



Board Meeting
&
Workshop

Clearwater Underground Water Conservation District
700 Kennedy Court
Belton, Texas

Wednesday
January 11, 2023
1:30 p.m.

**Clearwater Underground Water Conservation District
Board Members**

Leland Gersbach, Director Pct. 1

President

7872 Hackberry
Holland, TX 76534
Phone: 254-657-2679
E-mail: lgersbach@cuwcd.org

Work: Brockway, Gersbach, Franklin
& Niemeier P.C.
3520 SW H.K. Dodgen Loop
Temple, TX 76504
Phone: 254-773-9907
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Gary Young, Director Pct. 2

Secretary

1314 Creek View
Salado, TX 76571
Cell Phone: 972-571-3118
E-mail: gyoung@cuwcd.org

Jody Williams, Director Pct. 3

15098 FM 437 South
P.O. Box 780
Rogers, TX 76569
Cell Phone: 254-493-4705
E-mail: jwilliams@cuwcd.org

Scott Brooks, Director Pct. 4

425 Mercy Ranch Rd.
Florence, TX 76527
Phone: 254-226-4000
E-mail: sbrooks@cuwcd.org

David Cole, Director At-Large

Vice President

2401 Brown Circle
Killeen, TX 76543-2930
Cell Phone: 254-289-1219
E-mail: dcole@cuwcd.org

Agenda

**NOTICE OF THE MEETING OF THE
CLEARWATER UNDERGROUND WATER CONSERVATION DISTRICT
January 11, 2023**

Notice is hereby given that the above-named Board will hold a Workshop and Board meeting on Wednesday, January 11, 2023, beginning at 1:30 p.m., in the Clearwater UWCD Board Room located at 700 Kennedy Court, Belton, Texas. The following items of business will be discussed¹.

Workshop:

1. Receive annual report from Texas AgriLife 4-H Water Ambassador Program.
2. Receive updates related to the 2022 Bell County Water Symposium.
3. Receive information related to Bell/Coryell Karst Coalition RHCP.
4. Receive information related to Texas Alliance of Groundwater Districts GCD Boot Camp on January 31, 2023.
5. Receive information related to the 88th Legislative Session and Groundwater Legislation.
6. Receive information related to Groundwater Management Area 8, per the Joint Planning and Development of the Round 4 Desired Future Conditions.

Board Meeting:

1. Invocation and Pledge of Allegiance.
2. Public comment².
3. Approve minutes of December 14, 2022, Board meeting.
4. Discuss, consider, and take appropriate action, if necessary, to accept the resignation of At-Large Board Member, R. David Cole effective January 4, 2023.
5. Discuss, consider, and take appropriate action, to direct General Manager to begin accepting applications immediately for the At-Large Directorship to replace R. David Cole until close of business, Thursday, February 9, 2023.
6. Discuss, consider, and take appropriate action, if necessary, to accept the monthly financial report for November 2022 (FY23) as presented.
7. Discuss, consider, and take appropriate action, if necessary, to accept the monthly investment fund account report for November 2022 (FY23) as presented.
8. Discuss, consider, and take appropriate action, if necessary, to accept the monthly financial report for December 2022 (FY23) as presented.
9. Discuss, consider, and take appropriate action, if necessary, to accept the monthly investment fund account report for December 2022 (FY23) as presented.
10. Discuss, consider, and take appropriate action, if necessary, to accept the Quarterly Deferred Compensation Employee Retirement Program account report as presented.
11. Discuss, consider, and take appropriate action, if necessary, to approve the FY23 line-item budget amendments as requested.
12. Discuss, consider, and take appropriate action, if necessary, to formally receive a petition for annexation from the Aquifer Conservation Alliance in Western Williamson County, and set forth the prescribed public hearings.
13. Discuss, consider, and take appropriate action, if necessary, to approve the sponsorship level of the Texas 4-H Water Ambassador Program.
14. Discuss, consider, and take appropriate action, if necessary, to review and adopt the District investment policy by resolution for the calendar year 2023.
15. Discuss, consider, and take appropriate action, if necessary, to elect officers of the Board for the calendar year 2022, per District Bylaws, Article VI (Sec. 1 & 2).
16. Conduct Public Hearing on the following application:
Discuss, consider, and take appropriate action, if necessary, on a proposed operating permit for an existing well for RREAF Holdings, LLC, and the Hanks-Cabiness Christian Trust submitted on November 1, 2022, for an operating permit for an not to exceed 19.2 acre-feet or 6,256,339 gallons per year for landscape use only, completed in the Edwards BFZ Aquifer and located in the Edwards BFZ Management Zone described in District Rule 7.1 and limited to a maximum 2-inch column pipe on a 14,387-acre tract in accordance with District Rule 9.5 and located at Latitude 30.93497°/Longitude -97.53675° at the N.E. corner of I-35 and FM 2268, Salado, Texas,
17. General Manager's report concerning office management and staffing related to District Management Plan³.
18. Receive monthly staff report and possible consideration and Board action on the following⁴:
 - a. Drought Status reports
 - b. Education Outreach update
 - c. Monitoring Well reports
 - d. Rainfall report
 - e. Well Registration update
 - f. Aquifer Status and Non-exempt Monthly Well Production reports
19. Director comments and reports⁵.
20. Discuss agenda items for next meeting.
21. Set time and place for next meeting.
22. Adjourn.

Dated the 6th day of January, 2023

Leland Gersbach, Board President

By: Dirk Aaron
Dirk Aaron, Asst. Secretary

RECEIVED FOR POSTING
2023 JAN -6 A 3:40
STATION POSTION
00101 BELTON CO TX

Agenda items may be considered, deliberated and/or acted upon in a different order than set forth above.
The Clearwater Underground Water Conservation District is committed to compliance with the Americans with Disabilities Act (ADA). Reasonable accommodations and equal opportunity for effective communications will be provided upon request. Please contact the District office at 254-933-0120 at least 24 hours in advance if accommodation is needed.

¹During the meeting, the Board reserves the right to go into executive session for any of the purposes authorized under Chapter 551 of the Texas Government Code, for any item on the above agenda or as otherwise authorized by law.

²Citizens who desire to address the Board on any matter may sign up to do so prior to this meeting. Public comments will be received during this portion of the meeting. Please limit comments to 3 minutes. No discussion or final action will be taken by the Board except as authorized by section 551.042 of the Government Code.

³No formal action will be taken by the Board on these agenda items. These items are on the agenda to provide the District's staff, Public Task Force Committees, and Directors with an opportunity to bring to the public's and each other's attention important activities and issues pertinent to the management of groundwater within the District, including, but not limited to, current events in the District involving groundwater, wells, or District permittees, state or regional developments related to water management, and activities of the staff, Public Advisory Committee, and Directors. Substantive deliberation and formal action on any of these issues will be conducted pursuant to a specific item on a future agenda.

NOTICE OF PERMIT HEARING OF THE CLEARWATER UNDERGROUND WATER CONSERVATION DISTRICT

Notice is hereby given that the Board of Directors for the Clearwater Underground Water Conservation District will conduct a hearing on one Application for Permit as described below at 1:30 p.m. on Wednesday, January 11, 2023, in the Clearwater UWCD Board Room located at 700 Kennedy Court, Belton, Texas, in compliance with the Texas Open Meetings Act.

The hearing will be conducted on the following application:

Applicant's File Number/Name	Permit Applicant/Holder and Landowner	Location of Well/Wells	Proposed Annual Groundwater Withdrawal Amount & Purpose of Use
<p>Operating Permit Hearing related to:</p> <p>N3-22-001P Existing Well</p>	<p>Hanks-Cabiness Christian Trust & RREAF Holdings, LLC</p> <p>c/o Stephen Chad Stewart RREAF Holdings, LLC 1909 Woodall Rodgers Fwy Ste 300 Dallas, TX 75201</p> <p>(254) 624-2364</p>	<p>The proposed permitted well is located at:</p> <p>Latitude 30.93497° Longitude -97.53675</p> <p>The proposed annual quantity is not to exceed 19.2 acre-feet or 6,256,339 gallons per year total for landscape irrigation only.</p> <p>The existing well is completed in the Edwards BFZ Aquifer.</p> <p>The existing well is located in the CUWCD Edwards BFZ Management Zone.</p> <p>The well is to be equipped with a maximum 2-inch column pipe with a submersible pump rate not to exceed 50 gallons per minute on the 14.387-acre tract located on the N.E. corner of IH35 and FM 2268 in Salado TX.</p>	<p>Request for an Operating Permit on an existing well,</p> <p>N3-22-001P for an operating permit authorized for commercial landscape irrigation not to exceed 19.2 ac-feet/yr or 6,256,339 gallons per year.</p> <p style="text-align: center;">RECEIVED FOR POSTING 2022 DEC 29 A 9:10 SHELLEY COSTON CO. CLERK, BELL CO. TX</p>

The Applications for Permit and Permit Amendments, if granted, would authorize the permit holders to operate wells within the Clearwater Underground Water Conservation District according to the terms and conditions set forth in the permit. A person wishing to submit a Contested Case Hearing Request under District Rule 6.10.15(d) who is unable to appear at the hearing on the date and time set forth above must also file a motion for continuance with CUWCD demonstrating good cause for the inability to not appear.

For additional information about this application or the permitting process, or to request information on the legal requirements on what MUST be included for a Contested Case Hearing Request to be valid, please contact CUWCD at 700 Kennedy Court (PO Box 1989) Belton, Texas, 76513, 254-933-0120.

ISSUED this 29th day of December 2022 in Belton, Texas, on the recommendation of the General Manager.

I, the undersigned authority, do hereby certify that the above NOTICE OF PERMIT HEARING of the Board of Directors of the Clearwater Underground Water Conservation District is a true and correct copy of said Notice. I have posted a true and correct copy of said Notice at the District office located in Belton, Texas, and said Notice was posted on December 29, 2022, and remained posted continuously for at least 10 (ten) days immediately preceding the day of said hearing; a true and correct copy of said Notice was furnished to the Bell County Clerk, in which the above-named political subdivision is located.

Dated 12/29/2022

Clearwater Underground Water Conservation District

By: 
Dirk Aaron, General Manager

Minutes - Item #3

Clearwater Underground Water Conservation District Meeting
700 Kennedy Court
Belton, TX
Wednesday, December 14, 2022
Minutes

The Clearwater Underground Water Conservation District (CUWCD) held a Workshop at 10:00 a.m. and the Regular Board meeting at 1:30 p.m. on Wednesday, December 14, 2022, at the Clearwater UWCD Building, located at 700 Kennedy Court, Belton, Texas.

Board Members Present:

Leland Gersbach, President, Pct 1
David Cole, Vice President, At Large
Gary Young, Secretary, Pct 2
Jody Williams, Director, Pct 3
Scott Brooks, Director, Pct 4

Absent:

Staff:

Dirk Aaron, General Manager
Tristin Smith, Education/Compliance Coord.

Guests

Mike Keester – R.W. Harden & Assoc.
Peter Dilillo
Keith Elliston – ACA (remote)
Cole Ruiz – Lloyd Gosselink (remote)

Workshop convened with President, Leland Gersbach, at 1:31 p.m.

Workshop Item #1: Receive presentation from Mike Keester related to the update of groundwater pumping in northern Travis and Williamson Counties.

Mike Keester presented on the pumping trends in Northern Travis and Williamson Counties. The projected pumping amounts will be incorporated into the water level maps.

Workshop Item #2: Receive updated information related to the ACA proposed annexation.

Keith Elliston updated the Board regarding the ACA and the potential annexation of a portion of Williamson County to CUWCD. Keith stated the town hall meetings went well and the ACA would like to delay the sending in the petition until January and would like to pursue more deliberations and discussions with their Commissioner's Court.

Workshop Item #3: Receive information related to the Lower Trinity Aquifer proposed water level monitoring system.

Dirk presented the Eno-Scientific monitor well products to the Board. Dirk stated that with the monitoring efforts with LRE into the Data Management System to conduct short-term and long-term monitoring that generates maps and analytics necessary for upcoming permit applications. Due to our new science and supported by the new management zones it is necessary and prudent, we work with the existing WSC's and Cities with Lower Trinity Wells producing groundwater for public water supply. (two wells in the Beta Setup). The third unit presented is best for a domestic use well and can also connect to the icloud with the Signal Fire system offered by Eno-Scientific.

Workshop Item #4: Receive update related to the BELCOR RHCP.

Dirk updated the Board that the consultants received the award letter and are in the process of getting the contracting paperwork initiated. Dirk said he will share that news with the County Judge and the BELCOR RHCP partners.

Workshop Item #5: Receive information related to Groundwater Management Area 8, per the Joint Planning and Development of the Round 4 Desired Future Conditions.

They took the RFQs for firms to redo the GAM. Intera and R.W. Harden will be working with the leadership of GMA 8 to negotiate the scope of work. Dirk stated he will be involved in that because he wants it to be logical and affordable over a 2-3 year period.

Workshop closed at 3:00 p.m. and Regular Board Meeting convened with President, Leland Gersbach, at 3:05 p.m.

1. Invocation and Pledge of Allegiance.

Vice President, David Cole, gave the invocation.
Secretary, Gary Young, led the Pledge of Allegiance.

2. **Public Comment.**

None.

3. **Approve minutes of the November 9, 2022, Board meeting.**

Board members received the minutes of the November 9, 2022, Board meeting and workshop in their Board packet to review prior to the meeting.

Director, Jody Williams, moved to approve the minutes of the November 9, 2022, Board meeting and Workshop. Vice President, David Cole, seconded the motion.

Motion carried 5-0.

4. **Discuss, consider, and take appropriate action, if necessary, to accept the monthly Financial Report for November 2022 (FY23) as presented.**

Board members received the monthly financial report for November 2022 in their Board packet to review prior to the meeting.

Leland informed the Board members that there was a problem with the November Financial reports and that the numbers don't agree with the dates entered in QuickBooks, so he recommended that the November Financial reports be addressed in January.

5. **Discuss, consider, and take appropriate action, if necessary, to accept the monthly Investment Fund account report for November (FY23) as presented.**

Board members received the monthly Investment Fund account report for November 2022 in their Board packet to review prior to the meeting.

Leland informed the Board members that there was a problem with the November Investment Fund reports and that the numbers don't agree with the dates entered in Quickbooks, so he recommended that the November Investment Fund reports be addressed in January.

6. **Discuss, consider, and take appropriate action, if necessary, swear in Board of Directors for Precincts 2 & 4 and At-Large and administer oaths of office.**

Tristin Smith, Notary Public, administered the "Statement of Office" and "Oath of Office" to Gary Young (Director, Precinct 2), Scott Brooks (Director, Precinct 4), and David Cole (Director, At-Large).

Dirk recapped the process and guidelines the District followed to properly post and notice the election.

7. **Discuss, consider, and take appropriate action, if necessary, to set the calendar dates for 2023.**

Staff looked at the calendar to set dates for 2023 Board meetings. Dirk presented the proposed dates to include regular Board meetings, tentative dates in August to approve FY23 budget/tax rate, tentative date for Bell County Water Symposium, and tentative dates for TAGD Groundwater Summit. Dates proposed are as follows:

Board Meeting	Wednesday	January 11, 2023	
Board Meeting	Wednesday	* February 15, 2023	(3rd Wednesday)
Board Meeting	Wednesday	March 8, 2023	
Board Meeting	Wednesday	April 12, 2023	
Board Meeting	Wednesday	May 10, 2023	
Board Meeting	Wednesday	* June 7, 2023	
Board Meeting	Wednesday	July 12, 2023	
Board Meeting	Wednesday	August 9, 2023	
Tax Rate Hearing	Wednesday	August 23, 2023	
Water Summit	Tues-Thurs	Aug 29 - Aug 31, 2023	Tentative - TBD
Board Meeting	Wednesday	September 13, 2023	
Board Meeting	Wednesday	October 11, 2023	
Board Meeting	Wednesday	November 8, 2023	
Water Symposium	Wednesday	November 15, 2023	Tentative - TBD
Board Meeting	Wednesday	December 13, 2023	

(* Special dates to avoid conflicts with TWCA & TAGD)

Staff also looked at the Holiday Schedule of State and Local Government Entities. State and Local Government Entities currently receive 13 standard holidays per year. Dirk recommended CUWCD 2023 schedule reflect 8 standard holidays. Holidays proposed are as follows:

New Years Day	Monday	Jan 2, 2023
Memorial Day	Monday	May 29, 2023
Independence Day	Tuesday	July 4, 2023
Labor Day	Monday	Sept 4, 2023
Thanksgiving Day	Thursday	Nov 23, 2023
Thanksgiving	Friday	Nov 24, 2023
Christmas Holiday	Monday	Dec 25, 2023
Christmas Holiday	Tuesday	Dec 26, 2023

Secretary, Gary Young, moved to set the 2023 calendar dates and holiday schedule as presented. Director, Scott Brooks, seconded the motion.

Motion carried 5-0.

8. Discuss, consider, and take appropriate action, if necessary, to approve the Lower Trinity Water Level Monitoring Program.

Dirk presented the Eno-Scientific monitor well products to the Board during the workshop. Dirk recapped the program and stated that if approved, the GM will work with the two WSC's and one private individual to install all three units with the assistance of Jason Bean, Eno-Scientific Production Manager who will fly in from Hillsborough, North Carolina to install the devices and get them up and running.

Vice President, David Cole, moved to approve the Lower Trinity Water Level Monitoring Program as presented. Director, Jody Williams, seconded the motion.

Motion carried 5-0.

9. Discuss, consider, and take appropriate action, if necessary, to approve the FY23 line-item budget amendments as requested.

Dirk presented the line-item budget amendments for FY23 for the purpose of:

1. Moving funds to cover expenses associated with the Bell County Water Symposium.
2. Moving funds to cover expenses related to the Lower Trinity Water Level Monitoring Program.

Line Item	Invoice Amount	Available Funds	Amount Requested	New Balance	From	Available Funds	New Balance
53605 - Event Cost		\$0.00	\$966.72	\$966.72	53603-sponsorship	\$7,173.84	\$6,207.12
53135 - Monitor Well Construction		\$0.00	\$10,398.26	\$10,398.26	50250 - contingency	\$58,437.00	\$48,038.74

Staff recommends making adjustments as presented.

Director, Scott Brooks, moved to approve line-item budget amendments as presented. Secretary, Gary Young, seconded the motion.

Motion carried 5-0.

10. Discuss, consider, and take appropriate action, if necessary, to approve the requested waivers of property line setbacks submitted by Mr. Jorge J. Frias, Twin Lakes Addition, Block 007, Lot 0013, for a new exempt well to encroach on four separate adjacent properties to less than the 75-foot setback per District Rule 9.5.5(e).

Not available at this time. The property owner was not able to get all of the required documents to Clearwater UWCD prior to the meeting today. Recommend passing over this item as it may not be on the agenda next month.

11. General Manager's report concerning office management and staffing related to District Management Plan.

- Dirk stated there would be a permit hearing for the Sanctuary of Salado at the next meeting.
- Discussed permit renewals for operating permits and drilling permits.

- Dirk also said there may be upcoming permit applications for a rock quarry and the City of Temple.

12. Review monthly report and possible consideration and Board action on the following:

- a) Drought Status Reports***
- b) Education Outreach Update***
- c) Monitoring Wells***
- d) Rainfall Reports***
- e) Well Registration Update***
- f) Aquifer Status Report & Non-exempt Monthly Well Production Reports***

(Copies of the Monthly Staff Reports were given to the Board Members to review. No action is required. Information items only.)

13. Director's comments and reports.

- **Leland Gersbach:** Informed the Board that the meeting with Valerie Covey and Cynthia Long on Dec. 9th went good and was very informative. Also wished everyone a Merry Christmas.
- **Jody Williams:** Wished everyone a Merry Christmas & Happy New Year and a good job.
- **Gary Young:** Wished everyone a Merry Christmas & Happy New Year and a good job.
- **Scott Brooks:** Wished everyone a Merry Christmas.
- **David Cole:** Wished everyone a Merry Christmas.

14. Discuss agenda items for the next meeting.

- Sanctuary of Salado permit hearing.
- Possible setback exception for Jorge Frias.
- November Financial Reports/Investment Fund Report.
- Formal report for Water Symposium expenditures/sponsorships.
- Water Symposium surveys.

15. Set the time and place of the next meeting.

Wednesday, January 11, 2023, at 1:30 p.m. at the CUWCD office.

16. Adjourn.

Board Meeting closed with President, Leland Gersbach, at 3:34 p.m.

