Utility Sales | \$ 2,257,764.00 | \$ 2,302,919.28 | \$ 2,348,977.67 |
| Tap Fees | \$ 41,314.00 | \$ 42,140.28 | \$ 42,983.09 |
| Reconnect Fees | \$ 39,392.00 | \$ 40,179.84 | \$ 40,983.44 |
| Penalties | \$ 33,873.00 | \$ 34,550.46 | \$ 35,241.47 |
| Operating Grants | \$ - | \$ - | \$ - |
| Other Operating Revenue | \$ - | \$ - | \$ - |
| Miscellaneous | \$ 30,148.00 | \$ 30,750.96 | \$ 31,365.98 |
| Total Operating Revenues | \$ 2,402,491.00 | \$ 2,450,540.82 | \$ 2,499,551.64 |
| Operating Expenses - CASH Basis (by type) | | | |
| Wages | \$ 606,685.00 | \$ 618,818.70 | \$ 631,195.07 |
| FICA | \$ 146,909.00 | \$ 149,847.18 | \$ 152,844.12 |
| Pension Expense | \$ 27,777.00 | \$ 28,332.54 | \$ 28,899.19 |
| Electricity | \$ 138,819.00 | \$ 141,595.38 | \$ 144,427.29 |
| Materials and Supplies | \$ 107,293.00 | \$ 109,438.86 | \$ 111,627.64 |
| Chemicals | \$ 93,847.00 | \$ 95,723.94 | \$ 97,638.42 |
| Professional Fees (Legal, Accounting) | \$ 12,400.00 | \$ 12,648.00 | \$ 12,900.96 |
| Training | \$ 1,000.00 | \$ 1,020.00 | \$ 1,040.40 |
| Insurance - Property | \$ 35,012.00 | \$ 35,712.24 | \$ 36,426.48 |
| Insurance - Health | \$ 35,489.00 | \$ 36,198.78 | \$ 36,922.76 |
| Travel | \$ 12,354.00 | \$ 12,601.08 | \$ 12,853.10 |
| Contract Labor | \$ 10,028.00 | \$ 10,228.56 | \$ 10,433.13 |
| System Repair and Maintenance | \$ 23,368.00 | \$ 23,835.36 | \$ 24,312.07 |
| Telephone and Internet | \$ 10,862.00 | \$ 11,079.24 | \$ 11,300.82 |
| Fuel and Vehicle Maintenance | \$ 36,284.00 | \$ 37,009.68 | \$ 37,749.87 |
| Other Operating Expenses | \$ 46,692.00 | \$ 47,625.84 | \$ 48,578.36 |
| Total Operating Expenses | \$ 1,344,819.00 | \$ 1,371,715.38 | \$ 1,399,149.69 |
| Operating Income (Loss) | \$ 1,057,672.00 | \$ 1,078,825.44 | \$ 1,100,401.95 |
| Nonoperating Revenues (Expenses) - CASH Basis | | | |
| Revenue: Interest Income | \$ 34,923.00 | \$ 35,486.00 | \$ 36,015.00 |
| Other Nonoperating Income | \$ - | \$ - | \$ - |
| Expense: Debt Service - Interest Payment | \$ 34,923.00 | \$ 33,598.00 | \$ 32,578.00 |
| Debt Service - Principal Payment | \$ 180,675.00 | \$ 185,000.00 | \$ 190,000.00 |
| Capital Purchases | \$ - | \$ - | \$ - |
| Other Nonoperating Expenses | \$ - | \$ - | \$ - |
| Total Nonoperating Revenue (Expenses) | \$ (180,675.00) | \$ (183,112.00) | \$ (186,563.00) |
| Income (Loss) Before Capital Contributions and Transfers | \$ 876,997.00 | \$ 895,713.44 | \$ 913,838.95 |
| Capital Contributions - CASH Basis | | | |
| Capital Contributions - Tap Fees in Excess of Cost | \$ - | \$ - | \$ - |
| Capital Contributions - Grants | \$ - | \$ - | \$ - |
| Capital Contributions - Other | \$ - | \$ - | \$ - |
| Transfers In - from Other Funds | \$ - | \$ - | \$ - |
| Transfers Out - to Other Funds (Payments in Lieu of Taxes) | \$ - | \$ - | \$ - |
| Total Capital Contributions and Transfers | \$ - | \$ - | \$ - |
| Change in Net Position - CASH Basis | \$ 876,997.00 | \$ 895,713.44 | \$ 913,838.95 |
| Beginning Net Position | \$ 15,220,724.00 | \$ 16,097,721.00 | \$ 16,993,434.44 |
| Ending Net Position | \$ 16,097,721.00 | \$ 16,993,434.44 | \$ 17,907,273.39 |
| GAAP Reconciliation | | | |
| Change in Net Position - CASH Basis | \$ 876,997.00 | \$ 895,713.44 | \$ 913,838.95 |
| Add: | | | |
| Debt Service - Principal | \$ 180,675.00 | \$ 185,000.00 | \$ 190,000.00 |
| Capital Purchases | \$ - | \$ - | \$ - |
| Subtract: | | | |
| Depreciation Expense | \$ 523,511.00 | \$ 533,981.22 | \$ 544,660.84 |
| Change in Net Position GAAP Basis | \$ 534,161.00 | \$ 546,732.22 | \$ 559,178.10 |
| Statutory Change in Net Position Reconciliation: | | | |
| Change in Net Position GAAP Basis | \$ 534,161.00 | \$ 546,732.22 | \$ 559,178.10 |
| Subtract: | | | |
| Capital Contributions - Tap Fees in Excess of Cost | \$ - | \$ - | \$ - |
| Capital Contributions - Grants | \$ - | \$ - | \$ - |
| Capital Contributions - Other | \$ - | \$ - | \$ - |
| Operating Grants | \$ - | \$ - | \$ - |
| Transfers In - from Other Funds | \$ - | \$ - | \$ - |
| Total amount subtracted for statutory change | \$ - | \$ - | \$ - |
| Statutory Change in Net Position* | \$ 534,161.00 | \$ 546,732.22 | \$ 559,178.10 |