Leland Gersbach, President

ATTEST:

Gary Young, Secretary or
Dirk Aaron, Assistant Secretary

R. David Cole Resignation
Item #4

Request for Applications
Item #5

Request for Applications

**Board Meeting
January 11, 2023**

**Agenda Items #4 and #5
Receive Resignation of R. David Cole**

Agenda Item #4: Discuss, consider, and take appropriate action, if necessary, to accept the resignation of At-Large Board Member, R. David Cole effective January 11, 2023.

Narrative: The Board President and General Manager received a resignation notice by email from Mr. R. David Cole on January 4, 2023, that he would be resigning effective immediately.

Agenda Item #5: Discuss, consider, and take appropriate action, to direct General Manager to begin accepting applications immediately for the At-Large Directorship to replace R. David Cole until close of business, Thursday, February 9, 2023.

Narrative: *The district directors are obligated to appoint a replacement of a vacated director position, per Chapter 36, Subchapter C. Administration, Sec §36.051(c).*

CHAPTER 36: TEXAS GROUNDWATER CODE
SUBCHAPTER C. ADMINISTRATION
Sec. §36.051. BOARD OF DIRECTORS.

(c) Vacancies in the office of director shall be filled by appointment of the board. If the vacant office is not scheduled for election for longer than two years at the time of the appointment, the board shall order an election for the unexpired term to be held as part of the next regularly scheduled director's election. The appointed director's term shall end on qualification of the director elected at that election.

On January 11, 2023, the Board should direct the General Manager to:

- Announce that applications are being accepted until Close of Business on February 9, 2023.
- Applications should have a cover letter of intent.
- Applications should include a current resume.
- Applicants should be prepared to attend the February 15, 2023, Board meeting at 1:30 pm, as the Board conducts formal interviews of each applicant.
- GM will provide the board with the applicants cover letters and resumes on February 10, 2023, per the board packet.
- Applicants will be interviewed on February 15, 2023, at the Regular Board meeting.

On February 15, 2023, the Board may select or postpone the selection of a replacement for the Director At-Large being vacated by Mr. Cole. The term per statute would be for the next two years until a special election can be called for the next General Election date (*November 5, 2024*). Should a selection be made on *February 15, 2023*, the term of office for the appointed could commence the very same day. He/She would be administered the formal oath of office at that time by our staff notary.

Per the Statue the applicants must:

- 1) Reside in Bell County.
- 2) Applicants must be a registered voter in Bell County.
- 3) Applicants must not be an elected or appointed member of a City, Municipality, County, or another political subdivision such as a WSC, SUD, WCID

Texas Water Code

§ 36.051 Board of Directors

- (a) The governing body of a district is the board of directors, which shall consist of not fewer than five and not more than 11 directors elected for four-year terms. The number of directors may be changed as determined by the board when territory is annexed by the district.
- (b) A member of a governing body of another political subdivision is ineligible for appointment or election as a director. A director is disqualified and vacates the office of director if the director is appointed or elected as a member of the governing body of another political subdivision. This subsection does not apply to any district with a population less than 50,000.
- (c) Vacancies in the office of director shall be filled by appointment of the board. If the vacant office is not scheduled for election for longer than two years at the time of the appointment, the board shall order an election for the unexpired term to be held as part of the next regularly scheduled director's election. The appointed director's term shall end on qualification of the director elected at that election.
- (d) In a district with a population of less than 50,000, the common law doctrine of incompatibility does not disqualify:
 - (1) a member of the governing body or officer of another political subdivision other than a municipality or county from serving as a director of the district; or
 - (2) a director of the district from serving as a member of the governing body or officer of another political subdivision other than a municipality or county.

Added by Acts 1995, 74th Leg., ch. 933, Sec. 2, eff. Sept. 1, 1995. Amended by Acts 2003, 78th Leg., ch. 78, Sec. 1, eff. May 19, 2003.

Location: https://texas.public.law/statutes/tex._water_code_section_36.051

Original Source: Section 36.051 — Board of Directors, <http://www.statutes.legis.state.tx.us/Docs/WA/htm/WA.36.-htm#36.051> (last accessed Jun. 7, 2021).

Dirk Aaron

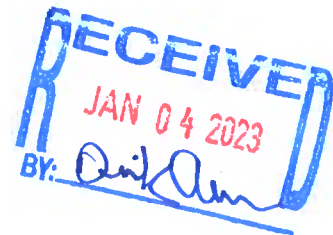
From: Reginald Cole <rdavidc70@gmail.com>
Sent: Wednesday, January 4, 2023 12:05 PM
To: L Gersbach
Cc: Dirk Aaron
Subject: Subject: Resignation from Clearwater Underground Water Conservation District (cuwcd) for Bell County, Texas.

External Email

Effective immediately (January 4, 2023). I will resign. Please have the paperwork ready for my signature. Thank you!

--

R. David Cole



November 2022 Financial Reports
Item #6

Clearwater Underground Water Conservation
Balance Sheet
As of November 30, 2022

12/19/22

Accrual Basis

	Nov 30, 22
ASSETS	
Current Assets	
Checking/Savings	
10005 · Cash-Reg Operating	456,639.61
10500 · Cash-TexPool Prime	493,436.79
10505 · Cash - TexPool	486,956.99
Total Checking/Savings	1,437,033.39
Accounts Receivable	
11000 · Accounts Receivable	884.00
Total Accounts Receivable	884.00
Other Current Assets	
11005 · Accounts Receivable - Taxes	22,425.93
Total Other Current Assets	22,425.93
Total Current Assets	1,460,343.32
Fixed Assets	
15005 · Land	59,981.29
15010 · Leasehold Improvements	19,000.00
15015 · Building	306,734.08
15016 · Storage Building	104,382.03
15018 · Monitor Wells	92,938.18
15019 · Mobile Classroom Trailer	90,688.85
15020 · Field Equipment	17,243.55
15023 · Vehicles	6,920.00
15025 · Office Equipment	71,574.04
15030 · Accumulated Depreciation	-208,221.30
Total Fixed Assets	561,240.72
TOTAL ASSETS	2,021,584.04
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
21000 · Deferred Tax Revenue	22,425.93
21025 · Deferred Insurance Proceeds	6,153.31
21050 · Compensated Absences Accrued	13,352.88
Total Other Current Liabilities	41,932.12
Total Current Liabilities	41,932.12
Total Liabilities	41,932.12
Equity	
31000 · Unappropriated Fund Balance	863,207.26
32000 · *Retained Earnings	90,365.81
33000 · Investment in Fixed Assets	592,189.66
Net Income	433,889.19
Total Equity	1,979,651.92
TOTAL LIABILITIES & EQUITY	2,021,584.04

**Clearwater Underground Water Conservation
Profit & Loss Budget vs. Actual
October through November 2022**

9:04 AM
12/19/2022
Accrual Basis

	Nov 22	Oct '22 thru Nov '22	FY23 Original Budget	FY23 Amended Budget	\$ Over Budget
Ordinary Income/Expense					
Income					
40005 · Application Fee Income	884.00	884.00	50,000.00	50,000.00	-49,116.00
40007 · Administrative Fees	150.00	150.00	0.00	0.00	150.00
40010 · Bell CAD Current Year Tax	524,295.66	524,295.66	816,578.00	816,578.00	-292,282.34
40015 · Bell CAD Deliquent Tax	1,909.54	1,909.54	10,000.00	10,000.00	-8,090.46
40020 · Interest Income	3,024.49	5,528.59	1,000.00	1,000.00	4,528.59
40030 · Transport Fee Income	0.00	0.00	1,500.00	1,500.00	-1,500.00
40035 · Civil Penalties	0.00	0.00	0.00	0.00	0.00
Total Income	530,263.69	532,767.79	879,078.00	879,078.00	-346,310.21
Gross Profit	530,263.69	532,767.79	879,078.00	879,078.00	-346,310.21
Expense					
50000 · Administrative Expenses					
50100 · Audit	0.00	0.00	8,500.00	8,500.00	-8,500.00
50200 · Conferences & Prof Development	350.00	845.00	4,000.00	4,000.00	-3,155.00
50250 · Contingency Fund	0.00	0.00	61,545.00	58,437.00	-58,437.00
50300 · Director Expenses					
50305 · At Large	0.00	0.00	1,500.00	1,500.00	-1,500.00
50310 · Pct. 1	0.00	0.00	1,500.00	1,500.00	-1,500.00
50315 · Pct. 2	0.00	0.00	1,500.00	1,500.00	-1,500.00
50320 · Pct. 3	0.00	0.00	1,500.00	1,500.00	-1,500.00
50325 · Pct. 4	0.00	0.00	1,500.00	1,500.00	-1,500.00
Total 50300 · Director Expenses	0.00	0.00	7,500.00	7,500.00	-7,500.00
50400 · Director Fees					
50405 · At Large	300.00	300.00	2,550.00	2,550.00	-2,250.00
50410 · Pct. 1	0.00	0.00	2,550.00	2,550.00	-2,550.00
50415 · Pct. 2	300.00	300.00	2,550.00	2,550.00	-2,250.00
50420 · Pct. 3	300.00	300.00	2,550.00	2,550.00	-2,250.00
50425 · Pct. 4	0.00	0.00	2,550.00	2,550.00	-2,550.00
Total 50400 · Director Fees	900.00	900.00	12,750.00	12,750.00	-11,850.00
50500 · Dues & Memberships	500.00	2,480.00	4,000.00	4,000.00	-1,520.00
50550 · Election Expense	0.00	0.00	5,000.00	5,000.00	-5,000.00
50600 · GMA 8 Expenses					
50605 · Technical Committee	100.00	100.00	5,000.00	5,000.00	-4,900.00
50610 · Administration	0.00	0.00	2,500.00	2,500.00	-2,500.00
Total 50600 · GMA 8 Expenses	100.00	100.00	7,500.00	7,500.00	-7,400.00
50700 · Meals	12.71	12.71	1,000.00	1,000.00	-987.29
50800 · Mileage Reimbursements	0.00	0.00	5,000.00	5,000.00	-5,000.00
50900 · Travel & Hotel	865.91	865.91	5,175.00	5,175.00	-4,309.09
Total 50000 · Administrative Expenses	2,728.62	5,203.62	121,970.00	118,862.00	-113,658.38

	Nov 22	Oct '22 thru Nov '22	FY23 Original Budget	FY23 Amended Budget	\$ Over Budget
52000 · Salary Costs					
52005 · Administrative Assistant	4,830.00	9,660.00	57,960.00	57,960.00	-48,300.00
52010 · Educational Coord/Support Tech	4,312.50	8,625.00	51,750.00	51,750.00	-43,125.00
52015 · Manager	8,625.00	17,250.00	103,500.00	103,500.00	-86,250.00
52020 · Part Time/Intern	0.00	0.00	4,500.00	4,500.00	-4,500.00
52025 · Office Assistant/Field Tech	4,053.75	8,107.50	48,645.00	48,645.00	-40,537.50
52040 · Health Insurance	2,769.74	7,574.47	34,525.00	34,525.00	-26,950.53
52045 · Payroll Taxes & Work Comp	1,725.53	3,451.06	26,636.00	26,636.00	-23,184.94
52050 · Retirement	889.83	1,779.66	11,986.00	11,986.00	-10,206.34
52055 · Payroll Expenses	33.66	58.66	425.00	425.00	-366.34
52060 · Freshbenies	0.00	88.00	528.00	528.00	-440.00
Total 52000 · Salary Costs	27,240.01	56,594.35	340,455.00	340,455.00	-283,860.65
53000 · Operating Expenses					
53010 · Bank Service Charges	10.00	10.00	350.00	350.00	-340.00
53020 · Advertisement	455.50	455.50	4,000.00	4,000.00	-3,544.50
53030 · Appraisal District	1,772.17	1,772.17	9,000.00	9,000.00	-7,227.83
53100 · Clearwater Studies					
53105 · Trinity Studies					
53105.1 · Pumping Distribution	0.00	0.00	0.00	0.00	0.00
53105.2 · Pumping Test	0.00	0.00	4,000.00	4,000.00	-4,000.00
53105.3 · Synoptic	0.00	0.00	0.00	0.00	0.00
53105.4 · GAM Run	1,400.00	1,400.00	74,000.00	84,077.25	-82,677.25
53105.5 · Mgmt Options	0.00	0.00	0.00	0.00	0.00
53105.6 · Water Quality Studies	0.00	0.00	12,600.00	12,600.00	-12,600.00
Total 53105 · Trinity Studies	1,400.00	1,400.00	90,600.00	100,677.25	-99,277.25
53110 · Edwards BFZ Studies					
53110.1 · Pumping Distribution	0.00	0.00	0.00	0.00	0.00
53110.2 · Pumping Test	0.00	0.00	4,000.00	4,000.00	-4,000.00
53110.3 · Synoptic	0.00	0.00	0.00	0.00	0.00
53110.4 · Spring Shed (Baylor)	0.00	20,000.00	20,000.00	20,000.00	0.00
53110.5 · Water Quality Studies	0.00	0.00	0.00	0.00	0.00
53110.6 · GAM Calibration	0.00	0.00	5,000.00	5,000.00	-5,000.00
Total 53110 · Edwards BFZ Studies	0.00	20,000.00	29,000.00	29,000.00	-9,000.00
53115 · Drought Contingency Plan	0.00	0.00	0.00	0.00	0.00
53120 · Endangered Species					
53120.1 · Coalition	0.00	0.00	15,000.00	15,000.00	-15,000.00
53120.2 · Reimburseable Order	0.00	0.00	0.00	0.00	0.00
53120.3 · 4(d) rule	0.00	0.00	0.00	0.00	0.00
53120.4 · DPS Petition	0.00	0.00	0.00	0.00	0.00
Total 53120 · Endangered Species	0.00	0.00	15,000.00	15,000.00	-15,000.00
53125 · Environmental Flows	0.00	0.00	0.00	0.00	0.00
53130 · General Consulting					
53130.1 · DFC Process	0.00	0.00	7,500.00	7,500.00	-7,500.00

	Nov 22	Oct '22 thru Nov '22	FY23 Original Budget	FY23 Amended Budget	\$ Over Budget
53130.2 · Eval of Rules	0.00	0.00	0.00	0.00	0.00
53130.3 · Eval. Hydrogeologic Report	0.00	0.00	0.00	0.00	0.00
53130.4 · Investigations	1,204.00	1,204.00	8,000.00	8,000.00	-6,796.00
53130.5 · Geo Logging	0.00	0.00	5,000.00	5,000.00	-5,000.00
53130.6 · Aquifer Monitor Well Tool	0.00	0.00	0.00	0.00	0.00
53130.7 · ASR Study	0.00	0.00	0.00	0.00	0.00
53130.8 · Data Release	0.00	0.00	0.00	0.00	0.00
Total 53130 · General Consulting	1,204.00	1,204.00	20,500.00	20,500.00	-19,296.00
53135 · Monitor Well Construction	0.00	0.00	0.00	0.00	0.00
53140 · Monitor Wells Expenses	0.00	0.00	5,000.00	5,000.00	-5,000.00
53141 · Weather Station Expense	0.00	0.00	2,000.00	2,000.00	-2,000.00
53145 · Spring Flow Gauge	0.00	0.00	0.00	0.00	0.00
53150 · Water Quality	80.25	80.25	4,500.00	4,500.00	-4,419.75
53155 · 3-D Visualization	0.00	0.00	5,000.00	5,000.00	-5,000.00
Total 53100 · Clearwater Studies	2,684.25	22,684.25	171,600.00	181,677.25	-158,993.00
53200 · Spring Flow Gage System					
53205 · Op. & Maintenance	0.00	0.00	16,377.00	16,377.00	-16,377.00
53210 · Installation	0.00	0.00	0.00	0.00	0.00
Total 53200 · Spring Flow Gage System	0.00	0.00	16,377.00	16,377.00	-16,377.00
53300 · Computer Consulting					
53305 · Enhancements - Data Base	0.00	0.00	6,200.00	6,200.00	-6,200.00
53306 · Hosting - Data Base	0.00	0.00	2,000.00	2,000.00	-2,000.00
53310 · Hosting - PDI	0.00	0.00	0.00	0.00	0.00
53311 · Hosting - Website	25.00	25.00	0.00	300.00	-275.00
53312 · Enhancements - Website	0.00	0.00	0.00	0.00	0.00
53315 · IT Network Sustainment	650.00	1,100.00	5,400.00	7,800.00	-6,700.00
53317 · Management Tool Sustainment	0.00	0.00	1,500.00	1,500.00	-1,500.00
Total 53300 · Computer Consulting	675.00	1,125.00	15,100.00	17,800.00	-16,675.00
53400 · Computer Licenses/Virus Prtctn	120.50	164.50	1,500.00	1,908.00	-1,743.50
53450 · Computer Repairs and Supplies	0.00	0.00	2,000.00	2,000.00	-2,000.00
53500 · Computer Software & Hardware	0.00	0.00	5,000.00	5,000.00	-5,000.00
53550 · Copier/Scanner/Plotter	973.12	973.12	6,000.00	6,000.00	-5,026.88
53600 · Educational Outreach/Marketing					
53603 · Sponsorships	0.00	1,000.00	8,500.00	8,500.00	-7,500.00
53605 · Event Cost	1,690.37	-3,409.63	2,500.00	2,500.00	-5,909.63
53615 · Promotional Items	1,015.00	1,015.00	5,000.00	5,000.00	-3,985.00
53620 · Supplies & Equipment	0.00	0.00	4,500.00	4,500.00	-4,500.00
53625 · Curriculum	0.00	0.00	0.00	0.00	0.00
Total 53600 · Educational Outreach/Marketing	2,705.37	-1,394.63	20,500.00	20,500.00	-21,894.63
53650 · Furniture & Equipment	-730.69	-730.69	2,500.00	2,500.00	-3,230.69
53700 · Legal					
53701 · Drought Contingency Plan	0.00	0.00	0.00	0.00	0.00
53702 · Endangered Species	0.00	0.00	10,000.00	10,000.00	-10,000.00

	Nov 22	Oct '22 thru Nov '22	FY23 Original Budget	FY23 Amended Budget	\$ Over Budget
53703 · General (rules/accountability)	0.00	0.00	10,000.00	10,000.00	-10,000.00
53704 · Legislative Research/Analysis	0.00	0.00	2,500.00	2,500.00	-2,500.00
53705 · Legislative Services	0.00	0.00	35,000.00	35,000.00	-35,000.00
53706 · GMA/DFC/MAG support	0.00	0.00	10,000.00	10,000.00	-10,000.00
Total 53700 · Legal	0.00	0.00	67,500.00	67,500.00	-67,500.00
53720 · Office Supplies	561.23	561.23	3,500.00	3,500.00	-2,938.77
53730 · Permit Reviews					
53731 · Geoscience	400.00	400.00	25,000.00	25,000.00	-24,600.00
53732 · Legal Evaluation	0.00	0.00	25,000.00	25,000.00	-25,000.00
Total 53730 · Permit Reviews	400.00	400.00	50,000.00	50,000.00	-49,600.00
53740 · Postage	148.54	148.54	2,875.00	2,875.00	-2,726.46
53750 · Printing	0.00	0.00	2,500.00	2,500.00	-2,500.00
53760 · Reserve for Uncollected Taxes	0.00	0.00	20,000.00	20,000.00	-20,000.00
53780 · Subscriptions	34.13	34.13	900.00	900.00	-865.87
53785 · Mobile Classroom Expense	0.00	0.00	2,000.00	2,000.00	-2,000.00
53790 · Vehicle Expense	427.53	631.93	5,600.00	5,600.00	-4,968.07
Total 53000 · Operating Expenses	10,236.65	26,835.05	408,802.00	421,987.25	-395,152.20
54000 · Facility Costs					
54100 · Insurance					
54101 · Liability	0.00	2,020.76	2,400.00	2,100.00	-79.24
54102 · Property	0.00	2,094.26	2,220.00	2,220.00	-125.74
54103 · Surety Bonds	1,040.00	1,040.00	1,000.00	1,300.00	-260.00
54104 · Worker's Comp	0.00	905.52	1,100.00	1,100.00	-194.48
54105 · Liability - Vehicle	0.00	849.66	1,250.00	1,250.00	-400.34
Total 54100 · Insurance	1,040.00	6,910.20	7,970.00	7,970.00	-1,059.80
54200 · Building Repairs/Maintenance	119.00	639.00	8,000.00	8,000.00	-7,361.00
54300 · Janitorial Service	878.00	878.00	6,000.00	6,000.00	-5,122.00
54400 · Janitorial Supplies	40.26	40.26	750.00	750.00	-709.74
54500 · Lawn Maintenance/Service	450.00	450.00	3,000.00	3,000.00	-2,550.00
54600 · Security	59.90	89.85	375.00	375.00	-285.15
Total 54000 · Facility Costs	2,587.16	9,007.31	26,095.00	26,095.00	-17,087.69
55000 · Utilities					
55200 · Electricity	356.44	356.44	2,500.00	2,500.00	-2,143.56
55300 · Internet	281.20	281.20	2,900.00	2,900.00	-2,618.80
55400 · Phone	203.86	407.72	2,400.00	2,400.00	-1,992.28
55500 · Water/Garbage	192.91	192.91	2,300.00	2,300.00	-2,107.09
Total 55000 · Utilities	1,034.41	1,238.27	10,100.00	10,100.00	-8,861.73
Total Expense	43,826.85	98,878.60	907,422.00	917,499.25	-818,620.65
Net Ordinary Income	486,436.84	433,889.19	-28,344.00	-38,421.25	472,310.44
Other Income/Expense					
Other Income					
61000 · Reserve Funds-Special Projects	0.00	0.00	28,344.00	28,344.00	-28,344.00
61050 · Reserve Funds from Prior Years	0.00	0.00	0.00	10,077.25	-10,077.25

Total Other Income
 Net Other Income
 Net Income

	Nov 22	Oct '22 thru Nov '22	FY23 Original Budget	FY23 Amended Budget	\$ Over Budget
	0.00	0.00	28,344.00	38,421.25	-38,421.25
	0.00	0.00	28,344.00	38,421.25	-38,421.25
	486,436.84	433,889.19	0.00	0.00	433,889.19

Clearwater Underground Water Conservation

Profit & Loss Detail

November 2022

12/19/22

Accrual Basis

Type	Date	Num	Name	Memo	Amount	Balance
Ordinary Income/Expense						
Income						
40005 · Application Fee Income						
Invoice	11/09/2022	181	RREAF Holdings LLC	Permit Applic...	884.00	884.00
Total 40005 · Application Fee Income					884.00	884.00
40007 · Administrative Fees						
Invoice	11/18/2022	184	Clemo Ray	Encumbranc...	150.00	150.00
Total 40007 · Administrative Fees					150.00	150.00
40010 · Bell CAD Current Year Tax						
Deposit	11/02/2022			Deposit	117,684.40	117,684.40
Deposit	11/02/2022			Deposit	2.01	117,686.41
Deposit	11/02/2022			Deposit	-38.37	117,648.04
Deposit	11/02/2022			Deposit	40.68	117,688.72
Deposit	11/16/2022			Deposit	74,998.98	192,687.70
Deposit	11/16/2022			Deposit	2.72	192,690.42
Deposit	11/16/2022			Deposit	-51.99	192,638.43
Deposit	11/25/2022			Deposit	89,177.83	281,816.26
Deposit	11/25/2022			Deposit	0.32	281,816.58
Deposit	11/25/2022			Deposit	-245.61	281,570.97
Deposit	11/30/2022			Deposit	242,437.15	524,008.12
Deposit	11/30/2022			Deposit	1.54	524,009.66
Deposit	11/30/2022			Temple housi...	286.00	524,295.66
Total 40010 · Bell CAD Current Year Tax					524,295.66	524,295.66
40015 · Bell CAD Deliquent Tax						
Deposit	11/02/2022			Deposit	1,283.90	1,283.90
Deposit	11/02/2022			Deposit	0.64	1,284.54
Deposit	11/02/2022			Deposit	-13.32	1,271.22
Deposit	11/02/2022			Deposit	2.24	1,273.46
Deposit	11/16/2022			Deposit	412.37	1,685.83
Deposit	11/16/2022			Deposit	3.73	1,689.56
Deposit	11/16/2022			Deposit	-225.50	1,464.06
Deposit	11/25/2022			Deposit	529.56	1,993.62
Deposit	11/25/2022			Deposit	-84.08	1,909.54
Total 40015 · Bell CAD Deliquent Tax					1,909.54	1,909.54
40020 · Interest Income						
Deposit	11/30/2022			Deposit	1,583.50	1,583.50
Deposit	11/30/2022			Deposit	1,440.99	3,024.49
Total 40020 · Interest Income					3,024.49	3,024.49
Total Income					530,263.69	530,263.69
Gross Profit					530,263.69	530,263.69
Expense						
50000 · Administrative Expenses						
50200 · Conferences & Prof Development						
Bill	11/09/2022		Card Service Center	Water For TX...	350.00	350.00
Total 50200 · Conferences & Prof Development					350.00	350.00
50400 · Director Fees						
50405 · At Large						
Bill	11/09/2022	Oct 2022	David Cole	Board Mtg O...	150.00	150.00
Bill	11/30/2022	Nov2022	David Cole	Board Mtg N...	150.00	300.00
Total 50405 · At Large					300.00	300.00

Clearwater Underground Water Conservation Profit & Loss Detail November 2022

Type	Date	Num	Name	Memo	Amount	Balance
50415 · Pct. 2						
Bill	11/09/2022	Oct 2022	Gary Young	Board Mtg O...	150.00	150.00
Bill	11/30/2022	Nov2022	Gary Young	Board Mtg - ...	150.00	300.00
Total 50415 · Pct. 2					300.00	300.00
50420 · Pct. 3						
Bill	11/09/2022	Oct 2022	Jody Williams	Board Mtg O...	150.00	150.00
Bill	11/30/2022	Nov 2022	Jody Williams	Board Mtg N...	150.00	300.00
Total 50420 · Pct. 3					300.00	300.00
Total 50400 · Director Fees					900.00	900.00
50500 · Dues & Memberships						
Bill	11/09/2022	Inv 02885	Texas Ground Water A...	Inv 02885 - ...	500.00	500.00
Total 50500 · Dues & Memberships					500.00	500.00
50600 · GMA 8 Expenses						
50605 · Technical Committee						
Bill	11/30/2022	Inv 9214	R.W. Harden & Assoc, I...	Inv 9214 GM...	100.00	100.00
Total 50605 · Technical Committee					100.00	100.00
Total 50600 · GMA 8 Expenses					100.00	100.00
50700 · Meals						
Bill	11/09/2022		Card Service Center	County Eng. ...	12.71	12.71
Total 50700 · Meals					12.71	12.71
50900 · Travel & Hotel						
Bill	11/09/2022		Card Service Center	TWCA & Wat...	865.91	865.91
Total 50900 · Travel & Hotel					865.91	865.91
Total 50000 · Administrative Expenses					2,728.62	2,728.62
52000 · Salary Costs						
52005 · Administrative Assistant						
Paycheck	11/30/2022	DD1366	Shelly Chapman	Direct Deposit	4,610.45	4,610.45
Paycheck	11/30/2022	DD1366	Shelly Chapman	Direct Deposit	219.55	4,830.00
Total 52005 · Administrative Assistant					4,830.00	4,830.00
52010 · Educational Coord/Support Tech						
Paycheck	11/30/2022	DD1367	Tristin S Smith	Direct Deposit	4,312.50	4,312.50
Total 52010 · Educational Coord/Support Tech					4,312.50	4,312.50
52015 · Manager						
Paycheck	11/30/2022	DD1365	Richard E Aaron	Direct Deposit	8,625.00	8,625.00
Total 52015 · Manager					8,625.00	8,625.00
52025 · Office Assistant/Field Tech						
Paycheck	11/30/2022	DD1364	Corey C Dawson	Direct Deposit	4,053.75	4,053.75
Paycheck	11/30/2022	DD1364	Corey C Dawson	Direct Deposit	0.00	4,053.75
Paycheck	11/30/2022	DD1364	Corey C Dawson	Direct Deposit	0.00	4,053.75
Total 52025 · Office Assistant/Field Tech					4,053.75	4,053.75

Clearwater Underground Water Conservation Profit & Loss Detail November 2022

Type	Date	Num	Name	Memo	Amount	Balance
52040 · Health Insurance						
Check	11/28/2022	SWHP-Dec22	Scott & White Health Pl...	ACH Approv...	2,034.99	2,034.99
Paycheck	11/30/2022	DD1364	Corey C Dawson	Direct Deposit	500.00	2,534.99
Paycheck	11/30/2022	DD1365	Richard E Aaron	Direct Deposit	500.00	3,034.99
Paycheck	11/30/2022	DD1366	Shelly Chapman	Direct Deposit	-265.25	2,769.74
Paycheck	11/30/2022	DD1366	Shelly Chapman	Direct Deposit	1,219.72	3,989.46
Paycheck	11/30/2022	DD1366	Shelly Chapman	Direct Deposit	-1,219.72	2,769.74
Paycheck	11/30/2022	DD1367	Tristin S Smith	Direct Deposit	0.00	2,769.74
Paycheck	11/30/2022	DD1367	Tristin S Smith	Direct Deposit	550.02	3,319.76
Paycheck	11/30/2022	DD1367	Tristin S Smith	Direct Deposit	-550.02	2,769.74
Total 52040 · Health Insurance					2,769.74	2,769.74
52045 · Payroll Taxes & Work Comp						
Paycheck	11/30/2022	DD1364	Corey C Dawson	Direct Deposit	282.34	282.34
Paycheck	11/30/2022	DD1364	Corey C Dawson	Direct Deposit	66.03	348.37
Paycheck	11/30/2022	DD1364	Corey C Dawson	Direct Deposit	0.00	348.37
Paycheck	11/30/2022	DD1365	Richard E Aaron	Direct Deposit	565.75	914.12
Paycheck	11/30/2022	DD1365	Richard E Aaron	Direct Deposit	132.31	1,046.43
Paycheck	11/30/2022	DD1365	Richard E Aaron	Direct Deposit	0.00	1,046.43
Paycheck	11/30/2022	DD1366	Shelly Chapman	Direct Deposit	283.01	1,329.44
Paycheck	11/30/2022	DD1366	Shelly Chapman	Direct Deposit	66.19	1,395.63
Paycheck	11/30/2022	DD1366	Shelly Chapman	Direct Deposit	0.00	1,395.63
Paycheck	11/30/2022	DD1367	Tristin S Smith	Direct Deposit	267.37	1,663.00
Paycheck	11/30/2022	DD1367	Tristin S Smith	Direct Deposit	62.53	1,725.53
Paycheck	11/30/2022	DD1367	Tristin S Smith	Direct Deposit	0.00	1,725.53
Total 52045 · Payroll Taxes & Work Comp					1,725.53	1,725.53
52050 · Retirement						
Paycheck	11/30/2022	DD1364	Corey C Dawson	Direct Deposit	204.92	204.92
Paycheck	11/30/2022	DD1365	Richard E Aaron	Direct Deposit	410.63	615.55
Paycheck	11/30/2022	DD1366	Shelly Chapman	Direct Deposit	144.90	760.45
Paycheck	11/30/2022	DD1367	Tristin S Smith	Direct Deposit	129.38	889.83
Total 52050 · Retirement					889.83	889.83
52055 · Payroll Expenses						
Bill	11/09/2022		Card Service Center		8.66	8.66
Check	11/25/2022	HSAfeeNov22	Wex	ACH APPRO...	25.00	33.66
Total 52055 · Payroll Expenses					33.66	33.66
52060 · Freshbenies						
Paycheck	11/30/2022	DD1366	Shelly Chapman	Direct Deposit	22.00	22.00
Paycheck	11/30/2022	DD1366	Shelly Chapman	Direct Deposit	-22.00	0.00
Paycheck	11/30/2022	DD1367	Tristin S Smith	Direct Deposit	22.00	22.00
Paycheck	11/30/2022	DD1367	Tristin S Smith	Direct Deposit	-22.00	0.00
Total 52060 · Freshbenies					0.00	0.00
Total 52000 · Salary Costs					27,240.01	27,240.01
53000 · Operating Expenses						
53010 · Bank Service Charges						
Check	11/30/2022			Service Charge	10.00	10.00
Total 53010 · Bank Service Charges					10.00	10.00
53020 · Advertisement						
Bill	11/09/2022	Inv 2022-20...	Salado Village Voice	Inv 2022-20913	280.00	280.00
Bill	11/09/2022	Inv 13741380	Temple Daily Telegram	Ad - Public h...	175.50	455.50
Total 53020 · Advertisement					455.50	455.50
53030 · Appraisal District						
Bill	11/30/2022	2023-2nd Qtr	Tax Appraisal District - ...	2023 2nd qtr	1,772.17	1,772.17
Total 53030 · Appraisal District					1,772.17	1,772.17

Clearwater Underground Water Conservation Profit & Loss Detail

12/19/22

Accrual Basis

November 2022

Type	Date	Num	Name	Memo	Amount	Balance
53100 · Clearwater Studies						
53105 · Trinity Studies						
53105.4 · GAM Run						
Bill	11/30/2022	Inv 9214	R.W. Harden & Assoc, I...	Inv 9214 GMM	1,400.00	1,400.00
Total 53105.4 · GAM Run					1,400.00	1,400.00
Total 53105 · Trinity Studies					1,400.00	1,400.00
53130 · General Consulting						
53130.4 · Investigations						
Bill	11/09/2022		Card Service Center	Warranty De...	4.00	4.00
Bill	11/30/2022	Inv 9214	R.W. Harden & Assoc, I...	Inv 9214 Rul...	1,200.00	1,204.00
Total 53130.4 · Investigations					1,204.00	1,204.00
Total 53130 · General Consulting					1,204.00	1,204.00
53150 · Water Quality						
Bill	11/30/2022	Inv 13240116	HACH Company	replacement f...	80.25	80.25
Total 53150 · Water Quality					80.25	80.25
Total 53100 · Clearwater Studies					2,684.25	2,684.25
53300 · Computer Consulting						
53311 · Hosting - Website						
Bill	11/09/2022	Inv 19353	Engineer Austin, LLC	Inv 19353	25.00	25.00
Total 53311 · Hosting - Website					25.00	25.00
53315 · IT Network Sustainment						
Bill	11/09/2022	Inv 19353	Engineer Austin, LLC	Inv 19353	650.00	650.00
Total 53315 · IT Network Sustainment					650.00	650.00
Total 53300 · Computer Consulting					675.00	675.00
53400 · Computer Licenses/Virus Prtctn						
Bill	11/09/2022	Inv 19353	Engineer Austin, LLC	Inv 19353	120.50	120.50
Total 53400 · Computer Licenses/Virus Prtctn					120.50	120.50
53550 · Copier/Scanner/Plotter						
Bill	11/09/2022	Inv 0172495...	Xerox	Inv 017249509	486.56	486.56
Bill	11/30/2022	Inv 0174689...	Xerox	Inv 017468961	486.56	973.12
Total 53550 · Copier/Scanner/Plotter					973.12	973.12
53600 · Educational Outreach/Marketing						
53605 · Event Cost						
Bill	11/09/2022	Inv 16679668	Temple Daily Telegram	Inv 16679668...	584.37	584.37
Bill	11/30/2022	Inv 80974412	Killeen Daily Herald	Water Symp...	1,106.00	1,690.37
Total 53605 · Event Cost					1,690.37	1,690.37
53615 · Promotional Items						
Bill	11/30/2022	Inv AJL-124...	AJL Advertising Special...	Inv AJL-1246...	1,015.00	1,015.00
Total 53615 · Promotional Items					1,015.00	1,015.00
Total 53600 · Educational Outreach/Marketing					2,705.37	2,705.37
53650 · Furniture & Equipment						
Bill	11/09/2022		Card Service Center	Returned pap...	-730.69	-730.69
Total 53650 · Furniture & Equipment					-730.69	-730.69
53720 · Office Supplies						
Bill	11/09/2022		Card Service Center		561.23	561.23
Total 53720 · Office Supplies					561.23	561.23

Clearwater Underground Water Conservation Profit & Loss Detail November 2022

12/19/22

Accrual Basis

Type	Date	Num	Name	Memo	Amount	Balance
53730 · Permit Reviews						
53731 · Geoscience						
Bill	11/30/2022	Inv 9214	R.W. Harden & Assoc, I...	Inv 9214 S...	400.00	400.00
Total 53731 · Geoscience					400.00	400.00
Total 53730 · Permit Reviews					400.00	400.00
53740 · Postage						
Bill	11/09/2022		Card Service Center	Certified mail...	148.54	148.54
Total 53740 · Postage					148.54	148.54
53780 · Subscriptions						
Bill	11/09/2022		Card Service Center	American Sta...	11.71	11.71
Bill	11/09/2022		Card Service Center	GoToMtg	5.39	17.10
Bill	11/09/2022		Card Service Center	Drop Box	17.03	34.13
Total 53780 · Subscriptions					34.13	34.13
53790 · Vehicle Expense						
Check	11/09/2022	Cefco-Nov22	CEFCO	ACH approved	252.72	252.72
Bill	11/09/2022	INV 108608	Johnson Brothers Ford	Ref # 71088	159.81	412.53
Bill	11/09/2022		Card Service Center		15.00	427.53
Total 53790 · Vehicle Expense					427.53	427.53
Total 53000 · Operating Expenses					10,236.65	10,236.65
54000 · Facility Costs						
54100 · Insurance						
54103 · Surety Bonds						
Bill	11/09/2022		Victor Insurance Manag...	Employee Su...	1,040.00	1,040.00
Total 54103 · Surety Bonds					1,040.00	1,040.00
Total 54100 · Insurance					1,040.00	1,040.00
54200 · Building Repairs/Maintenance						
Bill	11/09/2022	Inv 60013	American Fire & Sefety,...	Annual Fire e...	119.00	119.00
Total 54200 · Building Repairs/Maintenance					119.00	119.00
54300 · Janitorial Service						
Bill	11/09/2022	Inv 3238-5719	Fish Window Cleaning	Inv 3238-5719	42.00	42.00
Bill	11/09/2022	Inv AST102...	Jani-King of Austin	Inv AST1022...	397.00	439.00
Bill	11/30/2022	Inv 3238-5973	Fish Window Cleaning	Inv 3238-5973	42.00	481.00
Bill	11/30/2022	Inv AST112...	Jani-King of Austin	Inv AST1122...	397.00	878.00
Total 54300 · Janitorial Service					878.00	878.00
54400 · Janitorial Supplies						
Bill	11/09/2022		Card Service Center		40.26	40.26
Total 54400 · Janitorial Supplies					40.26	40.26
54500 · Lawn Maintenance/Service						
Bill	11/09/2022	Inv 21947	Greeson Lawn Services...	Inv 21947	225.00	225.00
Bill	11/30/2022	Inv 22066	Greeson Lawn Services...	Inv 22066	225.00	450.00
Total 54500 · Lawn Maintenance/Service					450.00	450.00
54600 · Security						
Bill	11/09/2022	Inv 112217	Progressive Protection	Inv 112217	29.95	29.95
Bill	11/30/2022	Inv 112547	Progressive Protection	Inv 112547	29.95	59.90
Total 54600 · Security					59.90	59.90
Total 54000 · Facility Costs					2,587.16	2,587.16

**Clearwater Underground Water Conservation
Profit & Loss Detail
November 2022**

12/19/22

Accrual Basis

Type	Date	Num	Name	Memo	Amount	Balance
55000 · Utilities						
55200 · Electricity						
Check	11/09/2022	FreePtOct22	Freepoint Energy Soluti...	ACH Approved	206.00	206.00
Check	11/29/2022	FreePtNov22	Freepoint Energy Soluti...	Inv 2021640 ...	150.44	356.44
Total 55200 · Electricity					356.44	356.44
55300 · Internet						
Check	11/09/2022	Spect-Oct22	Spectrum (Charter Com...	AchApproved	140.60	140.60
Check	11/29/2022	Spect-Nov22	Spectrum (Charter Com...	ACH Approv...	140.60	281.20
Total 55300 · Internet					281.20	281.20
55400 · Phone						
Check	11/09/2022	Spect-Oct22	Spectrum (Charter Com...		0.00	0.00
Bill	11/09/2022	Inv 47130	Folkerson Communicati...	Inv 47130	203.86	203.86
Check	11/29/2022	Spect-Nov22	Spectrum (Charter Com...		0.00	203.86
Total 55400 · Phone					203.86	203.86
55500 · Water/Garbage						
Bill	11/09/2022		City of Belton		192.91	192.91
Bill	11/30/2022		City of Belton		0.00	192.91
Total 55500 · Water/Garbage					192.91	192.91
Total 55000 · Utilities					1,034.41	1,034.41
Total Expense					43,826.85	43,826.85
Net Ordinary Income					486,436.84	486,436.84
Net Income					486,436.84	486,436.84

Clearwater Underground Water Conservation
A/P Aging Detail
As of December 18, 2022

<u>Type</u>	<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Due Date</u>	<u>Aging</u>	<u>Open Balance</u>
Current						
Total Current						
1 - 30						
Total 1 - 30						
31 - 60						
Total 31 - 60						
61 - 90						
Total 61 - 90						
> 90						
Total > 90						
TOTAL						<hr/> <hr/>

November 2022 Investment Fund
Item #7

TexPool Participant Services
 1001 Texas Avenue, Suite 1150
 Houston, TX 77022



Summary Statement

CLEARWATER UNDERGROUND WCD
 ATTN DIRK AARON
 PO BOX 1989
 BELTON TX 76513-5989

Statement Period 11/01/2022 - 11/30/2022
 Customer Service 1-866-TEX-POOL
 Location ID 000079358

GENERAL FUND - 07935800001

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance	Average Balance
TexPool	\$485,516.00	\$0.00	\$0.00	\$1,440.99	\$486,956.99	\$485,564.03
TexPool Prime	\$491,853.29	\$0.00	\$0.00	\$1,583.50	\$493,436.79	\$491,906.07
Total Dollar Value	\$977,369.29	\$0.00	\$0.00	\$3,024.49	\$980,393.78	

ACCOUNT TOTALS

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance
TexPool	\$485,516.00 ✓	\$0.00	\$0.00	\$1,440.99 ✓	\$486,956.99
TexPool Prime	\$491,853.29 ✓	\$0.00	\$0.00	\$1,583.50 ✓	\$493,436.79
Total Dollar Value	\$977,369.29	\$0.00	\$0.00	\$3,024.49	\$980,393.78

✓
 12/31/2022
 SEC

7:49 AM

12/08/22

Clearwater Underground Water Conservation
Reconciliation Summary
10500 - Cash-TexPool Prime, Period Ending 11/30/2022

	Nov 30, 22
Beginning Balance	491,853.29
Cleared Transactions	
Deposits and Credits - 1 item	1,583.50
Total Cleared Transactions	1,583.50
Cleared Balance	493,436.79
Uncleared Transactions	
Deposits and Credits - 1 item	210,000.00
Total Uncleared Transactions	210,000.00
Register Balance as of 11/30/2022	703,436.79
Ending Balance	703,436.79



7:50 AM

12/08/22

Clearwater Underground Water Conservation
Reconciliation Summary
10505 - Cash - TexPool, Period Ending 11/30/2022

	Nov 30, 22
Beginning Balance	435,516.00
Cleared Transactions	
Deposits and Credits - 1 item	1,440.99
Total Cleared Transactions	1,440.99
Cleared Balance	486,956.99 ✓
Uncleared Transactions	
Deposits and Credits - 1 item	210,000.00
Total Uncleared Transactions	210,000.00
Register Balance as of 11/30/2022	696,956.99
Ending Balance	696,956.99

December 2022 Financial Reports
Item #8

Clearwater Underground Water Conservation
Balance Sheet
As of December 31, 2022

01/04/23

Accrual Basis

	Dec 31, 22
ASSETS	
Current Assets	
Checking/Savings	
10005 · Cash-Reg Operating	36,199.31
10500 · Cash-TexPool Prime	720,992.13
10505 · Cash - TexPool	714,308.33
Total Checking/Savings	1,471,499.77
Accounts Receivable	
11000 · Accounts Receivable	884.00
Total Accounts Receivable	884.00
Other Current Assets	
11005 · Accounts Receivable - Taxes	22,425.93
Total Other Current Assets	22,425.93
Total Current Assets	1,494,809.70
Fixed Assets	
15005 · Land	59,981.29
15010 · Leasehold Improvements	19,000.00
15015 · Building	306,734.08
15016 · Storage Building	104,382.03
15018 · Monitor Wells	92,938.18
15019 · Mobile Classroom Trailer	90,688.85
15020 · Field Equipment	17,243.55
15023 · Vehicles	6,920.00
15025 · Office Equipment	71,574.04
15030 · Accumulated Depreciation	-208,221.30
Total Fixed Assets	561,240.72
TOTAL ASSETS	2,056,050.42
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
21000 · Deferred Tax Revenue	22,425.93
21025 · Deferred Insurance Proceeds	6,153.31
21050 · Compensated Absences Accrued	13,352.88
Total Other Current Liabilities	41,932.12
Total Current Liabilities	41,932.12
Total Liabilities	41,932.12
Equity	
31000 · Unappropriated Fund Balance	863,207.26
32000 · *Retained Earnings	90,365.81
33000 · Investment in Fixed Assets	592,189.66
Net Income	468,355.57
Total Equity	2,014,118.30
TOTAL LIABILITIES & EQUITY	2,056,050.42

**Clearwater Underground Water Conservation
Profit & Loss Budget vs. Actual
October 2022 through September 2023**

7:47 PM
01/04/2023
Accrual Basis

	Dec '22	Oct '22 thru Dec '22	FY23 Original Budget	FY23 Amended Budget	\$ Over Budget
Ordinary Income/Expense					
Income					
40005 · Application Fee Income	0.00	884.00	50,000.00	50,000.00	-49,116.00
40007 · Administrative Fees	0.00	150.00	0.00	0.00	150.00
40010 · Bell CAD Current Year Tax	98,056.25	622,351.91	816,578.00	816,578.00	-194,226.09
40015 · Bell CAD Deliquent Tax	379.73	2,289.27	10,000.00	10,000.00	-7,710.73
40020 · Interest Income	4,906.68	10,435.27	1,000.00	1,000.00	9,435.27
40030 · Transport Fee Income	0.00	0.00	1,500.00	1,500.00	-1,500.00
40035 · Civil Penalties	0.00	0.00	0.00	0.00	0.00
Total Income	103,342.66	636,110.45	879,078.00	879,078.00	-242,967.55
Gross Profit	103,342.66	636,110.45	879,078.00	879,078.00	-242,967.55
Expense					
50000 · Administrative Expenses					
50100 · Audit	0.00	0.00	8,500.00	8,500.00	-8,500.00
50200 · Conferences & Prof Development	0.00	845.00	4,000.00	4,000.00	-3,155.00
50250 · Contingency Fund	0.00	0.00	61,545.00	48,038.74	-48,038.74
50300 · Director Expenses					
50305 · At Large	0.00	0.00	1,500.00	1,500.00	-1,500.00
50310 · Pct. 1	0.00	0.00	1,500.00	1,500.00	-1,500.00
50315 · Pct. 2	0.00	0.00	1,500.00	1,500.00	-1,500.00
50320 · Pct. 3	0.00	0.00	1,500.00	1,500.00	-1,500.00
50325 · Pct. 4	0.00	0.00	1,500.00	1,500.00	-1,500.00
Total 50300 · Director Expenses	0.00	0.00	7,500.00	7,500.00	-7,500.00
50400 · Director Fees					
50405 · At Large	150.00	450.00	2,550.00	2,550.00	-2,100.00
50410 · Pct. 1	0.00	0.00	2,550.00	2,550.00	-2,550.00
50415 · Pct. 2	150.00	450.00	2,550.00	2,550.00	-2,100.00
50420 · Pct. 3	150.00	450.00	2,550.00	2,550.00	-2,100.00
50425 · Pct. 4	0.00	0.00	2,550.00	2,550.00	-2,550.00
Total 50400 · Director Fees	450.00	1,350.00	12,750.00	12,750.00	-11,400.00
50500 · Dues & Memberships	336.00	2,816.00	4,000.00	4,000.00	-1,184.00
50550 · Election Expense	0.00	0.00	5,000.00	5,000.00	-5,000.00
50600 · GMA 8 Expenses					
50605 · Technical Committee	0.00	100.00	5,000.00	5,000.00	-4,900.00
50610 · Administration	0.00	0.00	2,500.00	2,500.00	-2,500.00
Total 50600 · GMA 8 Expenses	0.00	100.00	7,500.00	7,500.00	-7,400.00
50700 · Meals	0.00	12.71	1,000.00	1,000.00	-987.29
50800 · Mileage Reimbursements	1,226.25	1,226.25	5,000.00	5,000.00	-3,773.75
50900 · Travel & Hotel	0.00	865.91	5,175.00	5,175.00	-4,309.09
Total 50000 · Administrative Expenses	2,012.25	7,215.87	121,970.00	108,463.74	-101,247.87

	Dec '22	Oct '22 thru Dec '22	FY23 Original Budget	FY23 Amended Budget	\$ Over Budget
52000 · Salary Costs					
52005 · Administrative Assistant	4,830.00	14,490.00	57,960.00	57,960.00	-43,470.00
52010 · Educational Coord/Support Tech	4,312.50	12,937.50	51,750.00	51,750.00	-38,812.50
52015 · Manager	8,625.00	25,875.00	103,500.00	103,500.00	-77,625.00
52020 · Part Time/Intern	0.00	0.00	4,500.00	4,500.00	-4,500.00
52025 · Office Assistant/Field Tech	4,053.75	12,161.25	48,645.00	48,645.00	-36,483.75
52040 · Health Insurance	2,769.74	10,344.21	34,525.00	34,525.00	-24,180.79
52045 · Payroll Taxes & Work Comp	1,725.54	5,176.60	26,636.00	26,636.00	-21,459.40
52050 · Retirement	889.83	2,669.49	11,986.00	11,986.00	-9,316.51
52055 · Payroll Expenses	25.00	83.66	425.00	425.00	-341.34
52060 · Freshbenies	44.00	132.00	528.00	528.00	-396.00
Total 52000 · Salary Costs	27,275.36	83,869.71	340,455.00	340,455.00	-256,585.29
53000 · Operating Expenses					
53010 · Bank Service Charges	0.00	10.00	350.00	350.00	-340.00
53020 · Advertisement	0.00	455.50	4,000.00	4,000.00	-3,544.50
53030 · Appraisal District	0.00	1,772.17	9,000.00	9,000.00	-7,227.83
53100 · Clearwater Studies					
53105 · Trinity Studies					
53105.1 · Pumping Distribution	0.00	0.00	0.00	0.00	0.00
53105.2 · Pumping Test	0.00	0.00	4,000.00	4,000.00	-4,000.00
53105.3 · Synoptic	0.00	0.00	0.00	0.00	0.00
53105.4 · GAM Run	2,835.00	4,235.00	74,000.00	84,077.25	-79,842.25
53105.5 · Mgmt Options	0.00	0.00	0.00	0.00	0.00
53105.6 · Water Quality Studies	0.00	0.00	12,600.00	12,600.00	-12,600.00
Total 53105 · Trinity Studies	2,835.00	4,235.00	90,600.00	100,677.25	-96,442.25
53110 · Edwards BFZ Studies					
53110.1 · Pumping Distribution	0.00	0.00	0.00	0.00	0.00
53110.2 · Pumping Test	0.00	0.00	4,000.00	4,000.00	-4,000.00
53110.3 · Synoptic	0.00	0.00	0.00	0.00	0.00
53110.4 · Spring Shed (Baylor)	0.00	20,000.00	20,000.00	20,000.00	0.00
53110.5 · Water Quality Studies	0.00	0.00	0.00	0.00	0.00
53110.6 · GAM Calibration	0.00	0.00	5,000.00	5,000.00	-5,000.00
Total 53110 · Edwards BFZ Studies	0.00	20,000.00	29,000.00	29,000.00	-9,000.00
53115 · Drought Contingency Plan	0.00	0.00	0.00	0.00	0.00
53120 · Endangered Species					
53120.1 · Coalition	0.00	0.00	15,000.00	15,000.00	-15,000.00
53120.2 · Reimburseable Order	0.00	0.00	0.00	0.00	0.00
53120.3 · 4(d) rule	0.00	0.00	0.00	0.00	0.00
53120.4 · DPS Petition	0.00	0.00	0.00	0.00	0.00
Total 53120 · Endangered Species	0.00	0.00	15,000.00	15,000.00	-15,000.00
53125 · Environmental Flows	0.00	0.00	0.00	0.00	0.00

	Dec '22	Oct '22 thru Dec '22	FY23 Original Budget	FY23 Amended Budget	\$ Over Budget
53130 · General Consulting					
53130.1 · DFC Process	0.00	0.00	7,500.00	7,500.00	-7,500.00
53130.2 · Eval of Rules	0.00	0.00	0.00	0.00	0.00
53130.3 · Eval. Hydrogeologic Report	0.00	0.00	0.00	0.00	0.00
53130.4 · Investigations	1,450.00	2,654.00	8,000.00	8,000.00	-5,346.00
53130.5 · Geo Logging	0.00	0.00	5,000.00	5,000.00	-5,000.00
53130.6 · Aquifer Monitor Well Tool	0.00	0.00	0.00	0.00	0.00
53130.7 · ASR Study	0.00	0.00	0.00	0.00	0.00
53130.8 · Data Release	0.00	0.00	0.00	0.00	0.00
Total 53130 · General Consulting	1,450.00	2,654.00	20,500.00	20,500.00	-17,846.00
53135 · Monitor Well Construction	10,398.26	10,398.26	0.00	10,398.26	0.00
53140 · Monitor Wells Expenses	0.00	0.00	5,000.00	5,000.00	-5,000.00
53141 · Weather Station Expense	0.00	0.00	2,000.00	2,000.00	-2,000.00
53145 · Spring Flow Gauge	0.00	0.00	0.00	0.00	0.00
53150 · Water Quality	808.64	888.89	4,500.00	4,500.00	-3,611.11
53155 · 3-D Visualization	0.00	0.00	5,000.00	5,000.00	-5,000.00
Total 53100 · Clearwater Studies	15,491.90	38,176.15	171,600.00	192,075.51	-153,899.36
53200 · Spring Flow Gage System					
53205 · Op. & Maintenance	0.00	0.00	16,377.00	16,377.00	-16,377.00
53210 · Installation	0.00	0.00	0.00	0.00	0.00
Total 53200 · Spring Flow Gage System	0.00	0.00	16,377.00	16,377.00	-16,377.00
53300 · Computer Consulting					
53305 · Enhancements - Data Base	0.00	0.00	6,200.00	6,200.00	-6,200.00
53306 · Hosting - Data Base	0.00	0.00	2,000.00	2,000.00	-2,000.00
53310 · Hosting - PDI	0.00	0.00	0.00	0.00	0.00
53311 · Hosting - Website	25.00	50.00	0.00	300.00	-250.00
53312 · Enhancements - Website	0.00	0.00	0.00	0.00	0.00
53315 · IT Network Sustainment	650.00	1,750.00	5,400.00	7,800.00	-6,050.00
53317 · Management Tool Sustainment	0.00	0.00	1,500.00	1,500.00	-1,500.00
Total 53300 · Computer Consulting	675.00	1,800.00	15,100.00	17,800.00	-16,000.00
53400 · Computer Licenses/Virus Prtctn	120.50	285.00	1,500.00	1,908.00	-1,623.00
53450 · Computer Repairs and Supplies	0.00	0.00	2,000.00	2,000.00	-2,000.00
53500 · Computer Software & Hardware	562.90	562.90	5,000.00	5,000.00	-4,437.10
53550 · Copier/Scanner/Plotter	486.56	1,459.68	6,000.00	6,000.00	-4,540.32
53600 · Educational Outreach/Marketing					
53603 · Sponsorships	526.16	1,526.16	8,500.00	7,533.28	-6,007.12
53605 · Event Cost	6,876.35	3,466.72	2,500.00	3,466.72	0.00
53615 · Promotional Items	0.00	1,015.00	5,000.00	5,000.00	-3,985.00
53620 · Supplies & Equipment	554.89	554.89	4,500.00	4,500.00	-3,945.11
53625 · Curriculum	0.00	0.00	0.00	0.00	0.00
Total 53600 · Educational Outreach/Marketing	7,957.40	6,562.77	20,500.00	20,500.00	-13,937.23

	Dec '22	Oct '22 thru Dec '22	FY23 Original Budget	FY23 Amended Budget	\$ Over Budget
53650 · Furniture & Equipment	0.00	-730.69	2,500.00	2,500.00	-3,230.69
53700 · Legal					
53701 · Drought Contingency Plan	0.00	0.00	0.00	0.00	0.00
53702 · Endangered Species	0.00	0.00	10,000.00	10,000.00	-10,000.00
53703 · General (rules/accountability)	1,529.50	1,529.50	10,000.00	10,000.00	-8,470.50
53704 · Legislative Research/Analysis	1,242.50	1,242.50	2,500.00	2,500.00	-1,257.50
53705 · Legislative Services	0.00	0.00	35,000.00	35,000.00	-35,000.00
53706 · GMA/DFC/MAG support	0.00	0.00	10,000.00	10,000.00	-10,000.00
Total 53700 · Legal	2,772.00	2,772.00	67,500.00	67,500.00	-64,728.00
53720 · Office Supplies	742.01	1,303.24	3,500.00	3,500.00	-2,196.76
53730 · Permit Reviews					
53731 · Geoscience	2,645.00	3,045.00	25,000.00	25,000.00	-21,955.00
53732 · Legal Evaluation	0.00	0.00	25,000.00	25,000.00	-25,000.00
Total 53730 · Permit Reviews	2,645.00	3,045.00	50,000.00	50,000.00	-46,955.00
53740 · Postage	0.00	148.54	2,875.00	2,875.00	-2,726.46
53750 · Printing	0.00	0.00	2,500.00	2,500.00	-2,500.00
53760 · Reserve for Uncollected Taxes	0.00	0.00	20,000.00	20,000.00	-20,000.00
53780 · Subscriptions	35.42	69.55	900.00	900.00	-830.45
53785 · Mobile Classroom Expense	0.00	0.00	2,000.00	2,000.00	-2,000.00
53790 · Vehicle Expense	129.73	761.66	5,600.00	5,600.00	-4,838.34
Total 53000 · Operating Expenses	31,618.42	58,453.47	408,802.00	432,385.51	-373,932.04
54000 · Facility Costs					
54100 · Insurance					
54101 · Liability	0.00	2,020.76	2,400.00	2,100.00	-79.24
54102 · Property	0.00	2,094.26	2,220.00	2,220.00	-125.74
54103 · Surety Bonds	0.00	1,040.00	1,000.00	1,300.00	-260.00
54104 · Worker's Comp	0.00	905.52	1,100.00	1,100.00	-194.48
54105 · Liability - Vehicle	0.00	849.66	1,250.00	1,250.00	-400.34
Total 54100 · Insurance	0.00	6,910.20	7,970.00	7,970.00	-1,059.80
54200 · Building Repairs/Maintenance	6,760.31	1,246.00	8,000.00	8,000.00	-6,754.00
54300 · Janitorial Service	447.00	1,325.00	6,000.00	6,000.00	-4,675.00
54400 · Janitorial Supplies	0.00	40.26	750.00	750.00	-709.74
54500 · Lawn Maintenance/Service	225.00	675.00	3,000.00	3,000.00	-2,325.00
54600 · Security	0.00	89.85	375.00	375.00	-285.15
Total 54000 · Facility Costs	7,432.31	10,286.31	26,095.00	26,095.00	-15,808.69
55000 · Utilities					
55200 · Electricity	144.44	500.88	2,500.00	2,500.00	-1,999.12
55300 · Internet	0.00	281.20	2,900.00	2,900.00	-2,618.80
55400 · Phone	203.86	611.58	2,400.00	2,400.00	-1,788.42
55500 · Water/Garbage	189.64	382.55	2,300.00	2,300.00	-1,917.45
Total 55000 · Utilities	537.94	1,776.21	10,100.00	10,100.00	-8,323.79
Total Expense	68,876.28	161,601.57	907,422.00	917,499.25	-755,897.68
Net Ordinary Income	34,466.38	474,508.88	-28,344.00	-38,421.25	512,930.13

	Dec '22	Oct '22 thru Dec '22	FY23 Original Budget	FY23 Amended Budget	\$ Over Budget
Other Income/Expense					
Other Income					
61000 · Reserve Funds-Special Projects	0.00	0.00	28,344.00	28,344.00	-28,344.00
61050 · Reserve Funds from Prior Years	0.00	0.00	0.00	10,077.25	-10,077.25
Total Other Income	0.00	0.00	28,344.00	38,421.25	-38,421.25
Net Other Income	0.00	0.00	28,344.00	38,421.25	-38,421.25
Net Income	34,466.38	474,508.88	0.00	0.00	474,508.88

Clearwater Underground Water Conservation Profit & Loss Detail

01/04/23

Accrual Basis

December 2022

Type	Date	Num	Name	Memo	Amount	Balance
Ordinary Income/Expense						
Income						
40010 · Bell CAD Current Year Tax						
Deposit	12/08/2022			Deposit	164.18	164.18
Deposit	12/08/2022			Deposit	64,960.35	65,124.53
Deposit	12/08/2022			Deposit	0.27	65,124.80
Deposit	12/08/2022			Deposit	-227.66	64,897.14
Deposit	12/29/2022			Deposit	34,653.34	99,550.48
Deposit	12/29/2022			Deposit	0.47	99,550.95
Deposit	12/29/2022			Deposit	-1,494.70	98,056.25
Total 40010 · Bell CAD Current Year Tax					98,056.25	98,056.25
40015 · Bell CAD Deliquent Tax						
Deposit	12/08/2022			Deposit	1.32	1.32
Deposit	12/08/2022			Deposit	148.92	150.24
Deposit	12/08/2022			Deposit	-47.51	102.73
Deposit	12/29/2022			Deposit	371.77	474.50
Deposit	12/29/2022			Deposit	-94.77	379.73
Total 40015 · Bell CAD Deliquent Tax					379.73	379.73
40020 · Interest Income						
Deposit	12/31/2022			Deposit	2,555.34	2,555.34
Deposit	12/31/2022			Deposit	2,351.34	4,906.68
Total 40020 · Interest Income					4,906.68	4,906.68
Total Income					103,342.66	103,342.66
Gross Profit					103,342.66	103,342.66
Expense						
50000 · Administrative Expenses						
50400 · Director Fees						
50405 · At Large						
Bill	12/20/2022	Board Mtg D...	David Cole	Board Mtg - ...	150.00	150.00
Total 50405 · At Large					150.00	150.00
50415 · Pct. 2						
Bill	12/20/2022	Board Mtg - ...	Gary Young	Board Mtg - ...	150.00	150.00
Total 50415 · Pct. 2					150.00	150.00
50420 · Pct. 3						
Bill	12/20/2022	Board Mtg - ...	Jody Williams	Board Mtg - ...	150.00	150.00
Total 50420 · Pct. 3					150.00	150.00
Total 50400 · Director Fees					450.00	450.00
50500 · Dues & Memberships						
Bill	12/20/2022	Dues 2023	Tanglewood POA	Dues 2023	336.00	336.00
Total 50500 · Dues & Memberships					336.00	336.00
50800 · Mileage Reimbursements						
Bill	12/21/2022	Oct, Nov, D...	Dirk Aaron (R)	Oct, Nov, De...	1,226.25	1,226.25
Total 50800 · Mileage Reimbursements					1,226.25	1,226.25
Total 50000 · Administrative Expenses					2,012.25	2,012.25
52000 · Salary Costs						
52005 · Administrative Assistant						
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	3,512.72	3,512.72
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	219.55	3,732.27
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	1,097.73	4,830.00
Total 52005 · Administrative Assistant					4,830.00	4,830.00

Clearwater Underground Water Conservation Profit & Loss Detail December 2022

01/04/23

Accrual Basis

Type	Date	Num	Name	Memo	Amount	Balance
52010 · Educational Coord/Support Tech						
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	3,528.41	3,528.41
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	588.07	4,116.48
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	196.02	4,312.50
Total 52010 · Educational Coord/Support Tech					4,312.50	4,312.50
52015 · Manager						
Paycheck	12/29/2022	DD1369	Richard E Aaron	Direct Deposit	8,625.00	8,625.00
Total 52015 · Manager					8,625.00	8,625.00
52025 · Office Assistant/Field Tech						
Paycheck	12/29/2022	DD1368	Corey C Dawson	Direct Deposit	3,869.49	3,869.49
Paycheck	12/29/2022	DD1368	Corey C Dawson	Direct Deposit	184.26	4,053.75
Paycheck	12/29/2022	DD1368	Corey C Dawson	Direct Deposit	0.00	4,053.75
Total 52025 · Office Assistant/Field Tech					4,053.75	4,053.75
52040 · Health Insurance						
Paycheck	12/29/2022	DD1368	Corey C Dawson	Direct Deposit	500.00	500.00
Paycheck	12/29/2022	DD1369	Richard E Aaron	Direct Deposit	500.00	1,000.00
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	-265.25	734.75
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	1,219.72	1,954.47
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	-1,219.72	734.75
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	0.00	734.75
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	550.02	1,284.77
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	-550.02	734.75
Check	12/29/2022	SWHP-Jan23	Scott & White Health Pl...	ACH Approved	2,034.99	2,769.74
Total 52040 · Health Insurance					2,769.74	2,769.74
52045 · Payroll Taxes & Work Comp						
Paycheck	12/29/2022	DD1368	Corey C Dawson	Direct Deposit	282.33	282.33
Paycheck	12/29/2022	DD1368	Corey C Dawson	Direct Deposit	66.03	348.36
Paycheck	12/29/2022	DD1368	Corey C Dawson	Direct Deposit	0.00	348.36
Paycheck	12/29/2022	DD1369	Richard E Aaron	Direct Deposit	565.75	914.11
Paycheck	12/29/2022	DD1369	Richard E Aaron	Direct Deposit	132.32	1,046.43
Paycheck	12/29/2022	DD1369	Richard E Aaron	Direct Deposit	0.00	1,046.43
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	283.02	1,329.45
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	66.18	1,395.63
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	0.00	1,395.63
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	267.38	1,663.01
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	62.53	1,725.54
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	0.00	1,725.54
Total 52045 · Payroll Taxes & Work Comp					1,725.54	1,725.54
52050 · Retirement						
Paycheck	12/29/2022	DD1368	Corey C Dawson	Direct Deposit	204.92	204.92
Paycheck	12/29/2022	DD1369	Richard E Aaron	Direct Deposit	410.63	615.55
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	144.90	760.45
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	129.38	889.83
Total 52050 · Retirement					889.83	889.83
52055 · Payroll Expenses						
Check	12/26/2022	HSAfee-Nov2	Wex	HSA fee - ap...	25.00	25.00
Total 52055 · Payroll Expenses					25.00	25.00

Clearwater Underground Water Conservation Profit & Loss Detail December 2022

01/04/23

Accrual Basis

Type	Date	Num	Name	Memo	Amount	Balance
52060 · Freshbenies						
Check	12/05/2022	Dec22-TS	New Benefits Ltd - Fres...	Freshbenies ...	22.00	22.00
Check	12/05/2022	Dec22-SC	New Benefits Ltd - Fres...	Freshbenies ...	22.00	44.00
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	22.00	66.00
Paycheck	12/29/2022	DD1370	Shelly Chapman	Direct Deposit	-22.00	44.00
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	22.00	66.00
Paycheck	12/29/2022	DD1371	Tristin S Smith	Direct Deposit	-22.00	44.00
Total 52060 · Freshbenies					44.00	44.00
Total 52000 · Salary Costs					27,275.36	27,275.36
53000 · Operating Expenses						
53100 · Clearwater Studies						
53105 · Trinity Studies						
53105.4 · GAM Run						
Bill	12/20/2022	Inv 9254	R.W. Harden & Assoc, I...	Inv 9254	2,835.00	2,835.00
Total 53105.4 · GAM Run					2,835.00	2,835.00
Total 53105 · Trinity Studies					2,835.00	2,835.00
53130 · General Consulting						
53130.4 · Investigations						
Bill	12/20/2022	Inv 9254	R.W. Harden & Assoc, I...	Inv 9254	1,450.00	1,450.00
Total 53130.4 · Investigations					1,450.00	1,450.00
Total 53130 · General Consulting					1,450.00	1,450.00
53135 · Monitor Well Construction						
Bill	12/20/2022	Inv 5858	Eno Scientific LLC	Monitor well ...	10,398.26	10,398.26
Total 53135 · Monitor Well Construction					10,398.26	10,398.26
53150 · Water Quality						
Bill	12/13/2022	Inv 13358693	HACH Company	probe	808.64	808.64
Total 53150 · Water Quality					808.64	808.64
Total 53100 · Clearwater Studies					15,491.90	15,491.90
53300 · Computer Consulting						
53311 · Hosting - Website						
Bill	12/13/2022	Inv19458	Engineer Austin, LLC	Inv19458	25.00	25.00
Total 53311 · Hosting - Website					25.00	25.00
53315 · IT Network Sustainment						
Bill	12/13/2022	Inv19458	Engineer Austin, LLC	Inv19458	650.00	650.00
Total 53315 · IT Network Sustainment					650.00	650.00
Total 53300 · Computer Consulting					675.00	675.00
53400 · Computer Licenses/Virus Prtctn						
Bill	12/13/2022	Inv19458	Engineer Austin, LLC	Inv19458	120.50	120.50
Total 53400 · Computer Licenses/Virus Prtctn					120.50	120.50
53500 · Computer Software & Hardware						
Bill	12/13/2022		Card Service Center	QB	562.90	562.90
Total 53500 · Computer Software & Hardware					562.90	562.90
53550 · Copier/Scanner/Plotter						
Bill	12/13/2022	Inv017667003	Xerox	Inv 017667003	486.56	486.56
Total 53550 · Copier/Scanner/Plotter					486.56	486.56

Clearwater Underground Water Conservation Profit & Loss Detail December 2022

01/04/23

Accrual Basis

Type	Date	Num	Name	Memo	Amount	Balance
53600 · Educational Outreach/Marketing						
53603 · Sponsorships						
Bill	12/13/2022		Card Service Center	Sponsor ACA...	326.16	326.16
Bill	12/20/2022	Crops Confe...	Bell Crops Committee	Crops Confer...	200.00	526.16
Total 53603 · Sponsorships					526.16	526.16
53605 · Event Cost						
Bill	12/13/2022	Inv10479	Bell County Expo Center	Water Symp...	5,138.50	5,138.50
Bill	12/13/2022		Gabriel Eckstein	Mileage - Wa...	182.50	5,321.00
Bill	12/13/2022		Gabriel Eckstein	Meal - Water ...	12.90	5,333.90
Bill	12/13/2022	Inv 16679668	Temple Daily Telegram	Water Symp...	584.38	5,918.28
Bill	12/13/2022		Card Service Center	coffee/snack...	428.83	6,347.11
Bill	12/13/2022		Card Service Center	speaker gifts ...	409.64	6,756.75
Bill	12/13/2022		Card Service Center	Hotel-G Ecks...	119.60	6,876.35
Total 53605 · Event Cost					6,876.35	6,876.35
53620 · Supplies & Equipment						
Bill	12/13/2022		Card Service Center	coffee pots/c...	554.89	554.89
Total 53620 · Supplies & Equipment					554.89	554.89
Total 53600 · Educational Outreach/Marketing					7,957.40	7,957.40
53700 · Legal						
53703 · General (rules/accountability)						
Bill	12/13/2022	inv 97536011	Lloyd Gosselink Attorne...	Inv 97536011	1,529.50	1,529.50
Total 53703 · General (rules/accountability)					1,529.50	1,529.50
53704 · Legislative Research/Analysis						
Bill	12/13/2022	Inv97536056	Lloyd Gosselink Attorne...	97536056	1,242.50	1,242.50
Total 53704 · Legislative Research/Analysis					1,242.50	1,242.50
Total 53700 · Legal					2,772.00	2,772.00
53720 · Office Supplies						
Bill	12/13/2022	Inv IN-1489...	Perry Office Plus	Inv IN-1489205	405.21	405.21
Bill	12/13/2022		Card Service Center		10.98	416.19
Check	12/21/2022	Checks2022	Harland Clarke	CUWCD Bla...	325.82	742.01
Total 53720 · Office Supplies					742.01	742.01
53730 · Permit Reviews						
53731 · Geoscience						
Bill	12/20/2022	Inv 9254	RREAF Holdings LLC	RREAF Holdi...	1,295.00	1,295.00
Bill	12/20/2022	Inv 9254	Solana Ranch	Solana Ranch	900.00	2,195.00
Bill	12/20/2022	Inv 9254	City of Temple	City of Temple	450.00	2,645.00
Total 53731 · Geoscience					2,645.00	2,645.00
Total 53730 · Permit Reviews					2,645.00	2,645.00
53780 · Subscriptions						
Bill	12/13/2022		Card Service Center	Am Statesman	11.71	11.71
Bill	12/13/2022		Card Service Center	Drop box	17.03	28.74
Bill	12/13/2022		Card Service Center	GoTo mtg	6.68	35.42
Total 53780 · Subscriptions					35.42	35.42
53790 · Vehicle Expense						
Check	12/14/2022	Cefco-Dec22	CEFCO	ACH Approv...	129.73	129.73
Total 53790 · Vehicle Expense					129.73	129.73
Total 53000 · Operating Expenses					31,618.42	31,618.42

Clearwater Underground Water Conservation Profit & Loss Detail December 2022

01/04/23

Accrual Basis

Type	Date	Num	Name	Memo	Amount	Balance
54000 · Facility Costs						
54200 · Building Repairs/Maintenance						
Bill	12/13/2022	Inv 20406534	Bell Air Conditioning, Inc	Repair - Insur...	6,660.31	6,660.31
Bill	12/13/2022	Inv 116646	Hartman ABC Pest Con...	Inv 116646	100.00	6,760.31
Total 54200 · Building Repairs/Maintenance					6,760.31	6,760.31
54300 · Janitorial Service						
Bill	12/13/2022	Inv 3238-6235	Fish Window Cleaning	Inv 3238-6235	50.00	50.00
Bill	12/13/2022	Inv AST122...	Jani-King of Austin	AST12220186	397.00	447.00
Total 54300 · Janitorial Service					447.00	447.00
54500 · Lawn Maintenance/Service						
Bill	12/29/2022	Inv 22182	Greeson Lawn Services...	Inv 22182	225.00	225.00
Total 54500 · Lawn Maintenance/Service					225.00	225.00
Total 54000 · Facility Costs					7,432.31	7,432.31
55000 · Utilities						
55200 · Electricity						
Check	12/20/2022	FreePtDec22	Freepoint Energy Soluti...	ACH Approved	144.44	144.44
Total 55200 · Electricity					144.44	144.44
55300 · Internet						
Check	12/13/2022	spect-Dec22	Spectrum (Charter Com...	VOID:duplicate	0.00	0.00
Total 55300 · Internet					0.00	0.00
55400 · Phone						
Bill	12/13/2022	Inv 47270	Folkerson Communicati...	Inv 47270	203.86	203.86
Check	12/13/2022	spect-Dec22	Spectrum (Charter Com...	VOID:duplicate	0.00	203.86
Total 55400 · Phone					203.86	203.86
55500 · Water/Garbage						
Bill	12/13/2022		City of Belton		189.64	189.64
Total 55500 · Water/Garbage					189.64	189.64
Total 55000 · Utilities					537.94	537.94
Total Expense					68,876.28	68,876.28
Net Ordinary Income					34,466.38	34,466.38
Net Income					34,466.38	34,466.38

Clearwater Underground Water Conservation
A/P Aging Detail
As of January 3, 2023

<u>Type</u>	<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Due Date</u>	<u>Aging</u>	<u>Open Balance</u>
Current						
Total Current						
1 - 30						
Total 1 - 30						
31 - 60						
Total 31 - 60						
61 - 90						
Total 61 - 90						
> 90						
Total > 90						
TOTAL						

December 2022 Investment Fund
Item #9

TexPool Participant Services
 1001 Texas Avenue, Suite 1150
 Houston, TX 77022



Summary Statement

CLEARWATER UNDERGROUND WCD
 ATTN DIRK AARON
 PO BOX 1989
 BELTON TX 76513-5989

Statement Period 12/01/2022 - 12/31/2022
 Customer Service 1-866-TEX-POOL
 Location ID 000079358

GENERAL FUND - 07935800001

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance	Average Balance
TexPool	\$486,956.99	\$225,000.00	\$0.00	\$2,351.34	\$714,308.33	\$702,431.27
TexPool Prime	\$493,436.79	\$225,000.00	\$0.00	\$2,555.34	\$720,992.13	\$708,924.23
Total Dollar Value	\$980,393.78	\$450,000.00	\$0.00	\$4,906.68	\$1,435,300.46	

ACCOUNT TOTALS

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance
TexPool	\$486,956.99 ✓	\$225,000.00 ✓	\$0.00 ✓	\$2,351.34 ✓	\$714,308.33 ✓
TexPool Prime	\$493,436.79 ✓	\$225,000.00 ✓	\$0.00 ✓	\$2,555.34 ✓	\$720,992.13 ✓
Total Dollar Value	\$980,393.78	\$450,000.00	\$0.00	\$4,906.68	\$1,435,300.46

1/4/2023
 SEC

7:07 PM

01/04/23

Clearwater Underground Water Conservation
Reconciliation Summary
10505 · Cash - TexPool, Period Ending 12/31/2022

	<u>Dec 31, 22</u>
Beginning Balance	486,956.99
Cleared Transactions	
Deposits and Credits - 3 items	<u>227,351.34</u>
Total Cleared Transactions	<u>227,351.34</u>
Cleared Balance	<u>714,308.33</u>
Register Balance as of 12/31/2022	714,308.33
Ending Balance	714,308.33

✓
DA

7:06 PM

01/04/23

Clearwater Underground Water Conservation
Reconciliation Summary
10500 · Cash-TexPool Prime, Period Ending 12/31/2022

	<u>Dec 31, 22</u>
Beginning Balance	493,436.79
Cleared Transactions	
Deposits and Credits - 3 items	<u>227,555.34</u>
Total Cleared Transactions	<u>227,555.34</u>
Cleared Balance	<u>720,992.13</u>
Register Balance as of 12/31/2022	720,992.13 ✓
Ending Balance	720,992.13 ✓

QA

Employee Retirement - Item #10

Plan Name:

CLEARWATER UNDERGROUND WATER CONSERVATION DISTRICT 457 PLAN

As of **12/31/2022**
Participant Search:
[Search by last name](#)

Plan ID: 613759000 Plan Type: 457

Summary

Calendar

Payroll

Participants

Loans

Withdrawals

Financials

Plan Information

As of:

12/31/2022

Balances:

\$ 183,719.20

YTD Contributions:

\$ 23,245.77

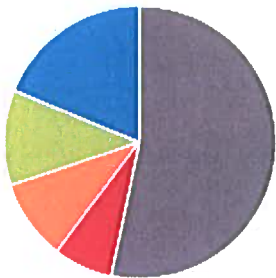
Participants

5

Plan Assets

Participation In Plan

View: [Asset Class](#)



Asset Class

- Large Cap
18.78%
- Small Cap
11.35%
- Mid Cap
9.58%
- Other
6.94%
- Other
53.35%

Total Balance:
\$183,719.20

Clearwater Underground Water Conservation
All Payments Issued for Security Benefit
January through December 2022

Type	Num	Date	Amount
Jan - Dec 22			
Liability Check	4401	01/27/2022	1,921.25
Liability Check	4439	03/01/2022	1,921.25
Liability Check	4463	03/31/2022	1,060.00
Liability Check	4464	03/31/2022	861.25
Liability Check	4483	05/11/2022	1,921.25
Liability Check	4512	05/30/2022	1,921.25
Liability Check	4524	06/27/2022	1,921.25
Liability Check	4554	07/27/2022	1,921.25
Liability Check	4588	08/25/2022	1,921.25
Liability Check	4623	09/30/2022	1,921.25
Liability Check	4677	11/09/2022	1,984.84
Liability Check	4690	11/29/2022	1,984.84
Liability Check	4709	12/20/2022	1,984.84
Jan - Dec 22			23,245.77



TX 4-H2O Ambassador Sponsorship
Item #13



TEXAS 4-H WATER AMBASSADORS PROGRAM SPONSORSHIP LEVELS

Signature: \$5,000

Name and logo recognition on the following:

- Texas 4-H Water Ambassadors T-shirt/Wearables
- All Texas 4-H Water Ambassadors print materials and quarterly electronic Texas 4-H Ambassador Newsletter
- Opportunity to speak at 4-H2O Leadership Academy Kick-Off Event
- Access to 4-H2O Ambassador Program representative to present at organization/company event (subject to availability)
- 4 social media posts

Legacy: \$2,500

Name and logo recognition on the following:

- All Texas 4-H Water Ambassadors print materials and quarterly electronic Texas 4-H Ambassador Newsletter
- Opportunity to speak at 4-H2O Leadership Academy Kick-Off Event
- 2 social media posts

Advocate: \$1,000

Name and logo recognition on the following:

- All Texas 4-H Water Ambassadors print materials and quarterly electronic Texas 4-H Ambassador Newsletter
- 1 social media post

Stewardship: \$500

Name and logo recognition on the following:

- All Texas 4-H Water Ambassadors print materials and quarterly electronic Texas 4-H Ambassador Newsletter



TEXAS 4-H WATER AMBASSADORS Program Donor Commitment Form

Donor Information

Company: _____

Name and Title: _____

Address: _____

City, State, Zip: _____

Phone: _____

Email: _____

Sponsorship Opportunities

- Signature Legacy Advocate Stewardship

Payment Information

- I have contributed Online at www.texas4hfoundation.org/give

Please choose "Water Ambassadors" in the Projects & Programs drop down menu.

- Please invoice me for payment within 10 business days.

- I have enclosed a check made payable to the Texas 4-H Youth Development Foundation.

- Please charge my credit card for the selected amount. Amount (\$): _____

Name _____ Credit Card Number: _____

Exp. Date: ____/____/____ CVV: _____ Zip: _____

Please return this completed form to the Texas 4-H Youth Development Foundation:

USPS:

P.O. Box 11020

College Station, TX 77842



SPONSORSHIP OPPORTUNITIES

The 4-H Water Ambassadors Program would like to give a special thanks to the generous support of private sponsors that make this program possible. Donations are directed to the Texas 4-H Youth Development Foundation - a 501(c)(3) nonprofit organization, and are tax-deductible. Funds are spent solely on expenses related to the 4-H Water Ambassadors Program.

Sponsorship Levels and Terms

SPONSORS

Signature: [Prairielands Groundwater Conservation District](#), [Brazos River Authority](#), [Central Texas Groundwater Conservation District](#), [Evergreen Underground Water Conservation District](#), [High Plains Water District](#), [Post Oak Savannah Groundwater Conservation District](#), [Texas Association of Clean Water Agencies](#)

Legacy: [Houston Livestock Show and Rodeo](#), [Middle Trinity Groundwater Conservation District](#), [Bluebonnet Groundwater Conservation District](#), [Clearwater Underground Water Conservation District](#), [Mid-East Texas Groundwater Conservation District](#), [Hill Country Underground Water Conservation District](#), [Brazos Valley Groundwater Conservation District](#), [Lower Rio Grande Valley Water District Managers Association](#), [Glasscock Groundwater Conservation District](#), [Edwards Aquifer Authority](#), [Hickory Underground Water Conservation District No. 1](#), [Lone Star Groundwater Conservation District](#), [Pecan Valley Groundwater Conservation District](#)

Advocate: [KPA Engineers](#), [Southern Ogallala Conservation and Outreach Program](#), [Lloyd-Gosselink Rochelle and Townsend, P.C.](#), [Red Sands Groundwater Conservation District](#), [Hemphill County Underground Water Conservation District](#), [Northern Trinity Groundwater Conservation District](#), [Brazoria County Groundwater Conservation District](#)

Stewardship: [Permian Basin Underground Water Conservation District](#), [San Antonio River Authority](#), [Upper Trinity Groundwater Conservation District](#), [Guadalupe Blanco River Authority](#), [Rusk County Groundwater Conservation District](#), [Texas Agricultural Irrigation Association](#), [Kenedy County Groundwater Conservation District](#), [Wes-Tex Groundwater Conservation District](#), [Upper Guadalupe River Authority](#), [Brush Country Groundwater Conservation District](#), [Guadalupe County Groundwater Conservation District](#), [Tarrant Regional Water District](#), [Pumps of Houston, Inc.](#), [Kinney County Groundwater Conservation District](#), [Terrell County Groundwater Conservation District](#), [Coke County Underground Water Conservation District](#), [Crockett County Underground Water Conservation District](#), [Trinity Glen Rose Groundwater Conservation District](#), [Irion County Water Conservation District](#), [Kimble County Groundwater Conservation District](#), [Lipan-Kickapoo Water Conservation District](#), [Lone Wolf Groundwater Conservation District](#), [Menard County Underground Water District](#), [Middle Pecos Groundwater Conservation District](#), [Plateau Underground Water Conservation and Supply District](#), [Real-Edwards Conservation and Reclamation District](#), [Santa Rita Underground Water Conservation District](#), [Sterling County Underground Water Conservation District](#), [Sutton County Underground Water Conservation District](#), [Uvalde County Underground Water Conservation District](#)

CONTACT

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Tel: (979) 862-1989
Fax: (979) 847-8828

Davidsmith@tamu.edu
4-H2O Program Coordinator



Enter Your Name

Enter Your Email *

Enter Your Subject

Message

**District Investment Policy
Item #14**

Board Meeting
January 11, 2023

Agenda Item # 14
Adopt Investment Policy

Agenda Item #14:

Discuss, consider and take appropriate action necessary to review and adopt the District Investment Policy by Resolution for Calendar year 2023.

Narrative:

The attached investment policy and corresponding resolution provides direction, policy, and daily operation needs of the District per Chapter 36 "State Water Code" and the State of Texas Government Code per the Public Funds Investment Act.

Annual review and re-adoption is required per Public Funds Investment Act Government Code 2256. Sec 2256.005 Investment Policies; Investment Strategies: Investment officer.

GC 2256.Sec.2256.005 (e) states:

The governing body of an investing entity shall review its investment policy and investment strategies not less than annually. The governing body shall adopt a written instrument by rule, order, ordinance, or resolution stating that it has reviewed the investment policy and investment strategies and that the written instrument so adopted shall record any changes made to either the investment policy or investment strategies.

The last time the board approved the current policy was January 12, 2022. Staff notes that the policy is to be reviewed and readopted annually. The current strategies in place are to participate in the TexPool Participant Services (TexPool & TexPool Prime) funds. Both funds meet the criteria for the following in:

GC Sec. 2256.005 (d) states:

As an integral part of an investment policy, the governing body shall adopt a separate written investment strategy for each of the funds or group of funds under its control. Each investment strategy must describe the investment objectives for the particular fund using the following priorities in order of importance:

- (1) Understanding of the suitability of the investment to the financial requirements of the entity;*
- (2) Preservation and safety of principal;*
- (3) Liquidity;*
- (4) Marketability of the investment if the need arises to liquidate the investment before maturity;*
- (5) Diversification of the investment portfolio; and*
- (6) Yield.*

Proposed Resolutions (see attached):

- 1) By resolution approve the attached Investment Fund Policy.
- 2) By resolution the following are described:
 - a. Investment officers are identified as the Board President and General Manager (GM)
 - b. Investment officers currently engage investments in TexPool Participant Services (TexPool 449 and TexPool *Prime* 590 accounts).
- 3) Daily operations and internal controls are summarized as follows (*in-depth attached*):
 - a. Investment Officer General Manager (GM) deposits and/or withdrawals monies (per *ACH) from each respective account as needed to meet obligations of the district. Goal is to maintain approximately 50-50% diversity between each investment fund.
 - b. Investment Officer GM reports status of each at regular monthly meeting of the Board of Directors.
 - c. Board President, Board Secretary and GM are signatories with *Cadence Bank* the district repository. (all checks require minimum two signatures)
 - d. Board President and GM are authorized to conduct transactions with TexPool Participant Services directly to the BancorpSouth account (deposits or withdrawals).
 - e. Board Secretary is Authorized Representative designated to perform only inquiry of selected information. This limited representative cannot perform transactions.
 - f. District Administrative Manager (DAM) currently receives all billings from vendors, utilities and payroll services. Internal controls required (*in-depth attached*) request for funds to be deposited by GM per itemized needs. DAM has no authority to sign checks and/or withdraw funds from any account.
 - g. DAM per attached resolution, has the expressed authority to setup direct payment to ACH for Scott & White Health plan for the efficiency and protection of said health insurance plans. This authority of the DAM is limited to as needed and confirmed monthly by GM and BOD President.
 - h. District GM has complete oversight (must authorize prior too) of district credit card for district purchases for supplies, hotels, meals, ACH and online purchases as needed.
 - i. District GM has complete oversight of the District Fuel Card authorization and can only be used for the District Pickup Truck for general work in the county.

** Automated Clearing House ("ACH") Transfers. ACH transactions will be executed on the business day following the date the transaction was initiated. TexPool Prime must be notified by 2:00 p.m. (Central Time) for all ACH transfer activity one day prior to the actual settlement of the funds. ACH transfer withdrawals are sent in accordance with the prearranged information as provided on the Bank Information Sheet corresponding to that specific TexPool Prime account. In the event of an ACH rejection, TexPool will contact the Participant to confirm the rejection. TexPool Prime will credit/debit the Participant's account accordingly including any interest earned from the date of the ACH rejection.*

Staff Recommendation:

Board members are to review documents closely before the adoption of the Districts Investment Policy designating TexPool Participant Services and designation of investment officers that:

- 1) By Resolution re-adopt the current Investment Fund Policy as presented naming the General Manager and the Board President as Investment Officers for Calendar Year 2022.

Adopt Investment Policy

**CLEARWATER UNDERGROUND WATER CONSERVATION DISTRICT
INVESTMENT AND FINANCIAL MANAGEMENT POLICY**

This Investment Policy (the "Policy") is adopted as of the 11th day of January 2023, by the Board of Directors of the Clearwater Underground Water Conservation District (the "District"), pursuant to Chapter 2256 of the Texas Government Code and Chapters 36 and 49 of the Texas Water Code.

ARTICLE I

PURPOSE

Section 1.01. Purpose.

This policy with respect to District investments has been adopted to establish the principles and criteria by which the District shall invest its public funds which will insure the safety and protection of these funds at all times while providing adequate liquidity for all District cash flow demands and maximizing the District's investment returns within the state and local statutes governing the investment of public funds as set forth in accordance with the provisions of the Public Funds Investment Act, Chapter 2256, Texas Government Code. This policy also will specify the scope of authority of District Officials who are responsible for the investment of District funds.

ARTICLE II

DEFINITIONS

Section 2.01. Definitions.

Unless the context requires otherwise, the following terms and phrases used in this Policy shall mean the following:

- (a) The term "Authorized Investment" shall mean any security which the District is authorized to invest under Chapter 2256, Texas Government Code.
- (b) The term "Board" shall mean the Board of Directors of the Clearwater Underground Water Conservation District.
- (c) The term "Collateral" shall mean those obligations or securities described in Section 6.02 Paragraph D provided by a bank or financial institution for amounts on deposit in excess of FDIC coverage to ensure the safety and security of the District's funds.
- (d) The term "Director" shall mean a person elected or appointed to serve on the Board of Directors of the District.

- (e) The term "District" shall mean the Clearwater Underground Water Conservation District (CUWCD) is a political subdivision of the State of Texas and underground water conservation district created and operating under and by virtue of Article XVI, Section 59, of the Texas Constitution; Texas Water Code Chapter 36; the District's enabling act, Act of May 27, 1989, 71st Legislature, Regular Session, Chapter 524 (House Bill 3172), as amended by Act of April 25, 2001, 77th Legislature, Regular Session, Chapter 22 (Senate Bill 404), Act of May 7, 2009, 81st Legislature, Regular Session, Chapter 64 (Senate Bill 1755), and Act of May 27, 2015, 84th Legislature, Regular Session, Chapter 1196, Section 2 (Senate Bill 1336)(omnibus districts bill); and the applicable general laws of the State of Texas; and confirmed by voters of Bell County on August 21, 1999.

- (f) The term "District Officials" shall mean the Investment Officer, District Directors, officers, employees, and persons and business entities handling investments for the District.

- (g) The term "Employee" shall mean any person employed by the District, but does not include independent contractors or professionals hired by the District as outside consultants.

- (h) The term "Investment Act" shall mean Chapter 2256, Texas Government Code, as amended from time to time.

- (i) The term "Investment Officer(s)" means the Director(s) or Employee(s) of the District appointed from time to time by the Board to invest and reinvest the funds of the District.

ARTICLE III

POLICY

Section 3.01. Policy of Investment.

A. The preservation of the District's principal shall be the primary concern of the District Officials who are responsible for the investment of District funds. To the extent that the principal is protected, District funds shall be invested to yield the highest possible rate of return, taking into consideration the strength of the financial institution and the ability of the financial institution to provide proper security with the provisions of all applicable legislation, this investment policy, and the desires of the District's Board of Directors. Applicable legislation includes, but is not limited to, Public Funds Investment Act, Chapter 2256, Texas Government Code, and any other applicable State or Federal laws or restrictions.

B. District funds shall be invested and reinvested by the District's Investment Officer only in specific allowable investment types as listed in Chapter 2256, Texas Government Code,

and the District shall not invest in any investments not specifically allowed under that statute or deemed inappropriate by the District's Board of Directors.

Principal and accrued interest invested in Certificates of Deposit ("CDs") in accordance with this policy shall not exceed the FDIC, or its successor's, insurance limits or the Collateral pledged as security for the District's investments. It shall be acceptable for the District's Investment Officer to periodically receive interest on the CDs if needed to keep the amount of the funds under the insurance or collateral limits.

It shall be the responsibility of the District's Investment Officer to invest and reinvest the District funds in accordance with this policy to meet the needs and requirements of the District. The Board, by separate resolution, may provide that the Investment Officer may withdraw or transfer funds from and to accounts of the District on such terms as the Board considers advisable.

C. The District shall maintain separate written investment strategies for each of the funds under its control. These strategies shall describe the investment objectives for each fund or fund group. The strategies shall be updated, as required, to reflect any changes to the District's funds or business operations.

ARTICLE IV

INVESTMENT OFFICER AND INVESTMENT REPORTS

Section 4.01. Investment Officer.

The District's Board of Directors shall designate one or more officers or employees of the District to be responsible for the investment of its funds and be the Investment Officer. No person may deposit, withdraw, invest, transfer, or otherwise manage funds of the District without this express authority. Investment Officers(s) shall be responsible for the investment of District funds, consistent with the investment policy adopted by the District. An Investment Officer's authority is effective until rescinded by the Board of Directors or until termination of employment by the District. Designated Board Members and Investment Officer(s) shall comply with all continuing training requirements including those established by Section 2256.008 of the Texas Government Code.

Section 4.02. Reporting by the Investment Officer.

Not less than quarterly and within a reasonable time after the end of the period reported, the Investment Officer(s) shall prepare and submit to the Board a written report of the investment transactions for all funds of the District for the preceding reporting period. The report must:

1. Describe in detail the investment position of the District on the date of the report;
2. Be prepared jointly by all the Investment Officers of the District, if the District appoints more than one;

3. Be signed by all Investment Officers and District Officials who prepare the report;
4. State the book value and the market value of each separately invested asset at the beginning and end of the reporting period by the type of asset and fund type invested;
5. State the maturity date of each separately invested asset that has a maturity date;
6. State the District fund for which each individual investment was acquired; and
7. State the compliance of the investment portfolio as it relates to this Policy and the Investment Act.

Section 4.03. Assistance with Certain Duties of the Investment Officer.

The Board hereby authorizes and directs the District's bookkeeper and any other District Officials requested by the Investment Officer to assist the Investment Officer(s) with any of his duties, including but not limited to the following:

1. Presenting a copy of the Policy to any person or business organization seeking to sell an investment to the District and obtaining the necessary written certification from such seller referred to in this section;
2. Handling investment transactions;
3. Preparing and submitting to the Board the written report of all investment transactions for the District as required by this section;
4. Researching investment options and opportunities;
5. Obtaining written depository pledge agreements as required herein;
6. Obtaining safe-keeping receipts from the Texas financial institution which serves as a depository for pledged Collateral; and
7. Reviewing the market value of the District's investments and of the Collateral pledged to secure the District's funds.

ARTICLE V

PROCEDURES FOR INVESTMENT OF DISTRICT MONIES

Section 5.01. Qualified Broker / Dealers

The District may engage in investment transactions with the qualified broker/dealers as shown on the attached Exhibit "A". The Board shall annually review and revise the list of qualified brokers/dealers.

Section 5.02. Disclosures of Relationships with Entities Offering to Enter into Investment Transactions with the District.

The Investment Officer(s) and the District Officials shall disclose in writing (a) any "personal business relationship" with a business organization offering to engage in an investment transaction with the District and (b) any relationship within the second degree by affinity or consanguinity, as determined by Chapter 573, Texas Government Code, to any individual seeking to sell an investment to the District, as required by the Investment Act. Such disclosure statement shall be filed with the Board and the Texas Ethics Commission.

Section 5.03. Certifications from Sellers of Investments.

The District shall make its Investment Policy available to any securities firm seeking to do business with the District. The qualified representative of the securities firm, after reviewing the policy, shall provide the District with a written instrument stating that "the business organization has reviewed the investment policy of the District and acknowledges that the business organization has implemented reasonable procedures and controls in an effort to preclude investment transactions conducted between the District and the organization that are not authorized by the District's Investment Policy, except to the extent that this authorization is dependent on analysis of the makeup of the District's entire portfolio or requires an interpretation of subjective investment standards..." before the District may obtain any authorized investment from the securities firm. Neither the Investment Officer nor the District Officials shall purchase or make any investment from a potential seller that has not delivered to the District this written instrument. A form of certificate acceptable to the District is attached hereto as Exhibit "B".

Section 5.04. Solicitation of Bids for Certificates of Deposit.

Bids for certificates of deposit may be solicited orally, in writing, electronically, or in any combination of those methods.

Section 5.05. Settlement Basis.

All purchases on investments, except investment in investment pools or in mutual funds, shall be made on a delivery versus payment basis. The safekeeping entity for all District investments and for all Collateral pledged to secure District funds shall be one approved by the Investment Officer(s).

Section 5.06. Monitoring of the Market Value of Investments and Collateral.

A. The Investment Officer(s), with the help of such District Officials as needed, shall determine the market value of each investment and of all Collateral pledged to secure deposits of District funds at least quarterly and at a time as close as practicable to the closing of the reporting period for investment. Such values shall be included on the investment report. The following methods shall be used:

- (a) Certificates of deposit shall be valued at their face value plus any accrued but unpaid interest.
- (b) Shares in money market mutual funds and investment pools shall be valued at par plus any accrued but unpaid interest.
- (c) Other investment securities with a remaining maturity of one year or less may be valued in any of the following ways:
 - (1) the lower of two bids obtained from securities broker/dealers for such security;
 - (2) the average of the bid and asked prices for such investment security as published in The Wall Street Journal or The New York Times;
 - (3) the bid price published by any nationally recognized security pricing service; or
 - (4) the market value quoted by the seller of the security or the owner of such Collateral.
- (d) Other investment securities with a remaining maturity greater than one year shall be valued at the lower of two bids obtained from securities broker/dealers for such security, unless two bids are not available, in which case the securities may be valued in any manner provided in 5.06(c) hereof.

B. The Investment Officer shall also monitor, on no less than a quarterly basis, the credit rating on all authorized investments in the portfolio based upon independent information from a nationally recognized rating agency. If any security falls below the minimum rating required by this Policy, the Investment Officer shall notify the Board of the loss of rating, conditions affecting the rating, and possible loss of principal with liquidation options available, within two weeks after the loss of the required rating.

ARTICLE VI

PROVISIONS APPLICABLE TO ALL FUNDS

Section 6.01. Provisions Applicable to All Fund Groups.

A. All Funds of the District shall be invested only in accordance with this Policy and shall comply with any additional requirements imposed by Bond Resolutions of the District and applicable state law or federal tax law, including the Investment Laws.

B. The Board, by separate resolution, may provide that the District's bookkeeper may withdraw or transfer funds from and to accounts of the District only in compliance with this Policy.

C. No fund groups shall be pooled for the purposes of investment.

Section 6.02. Policy of Securing Deposits of District Funds — Applicable to All Deposited District Funds.

A. The District recognizes that FDIC (or its successor) insurance is available for District funds deposited at any one Texas Financial Institution (including branch banks) only up to a minimum of \$250,000 (including accrued interest) for each of the following: (i) demand deposits, (ii) time and savings deposits, and (iii) deposits made pursuant to an indenture or pursuant to law in order to pay bondholders or noteholders. It is the policy of the District that all deposited funds in each of the District's accounts shall be insured by the FDIC, or its successor, and to the extent not insured, shall be secured by Collateral pledged to the extent of the fair market value of the principal amount deposited plus accrued interest.

B. If it is necessary for the District's depositories to pledge Collateral to secure the District's deposits, (1) the Collateral pledge agreement must be in writing, (2) the Collateral pledge agreement must be approved by the depository's board of directors or loan committee, (3) the depository's approval of the Collateral pledge agreement must be reflected in the minutes of the meeting of the depository's board or loan committee approving the same, and (4) the Collateral pledge agreement must be kept in the official records of the depository. The depository must provide to the Investment Officer or District Officials written proof of the depository's approval of the pledge agreement as required herein in a form acceptable to the District. A signed or certified copy of the minutes of the meeting of the depository's board or loan committee reflecting the approval of the Collateral pledge agreement or other written documentation of such approval acceptable to the Investment Officer will be accepted. It is the preference of the Board that all requirements of this section be met prior to the deposit of any District funds in such financial institution when a pledge of Collateral is required; however, the Board recognizes that compliance with this preference might not be practicable due to time constraints for making a deposit. In such event, the Board directs the Investment Officer and District Officials to proceed diligently to have such agreement approved and documented to assure protection of the District's funds. If the decision is made to forego the protection of a collateral pledge agreement with any depository, the District bookkeeper shall be responsible for maintaining the balance of deposit(s) in such depository plus any accrued but unpaid interest at or below FDIC insurance levels.

C. Collateral pledged by a depository shall be held in safekeeping at an independent third-party institution, and the District bookkeeper shall obtain safe-keeping receipts from the Texas financial institution or the safekeeping institution that reflect that Collateral as allowed by this investment Policy and in the amount required was pledged to the District. Principal and accrued interest on deposits in a financial institution shall not exceed the FDIC's, or its successor's, insurance limits or the market value of the Collateral pledged as security for the District's deposits. It shall be acceptable for the bookkeeper to periodically receive interest on deposits to be deposited to the credit of the District if needed to keep the amount of the funds under the insurance or Collateral limits. It is the preference of this Board that there be no sharing, splitting or cotenancy of Collateral with other secured parties or entities; however, in the event that a depository cannot accommodate this preference due to the denominations of the securities to be pledged, the Board directs the Investment Officer and District Officials to obtain appropriate protections in the pledge agreement with the depository to assure that the

Collateral is liquidated and the funds distributed appropriately to all parties with a security interest in such Collateral. The District bookkeeper shall monitor the pledged Collateral to assure that it is pledged only to the District, review the fair market value of the Collateral to ensure that the District's funds are fully secured, and report periodically to the Investment Officer and the Board regarding the Collateral.

D. The District's funds deposited in any Texas financial institution, to the extent that they are not insured, may be secured in any manner authorized by law for the District as such law is currently written or as amended in the future. As of the date of this Agreement, the following are the securities in which a public entity may invest under the Investment Act and, therefore, may be used as Collateral:

1. Obligations of the U.S. or its agencies and instrumentalities;
2. Direct obligations of the State of Texas or its agencies and instrumentalities;
3. Collateralized mortgage obligations directly issued by a federal agency or instrumentality of the U.S., the underlying security for which is guaranteed by an agency or instrumentality of the U.S.;
4. Other obligations, the principal and interest of which are unconditionally guaranteed or insured by or backed by the full faith and credit of the U.S. or the State of Texas or their respective agencies and instrumentalities;
5. Obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent.
6. Certificates of deposit issued by a state or national bank domiciled in this State or a savings bank domiciled in this State or a state or federal credit union domiciled in this State that are guaranteed by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund or its successor that are secured by the obligations in which the District may invest under the Investment Act.
7. Repurchase agreements that comply with the Investment Act;
8. Bankers' acceptances that comply with the Investment Act;
9. Commercial paper that comply with the Investment Act;
10. No-load money market mutual funds that comply with the Investment Act; and
11. No-load mutual funds that comply with the Investment Act.

Notwithstanding anything to the contrary provided above, the following may not be used as Collateral and are not authorized as investments for the District under the Investment Act:

- a. Obligations whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal;
- b. Obligations whose payment represents the principal stream of cash flow from the underlying mortgage-backed security collateral and bears no interest;
- c. Collateralized mortgage obligations that have a final stated maturity date of greater than 10 years; or
- d. Collateralized mortgage obligations the interest rate of which is determined by an index that adjusts opposite to the changes in a market index.

Section 6.03. Diversification.

The Investment Officer may invest up to 100% of the funds of the District in any investment instrument authorized in this Policy.

ARTICLE VII
AUTHORIZED INVESTMENTS

Section 7.01. Authorized Investments.

Unless specifically prohibited by law or elsewhere by this Policy, District monies in any of its fund groups may be invested and reinvested only in the following types of Investments:

1. Obligations of the U.S. or its agencies and instrumentalities;
2. Certificates of deposit issued by a state or national bank domiciled in Texas, or a savings bank domiciled in Texas, or a state or federal credit union domiciled in Texas that is guaranteed or insured by the Federal Deposit Insurance Fund or the National Credit Union Share Insurance Corporation or its successor; and secured by the obligations that are authorized under the Investment Act which have a market value at least equal to the deposit and are pledged to the District only and held by a third-party custodian; and
3. Local government investment pools, which 1) meet the requirements of Chapter 2256.016 of the Public Funds Investment Act, 2) are rated no lower than AAA or an equivalent rating by at least one nationally recognized rating service, 3) seek to maintain a \$1.00 net asset value, and 4) are authorized by resolution or ordinance by the Board.

Section 7.02. Prohibited Investments.

Notwithstanding anything to the contrary stated herein, no funds of the District may be invested in the following or in any other type of investment prohibited by the Investment Act or other applicable law:

1. Obligations whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal (JO's);
2. Obligations whose payment represents the principal stream of cash flow from the underlying mortgage-backed security collateral and bears no interest (PO's);

3. Collateralized mortgage obligations that have a stated final maturity date of greater than 10 years; and
4. Collateralized mortgage obligations the interest rate of which is determined by an index that adjusts opposite to the changes in a market index (inverse floaters).

ARTICLE VIII

INVESTMENT STRATEGIES

Section 8.01. Strategies.

It is assumed that all District Funds have the following investment objectives in common and that these objectives will have priority over any additional investment objective identified for the individual funds:

1. Understanding of the suitability of the investment to the financial requirements of the District;
2. Preservation and safety of principal;
3. Liquidity;
4. Marketability of the investment if the need arises to liquidate the investment before maturity;
5. Diversification of the investment portfolio; and
6. Yield.

Section 8.02. Fund Strategies.

Funds in the following District accounts shall be invested by the District's Investment Officer as follows:

1. Operating or General Account: Funds in this account shall be invested to meet the operating requirements of the District as determined by the annual operating budget prepared by the bookkeeper and adopted by the Board. This fund accounts for the general administrative, governmental, and operations functions of the District. Funds available in the Operating or General Fund are used to pay the ongoing operational expenditures during the fiscal year. Operating or General Funds shall not be invested for longer than thirteen (13) months.

2. Debt Service Account: Funds in this account shall be invested to meet the debt service requirements of the District and to comply with the District's bond resolutions or orders. It shall be the policy of the District that Debt Service Funds shall not be invested for longer than thirteen (13) months.

ARTICLE IX
MISCELLANEOUS

Section 9.01. Miscellaneous.

A. Checks/Drafts: All checks, drafts, notes, or other orders for the payment of money issued in the name of the District shall be signed by such officers or employees of the District as shall from time to time be authorized by resolution of the Board.

B. Depositories: All funds of the District except petty cash shall be deposited from time to time to the credit of the District in such banks or accounts as the Board may, from time to time, designate, and upon such terms and conditions as shall be fixed by the Board. The Board may, from time to time, authorize the opening and maintaining of general and special accounts within any such depository as it may designate, and may make such special rules and regulations with respect thereto as it may deem expedient.

Section 9.02. Annual Review.

The District shall review this Investment Policy at least annually and adopt a resolution confirming the continuance of the Investment Policy without amendment or adopt an Amended Investment Policy.

Section 9.03. Superseding Clause.

This Policy supersedes any prior policies adopted by the Board of Directors regarding investment or securitization of District Funds.

Section 9.04. Open Meeting.

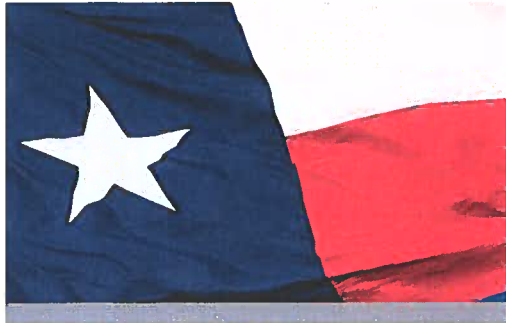
The Board officially finds, determines, and declares that this Investment Policy was reviewed, carefully considered, and adopted at a regular meeting of the Board, and that a sufficient written notice of the date, hour, place, and subject of this meeting was posted at a place convenient to the public for the time required by law preceding this meeting, as required by the Open Meetings Act, Chapter 551, Texas Government Code, and that this meeting had been open to the public as required by law at all times during which this Policy was discussed, considered and acted upon. The Board further ratifies, approves, and confirms such written notice and the contents and posting thereof.

Exhibit A
TexPool & TexPool Prime
Investment Policies



Quarterly Update

TexPool and TexPool Prime



Investor Goal

The investor goal for both TexPool and TexPool Prime is preservation and safety of principal, liquidity and yield.

Pool Features

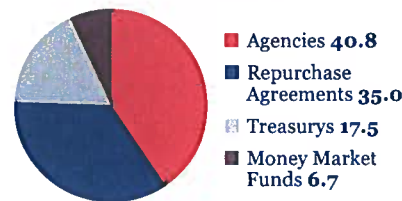
- Administered by the Texas Comptroller of Public Accounts.
- Managed and serviced by Federated Hermes.
- Highest possible ratings from Standard & Poor's underscores the portfolios' high credit quality, daily liquidity and relative safety.
- High asset levels give the benefit of economies of scale.

Portfolio Overviews as of 9/30/22

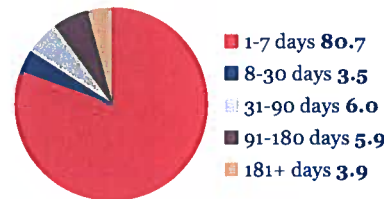
TexPool

Pool Assets \$24.2 billion

Portfolio Composition (%)



Effective Maturity Schedule (%)



Weighted Average Maturity

25 Days

Credit Rating

AAAm Standard & Poor's

Portfolio Managers

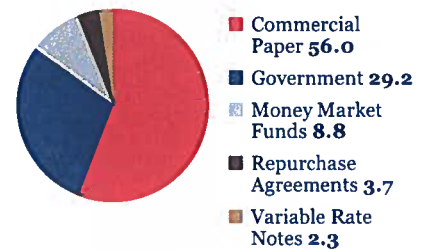
Susan Hill

Deborah Cunningham

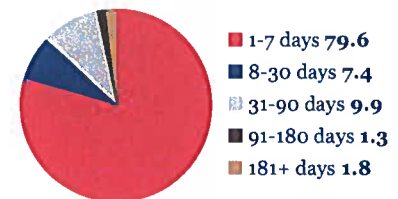
TexPool Prime

Pool Assets \$9.4 billion

Portfolio Composition (%)



Effective Maturity Schedule (%)



Weighted Average Maturity

14 Days

Credit Rating

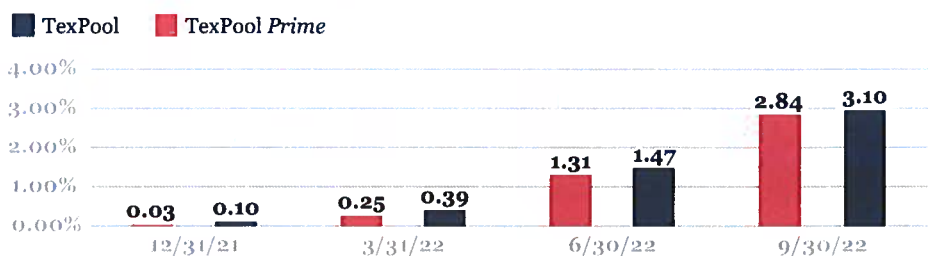
AAAm Standard & Poor's

Portfolio Managers

Paige Wilhelm

Deborah Cunningham

Pool Performance: 7-Day Net Yields (%)



Performance data quoted represents past performance which is no guarantee of future results. Investment return will vary. The value of an investment, when redeemed, may be worth more or less than the original cost. Current performance may be lower or higher than what is stated.

Portfolio Manager Commentary

In the third quarter, U.S. Federal Reserve Chair Jerome Powell reiterated in press conferences, speeches and appearances that policymakers would not relent until price stability has been reestablished. His remarks at the Kansas City Fed's economic policy symposium in Jackson Hole, Wyo., in late August articulated this pointedly: "The Federal Open Market Committee's (FOMC) overarching focus right now is to bring inflation back down to our 2% goal."

The FOMC followed through on this statement with several large jumps in the federal funds target range: 75 basis-point hikes at both the July and September meetings. This put the target range at 3-3.25% to end the reporting period. The front end of U.S. Treasury yield curve rose in response, though yields of the shortest dated bills remained depressed due to continued high demand from safe-haven trades.

Policymaker forecasts also leapt. The June Summary of Economic Projections (SEP) signaled rates could reach 3.4% by December. But Fed sentiment worsened two months later. The SEP released in September indicated 4.4% is more likely, a dramatic shift of a full percentage point. Likewise, the prediction for the highest level rates likely will reach before inflation falls—the terminal rate—increased from 3.8% to 4.6%. Adding to the cause, the Fed accelerated its quantitative tightening program, doubling the amount of the reduction of its balance sheet in September by allowing \$95 trillion of government securities to roll off each month (\$60 billion in Treasuries and \$35 billion in agency mortgage-backed securities). This likely added the equivalent of another quarter-point of rate tightening.

At the end of the quarter, yields on 1-, 3-, 6- and 12-month U.S. Treasuries were 2.69%, 3.27%, 3.95% and 4.03%, respectively; the 1-, 3-, 6- and 12-month Bloomberg Short-Term Bank Yield Index rates (BSBY) were 3.10%, 3.64%, 4.21% and 4.74%, respectively; and the 1-, 3-, 6- and 12-month London interbank offered rates were 3.17%, 3.75%, 4.27% and 4.74%, respectively.

Portfolio composition is subject to change.

An investment in the Pool is not insured or guaranteed by any government or government agency. Although the manager of the Pool seeks to preserve principal, it is possible to lose money by depositing money in the Pool.

An AAAM rating by Standard & Poor's is obtained after Standard & Poor's evaluates a number of factors, including credit quality, market price exposure and management. Ratings are subject to change, and do not remove market risk. For more information on credit ratings, visit standardandpoors.com.

For more complete information, see the investment policy and information statement available at www.texpool.com. You should consider the investment's objectives, risks, charges, and expenses carefully before you invest. Information about these and other important subjects is in the investment policy and information statement, which you should read carefully before investing.

Exhibit A
TexPool Investment Policies



TexPool Investment Policy

Texas Local Government Investment Pool

November 2022

G35884-52

I. PURPOSE AND OBJECTIVES STATEMENT

A. TEXPOOL

The Interlocal Cooperation Act, chapter 791 of the Texas Government Code, and the Public Funds Investment Act, chapter 2256 of the Texas Government Code (the “Act”), provide for the creation of public funds investment pools through which political subdivisions and other entities may invest public funds.

TexPool will use amortized cost to value portfolio assets and follow the criteria established by Governmental Accounting Standards Board (“GASB”) Statement No. 79 for use of amortized cost. This Investment Policy shall be interpreted and applied in a manner consistent with GASB guidance on external investment pools that use amortized cost to value all portfolio assets.

Pursuant to subchapter G of chapter 404, the Comptroller of Public Accounts (the “Comptroller”) administers the Texas Local Government Investment Pools (the “TexPool Portfolios”) as public funds investment pools through the Texas Treasury Safekeeping Trust Company (the “Trust Company”). The Trust Company is a special-purpose trust company authorized to receive, transfer, and disburse money and securities as provided by statute or belonging to the state, agencies, and local political subdivisions and other organizations created on behalf of the state or agency or political subdivision of the state. The Comptroller is the sole officer, director, and shareholder of the Trust Company.

The Comptroller and the Trust Company have contracted with an administrator and investment manager (“Investment Manager”) for the TexPool Portfolios. The TexPool Portfolios comprise two investment alternatives: TexPool and TexPool Prime. This Investment Policy relates only to TexPool. TexPool invests in U.S. Treasury and government agency securities, repurchase agreements, and certain mutual funds.

In accordance with the Act, the Comptroller has appointed the TexPool Investment Advisory Board (the “Board”) to advise with respect to TexPool. The Board is composed equally of participants in the TexPool Portfolios and other persons who do not have a business relationship with the TexPool Portfolios and are qualified to advise the TexPool Portfolios.

B. PURPOSE

The purpose of TexPool is to offer a safe, efficient, and liquid investment alternative to local governments in the State of Texas. The expectation is that local governments will benefit from the receipt of higher investment returns as a result of economies of scale and the investment expertise and management oversight of the Comptroller and the Trust Company. Investments are made in accordance with this investment policy (the “TexPool Investment Policy”) established by the Trust Company and approved by the Comptroller. The TexPool Investment Policy’s investment parameters are more conservative than those contained in the Act. The TexPool Investment Policy is reviewed annually and revised as necessary.

C. OBJECTIVES

As required by the Act, the investment objectives of TexPool in order of priority are:

- preservation and safety of principal;

- liquidity; and
- yield

TexPool's additional objective is to maintain a stable \$1.00 price per unit. In accordance with the Act, TexPool securities are marked to market daily, and if the ratio of the market value of the portfolio divided by the book value of the portfolio is less than 0.995 or greater than 1.005, TexPool will take any appropriate action necessary to maintain the ratio between 0.995 and 1.005. However, the \$1.00 price is not guaranteed or insured by the State of Texas.

D. STANDARD OF CARE

As also required by the Act, TexPool investments are made subject to the "prudent person" standard of care. Accordingly, the Investment Manager must make investment decisions:

"with [the] judgment and care, under prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person's own affairs, not for speculation, but for investment, considering the probable safety of capital and the probable income to be derived."

E. STRATEGIES

1. Portfolio Composition

The TexPool portfolio is designed and managed to ensure that it maintains its AAAM rating (or the equivalent) by a nationally recognized statistical rating organization ("NRSRO").

The following guidelines shall be followed by the Investment Manager to maintain the portfolio maturity consistent with a stable net asset value per share:

- The maximum remaining maturity of any security or other investment acquired for the portfolio shall be 397 calendar days or less.
- The portfolio should maintain a weighted average maturity of 60 days or less.
- The portfolio should maintain a weighted average life of 120 days or less.

Maturity limits are applied as defined in GASB 79.

A cure period of not more than 10 business days shall be permitted in the event that the weighted average maturity of the portfolio exceeds these limits, consistent with NRSRO guidelines.

2. Risk Management

Principal is protected and market and credit risks minimized by investing in a diversified pool of assets of high credit quality. Actual risks are minimized by adequate collateralization and use of delivery versus payment procedures.

The following procedure shall be followed by the Investment Manager to monitor investment rating changes:

- Perform ongoing monitoring of the credit risks of all securities.
- Create and update, as necessary, an approved list of issuers and securities.

- Maintain the approved list in the Investment Manager's trading and compliance system and utilize the system to monitor the credit risk on a pre-trade compliance basis.
- Note any changes in the rating of a security and determine whether such change is in compliance with the Act.
- If an investment is downgraded such that it is not in compliance with the Act, liquidate the security as required by the Act.

3. Liquidity

Cash needs and cash expectations take priority in the design and structure of TexPool. Income and expenditure history are developed and continuously updated to determine the liquidity needs of TexPool. Reports of anticipated cash flow needs are used to develop the maturity structure of the portfolio to provide liquidity to all participants. To meet the anticipated liquidity needs, TexPool is invested to ensure sufficient distribution of investments in liquid, short-term instruments. The maturities of the investments are distributed such that there is a continuing stream of securities maturing at frequent intervals.

Under normal operating conditions, TexPool seeks to remain fully invested. At the end of each business day, cash is primarily swept into repurchase agreements and/or an eligible money market fund

4. Returns

After consideration of safety and liquidity, TexPool assets are invested with the goal of achieving a competitive rate of return that meets or exceeds the yield on money market mutual funds with similar investment authority. TexPool is structured to benefit from anticipated market conditions and to achieve a reasonable return.

F. DISTRIBUTION OF GAINS AND LOSSES

All gains or losses from the sale of securities are distributed among TexPool participants, and will be amortized over the remaining term to maturity of the liquidated securities.

[Remainder of page intentionally left blank.]

II. AUTHORIZED INVESTMENTS

The Act governs the investment of TexPool. The Act sets out a number of authorized investments. TexPool funds may be invested only in the following authorized investments:

A. GOVERNMENT SECURITIES (section 2256.009(a)(1) of the Act)

1. Statutory Requirements

Obligations of the United States, its agencies, or instrumentalities, including the Federal Home Loan Banks, and EXCLUDING the following:

- Obligations whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal;
- Obligations whose payment represents the principal stream of cash flow from the underlying mortgage-backed security collateral and bears no interest;
- Collateralized mortgage obligations that have a stated final maturity date of greater than 10 years; and
- Collateralized mortgage obligations the interest rate of which is determined by an index that adjusts opposite to the changes in a market index.

2. Policy Guidelines

Portfolio Composition: Up to 100% of TexPool assets may be invested in government obligations of the United States, its agencies, or instrumentalities. However, no more than 60% of the portfolio may be invested in variable rate notes.

Maturity Limits: The maximum final stated maturity of a security may not exceed 397 days, other than for floating or variable rate government obligations of the United States, its agencies, or instrumentalities.

B. REPURCHASE AGREEMENTS (section 2256.011 of the Act)

1. Statutory Requirements

Fully collateralized repurchase agreements or reverse repurchase agreements (i) with defined termination dates, (ii) secured by obligations of the United States, its agencies, or its instrumentalities, including certain mortgage-backed securities, (iii) that require purchased securities to be pledged to the investing entity, in the entity's name, and deposited at the time of investment with the investing entity or a third party, and (iv) that are placed through primary government securities dealers, as defined by the Federal Reserve, or a financial institution doing business in the State of Texas.

The term of a reverse repurchase agreement may not exceed 90 days after the date of delivery. Money received under a reverse repurchase agreement may be used to acquire additional authorized investments provided such investments mature not later than the expiration date stated in the reverse repurchase agreement.

2. Policy Guidelines

a. Repurchase Agreements

Portfolio Composition: Direct Repurchase Agreements: Up to 100% of TexPool assets may be invested in repurchase agreements.

Term Repurchase Agreements: A term repurchase agreement refers to any repurchase agreement with more than 7 calendar days remaining to maturity or more than 7 calendar days to the next put option that allows TexPool to liquidate the position at par (principal plus accrued interest.)

Maturity Limits: The maximum final maturity on repurchase agreements may not exceed 365 days. For purposes of calculating the weighted average maturity of the portfolio, the maturity date of a term repurchase agreement will be equal to the put option notice period.

Margin Requirement: Collateral must be equal to at least 102% of the total market value of the repurchase agreement, including accrued interest.

b. Reverse Repurchase Agreements

Portfolio Composition: TexPool may enter into reverse repurchase agreements for up to one third (1/3) of the value of TexPool assets.

c. Repurchase Agreements and Reverse Repurchase Agreements

Documentation: All repurchase transactions are governed by a Bond Market Association (BMA) or Securities Industry and Financial Markets Association (SIFMA) approved Master Repurchase Agreement and Master Reverse Repurchase Agreement.

Custody: If collateral is to be held by a third party, the third party must have been previously approved by the Trust Company or the Investment Manager.

C. MONEY MARKET MUTUAL FUNDS (section 2256.014 of the Act)

1. Statutory and Other Requirements

No-load money market mutual fund that (i) is registered with and regulated by the Securities and Exchange Commission, (ii) provides a prospectus and other information required by the Securities Exchange Act of 1934 or the Investment Company Act of 1940, (iii) complies with federal Securities and Exchange Commission rule 2a-7, as promulgated under the Investment Company Act of 1940, (iv) is a permissible investment, and (v) includes in its investment objectives the maintenance of a stable net asset value of \$1.00 for each share.

2. Policy Guidelines

Portfolio Composition: TexPool assets may be invested in approved money market mutual funds. The Investment Manager may utilize affiliated money market funds for this purpose provided the Investment Manager waives its management fee equal to the relevant affiliated fund's net management fee, and provides an annual accounting of such waivers to the Trust Company.

Concentration Limits: No more than 10% of the TexPool assets may be invested in a single money market fund.

Rating: The money market mutual fund must be rated AAA or its equivalent by at least one NRSRO.

D. SECURITIES LENDING (section 2256.0115 of the Act)

1. Statutory Requirements

TexPool may engage in a securities lending program that complies with the following:

- a. the value of the securities loaned, including accrued interest, must be fully collateralized by:
 - i. government securities,
 - ii. irrevocable letters of credit issued by a bank organized under U.S. or state law and continuously rated at least A or its equivalent by at least one NRSRO, or
 - iii. cash invested in government securities, commercial paper, mutual funds, or investment pools authorized by the Act;
- b. the loan must be terminable at any time;
- c. the loan terms must require that the collateral be pledged to the investing entity, held in its name, and deposited with the investing entity or a third party selected and approved by the investing entity;
- d. the loan must be placed through primary dealers or financial institutions doing business in the state; and
- e. the loan agreement must have a term of one year or less.

2. Policy Guidelines

Cash received under securities lending agreements must be used to acquire obligations authorized under this investment policy, provided that the average life of the obligations cannot exceed the average life of the securities lending agreements.

[Remainder of page intentionally left blank.]

III. PROHIBITED INVESTMENTS

A. STATUTORY

As required by section 2256.009 of the Act, TexPool cannot invest in the following:

- Obligations whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal;
- Obligations whose payment represents the principal stream of cash flow from the underlying mortgage-backed security collateral and bears no interest;
- Collateralized mortgage obligations that have a stated final maturity date of greater than 10 years; and
- Collateralized mortgage obligations the interest rate of which is determined by an index that adjusts opposite to the changes in a market index.

B. POLICY

1. Derivatives

TexPool will not invest in “derivatives.” For the purposes of this Investment Policy, “derivatives” means instruments with embedded features that alter their characteristics or income stream or allow holders to hedge or speculate on a market or spreads between markets that are external to the issuer, or are not directly correlated on a one-to-one basis to the associated index or market. Derivatives include, but are not limited to, the following:

- Arrangements in which an investor has swapped the natural cash flows or some portion of the natural cash flows of an instrument for a different set of cash flows (i.e., interest rate swaps).
- Over-the-counter/exchange traded options or futures (i.e., option contracts, futures contracts).
- Collateralized mortgage obligations, inverse floating rate notes, range index notes, non- money market index-based notes, dual index notes, index amortizing notes, inverse multi- index bonds, stepped inverse index bonds, inverse index bonds.

In summary, pool participants should look to the Authorized Investments section of this document as all securities defined within are permissible and not deemed to be derivatives. These securities include (but are not limited to) the following:

- Treasury Bills, Treasury Notes, Treasury Bonds, Treasury Strips, repurchase agreements, reverse repurchase agreements, U.S. agency notes with a defined maturity and fixed coupon rate, U.S. agency discount notes, money market index Treasury and agency variable rate notes (i.e., floating rate notes tied to money market indices such as three and six month Treasury Bills; one, three, and six month London Interbank Offering Rate [LIBOR]; the Secured Overnight Financing Rate [SOFR]; Fed Funds; one year Constant Maturity Treasury; prime rate; and Commercial paper composite); U.S. agency step- up notes and any authorized investment that is callable prior to its final maturity.

2. Commercial Paper

While an authorized investment under the Act, TexPool will not invest in commercial paper.

3. Certificates of Deposit

While an authorized investment under the Act, TexPool will not invest in certificates of deposit.

IV. ADMINISTRATIVE GUIDELINES

A. COMPETITIVE BIDDING

TexPool trades, purchases, and sales are done on a best execution basis through a documented competitive bidding process. The broker/dealers used for TexPool are those approved by the Comptroller and the Trust Company and in compliance with the Comptroller rules.

B. SAFEKEEPING

All eligible book-entry securities whether purchased outright or under repurchase agreements, are held in a separate custodial account at the Federal Reserve Bank in the name of the TexPool Portfolios or in an independent third-party institution designated by the Investment Manager on behalf of the TexPool Portfolios. All securities not held in book entry form are held at an independent third-party institution designated by the Investment Manager on behalf of the TexPool Portfolios. Third party institutions must issue original safekeeping receipts to the Investment Manager.

C. AUTHORIZED PERSONNEL

The Investment Manager personnel authorized to buy and sell investment instruments, send and receive securities, and make fund transfers and other types of related investment transactions are directly supervised by senior investment management personnel in the Investment Manager's Investment Management Group.

D. DOCUMENTATION

Complete documentation and audit trails are maintained for all investment transactions.

E. MONITORING MARKET PRICE

State Street Bank and Trust, the custodian designated by the Investment Manager (the "Custodian") provides fund accounting services for TexPool and is responsible for marking-to-market the portfolio holdings of TexPool on a daily basis. The Custodian receives electronic transmissions from various pricing vendors in order to determine the individual market price of each security held in TexPool. These electronic transmissions are checked daily for current data and validity of information. The Custodian also performs a reasonability test to determine whether the prices received are within a set tolerance range. In the event that any of the prices fall outside of the range, then these prices are investigated against secondary pricing sources. As a further check, the Investment Manager also monitors the prices of securities held in TexPool, in order to independently determine reasonableness and validity.

The shadow price is the net asset value per share of TexPool, calculated using total investments measured at fair value at the calculation date. TexPool's shadow price is calculated daily.

F. PARTICIPATION AGREEMENTS

Each participant must have a fully executed participation agreement on file with the Trust Company before participating in TexPool.

G. DEPOSIT AND WITHDRAWAL DEADLINES

See separate TexPool Operating Procedures for detailed deposit and withdrawal deadlines.

H. REPORTING AND DISCLOSURE

The Act requires that public fund investment pools provide basic information regarding the pool's investments and operations. The pool is to provide the investment officer, or other authorized representative of a participating entity, disclosure information in an Information Statement. The required disclosure items are listed in the Act. This information is provided to all participants. Further, to maintain eligibility to receive funds from and invest funds on behalf of the pool's participants, TexPool must furnish investment confirmations and a monthly report disclosing certain information. Finally, the Comptroller requires that TexPool be audited annually by an independent auditor.

I. AUTHORIZED DEALERS

The Comptroller maintains a list of approved dealers and brokers (collectively, "dealers") authorized to provide investment services. All dealers who desire to become qualified bidders for investment transactions for TexPool must be on the approved list. The Comptroller annually reviews the financial condition and registration of the qualified dealers and revises the approved list as needed.

J. ETHICS AND CONFLICT OF INTEREST

The Comptroller requires the Investment Manager and its staff that are involved with making investment decisions for or executing trades on behalf of TexPool to disclose any personal or business relationship with a broker/dealer seeking to sell investments to TexPool. These employees are also required to refrain from personal business activity that could conflict with the proper execution and management of the investment program or that could impair their ability to make impartial decisions. The Investment Manager's Compliance Officer is required to file a quarterly statement with the Trust Company evidencing compliance with foregoing matters by the Investment Manager and its employees.

Moreover, agents, advisors, and contractors providing services in connection with the custody, management, and investment of public funds under a contract with the Comptroller are required to at all times avoid any actual or apparent conflict of interest with respect to the custody, management, and investment of public funds. For purposes of this investment policy, a conflict of interest refers to any circumstances in which an agent, advisor, or contractor who, in the context of duties under its contract with the Comptroller, has interests that are or may become inconsistent with the interests of the agent, advisor, or contractor with respect to other duties, contractual or otherwise.

Exhibit A
TexPool Prime
Investment Policies



TexPool *Prime* Investment Policy

Texas Local Government Investment Pool

November 2022

G35884-53

I. PURPOSE AND OBJECTIVES STATEMENT

A. TEXPOOL PRIME

The Interlocal Cooperation Act, chapter 791 of the Texas Government Code, and the Public Funds Investment Act, chapter 2256 of the Texas Government Code (the “Act”), provide for the creation of public funds investment pools through which political subdivisions and other entities may invest public funds.

TexPool *Prime* will use amortized cost to value portfolio assets and follow the criteria established by Governmental Accounting Standards Board (“GASB”) Statement No. 79 for use of amortized cost. This Investment Policy shall be interpreted and applied in a manner consistent with GASB guidance on external investment pools that use amortized cost to value all portfolio assets.

Pursuant to subchapter G of chapter 404, the Comptroller of Public Accounts (the “Comptroller”) administers the Texas Local Government Investment Pools (the “TexPool Portfolios”) as public funds investment pools through the Texas Treasury Safekeeping Trust Company (the “Trust Company”). The Trust Company is a special-purpose trust company authorized to receive, transfer, and disburse money and securities as provided by statute or belonging to the state, agencies, and local political subdivisions and other organizations created on behalf of the state or agency or political subdivision of the state. The Comptroller is the sole officer, director, and shareholder of the Trust Company.

The Comptroller and the Trust Company have contracted with an administrator and investment manager (“Investment Manager”) for the TexPool Portfolios. The TexPool Portfolios comprise two investment alternatives: TexPool and TexPool *Prime*. This Investment Policy relates only to TexPool *Prime*. TexPool *Prime* invests in U.S. Treasury and government agency securities, repurchase agreements, certain mutual funds, commercial paper, and certificates of deposit.

In accordance with the Act, the Comptroller has appointed the TexPool *Prime* Investment Advisory Board (the “Board”) to advise with respect to TexPool *Prime*. The Board is composed equally of participants in the TexPool Portfolios and other persons who do not have a business relationship with the TexPool Portfolios and are qualified to advise the TexPool Portfolios.

B. PURPOSE

The purpose of TexPool *Prime* is to offer a safe, efficient, and liquid investment alternative to local governments in the State of Texas. The expectation is that local governments will benefit from the receipt of higher investment returns as a result of economies of scale and the investment expertise and management oversight of the Comptroller and the Trust Company. Investments are made in accordance with this investment policy (the “TexPool *Prime* Investment Policy”) established by the Trust Company and approved by the Comptroller. The TexPool *Prime* Investment Policy’s investment parameters are more conservative than those contained in the Act. The TexPool *Prime* Investment Policy is reviewed annually and revised as necessary.

C. OBJECTIVES

As required by the Act, the investment objectives of TexPool *Prime* in order of priority are:

- preservation and safety of principal;
- liquidity; and
- yield

TexPool *Prime*'s additional objective is to maintain a stable \$1.00 price per unit. In accordance with the Act, TexPool *Prime* securities are marked to market daily, and if the ratio of the market value of the portfolio divided by the book value of the portfolio is less than 0.995 or greater than 1.005, TexPool *Prime* will take any appropriate action necessary to maintain the ratio between 0.995 and 1.005. However, the \$1.00 price is not guaranteed or insured by the State of Texas.

D. STANDARD OF CARE

As also required by the Act, TexPool *Prime* investments are made subject to the "prudent person" standard of care. Accordingly, the Investment Manager must make investment decisions:

"with [the] judgement and care, under prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person's own affairs, not for speculation, but for investment, considering the probable safety of capital and the probable income to be derived."

E. STRATEGIES

1. Portfolio composition

The TexPool *Prime* portfolio is designed and managed to ensure that it maintains its AAAM rating (or the equivalent) by a nationally recognized statistical rating organization ("NRSRO").

The following guidelines shall be followed by the Investment Manager to maintain the portfolio maturity consistent with a stable net asset value per share:

- The maximum remaining maturity of any security or other investment acquired for the portfolio shall be 397 calendar days or less.
- The portfolio should maintain a weighted average maturity of 60 days or less.
- The portfolio should maintain a weighted average life of 120 days or less.

Maturity limits are applied as defined in GASB 79.

A cure period of not more than 10 business days shall be permitted in the event that the weighted average maturity of the portfolio exceeds these limits, consistent with NRSRO guidelines.

2. Risk Management

Principal is protected and market and credit risks minimized by investing in a diversified pool of assets of high credit quality. Actual risks are minimized by adequate collateralization and use of delivery versus payment procedures.

The following procedure shall be followed by the Investment Manager to monitor investment rating changes:

- Perform ongoing monitoring of the credit risks of all securities.
- Create and update, as necessary, an approved list of issuers and securities.
- Maintain the approved list in the Investment Manager's trading and compliance system and utilize the system to monitor the credit risk on a pre-trade compliance basis.
- Note any changes in the rating of a security and determine whether such change is in compliance with the Act.
- If an investment is downgraded such that it is not in compliance with the Act, liquidate the security as required by the Act.

3. Liquidity

Cash needs and cash expectations take priority in the design and structure of *TexPool Prime*. Income and expenditure history are developed and continuously updated to determine the liquidity needs of *TexPool Prime*. Reports of anticipated cash flow needs are used to develop the maturity structure of the portfolio to provide liquidity to all participants. To meet the anticipated liquidity needs, *TexPool Prime* is invested to ensure sufficient distribution of investments in liquid, short-term instruments. The maturities of the investments are distributed such that there is a continuing stream of securities maturing at frequent intervals.

Under normal operating conditions, *TexPool Prime* seeks to remain fully invested. At the end of each business day, cash is primarily swept into repurchase agreements and/or an eligible money market fund.

4. Returns

After consideration of safety and liquidity, *TexPool Prime* assets are invested with the goal of achieving a competitive rate of return that meets or exceeds the yield on money market mutual funds with similar investment authority. *TexPool Prime* is structured to benefit from anticipated market conditions and to achieve a reasonable return.

F. DISTRIBUTION OF GAINS AND LOSSES

All gains or losses from the sale of securities are distributed among *TexPool Prime* participants, and will be amortized over the remaining term to maturity of the liquidated securities.

II. AUTHORIZED INVESTMENTS

The Act governs the investment of *TexPool Prime*. The Act sets out a number of authorized investments. *TexPool Prime* funds may be invested only in the following authorized investments:

A. GOVERNMENT SECURITIES (section 2256.009(a)(1) of the Act)

1. Statutory Requirements

Obligations of the United States, its agencies, or instrumentalities, including the Federal Home Loan Banks, and EXCLUDING the following:

- Obligations whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal;
- Obligations whose payment represents the principal stream of cash flow from the underlying mortgage-backed security collateral and bears no interest;
- Collateralized mortgage obligations that have a stated final maturity date of greater than 10 years; and
- Collateralized mortgage obligations the interest rate of which is determined by an index that adjusts opposite to the changes in a market index.

2. Policy Guidelines

Portfolio Composition: Up to 100% of *TexPool Prime* assets may be invested in government obligations of the United State, its agencies, or instrumentalities. However, no more that 60% of the portfolio may be invested in variable rate notes.

Maturity Limits: The maximum final stated maturity of a security may not exceed 397 days, other than for floating or variable rate government obligations of the United States, its agencies, or instrumentalities. The final stated maturity of securities that are not obligations of the United States, its agencies or instrumentalities, is the earlier of the contractual final maturity date or the next date on which full repayment of principal can be obtained through exercise of a demand feature.

B. REPURCHASE AGREEMENTS (section 2256.011 of the Act)

1. Statutory Requirements

Fully collateralized repurchase agreements or reverse repurchase agreements (i) with defined termination dates, (ii) secured by obligations of the United States, its agencies, or its instrumentalities, including certain mortgage-backed securities, (iii) that require purchased securities to be pledged to the investing entity, in the entity's name, and deposited at the time of investment with the investing entity or a third party, and (iv) that are placed through primary government securities dealers, as defined by the Federal Reserve, or a financial institution doing business in the State of Texas.

The term of a reverse repurchase agreement may not exceed 90 days after the date of delivery. Money received under a reverse repurchase agreement may be used to acquire additional authorized investments provided such investments mature not later than the expiration date stated in the reverse repurchase agreement.

2. Policy Guidelines

a. Repurchase Agreements

Portfolio Composition: Direct Repurchase Agreements: Up to 100% of TexPool *Prime* assets may be invested in repurchase agreements.

Term Repurchase Agreements: A term repurchase agreement refers to any repurchase agreement with more than 7 calendar days remaining to maturity or more than 7 calendar days to the next put option that allows TexPool *Prime* to liquidate the position at par (principal plus accrued interest.)

Maturity Limits: The maximum final maturity on repurchase agreements may not exceed 365 days. For purposes of calculating the weighted average maturity of the portfolio, the maturity date of a term repurchase agreement will be equal to the put option notice period.

Margin Requirement: Collateral must be equal to at least 102% of the total market value of the repurchase agreement, including accrued interest.

b. Reverse Repurchase Agreements

Portfolio Composition: TexPool *Prime* may enter into reverse repurchase agreements for up to one third (1/3) of the value of TexPool *Prime* assets.

c. Repurchase Agreements and Reverse Repurchase Agreements

Documentation: All repurchase transactions are governed by a Bond Market Association (BMA) or Securities Industry and Financial Markets Association (SIFMA) approved Master Repurchase Agreement and Master Reverse Repurchase Agreement.

Custody: If collateral is to be held by a third party, the third party must have been previously approved by the Trust Company or the Investment Manager.

C. MONEY MARKET MUTUAL FUNDS (section 2256.014 of the Act)

1. Statutory and Other Requirements

No-load money market mutual fund that (i) is registered with and regulated by the Securities and Exchange Commission, (ii) provides a prospectus and other information required by the Securities Exchange Act of 1934 or the Investment Company Act of 1940, and (iii) complies with federal Securities and Exchange Commission rule 2a-7, as promulgated under the Investment Company Act of 1940.

TexPool *Prime* may not acquire shares of a money market mutual fund that represent more than 10% of the outstanding shares of that fund at the time of purchase.

2. Policy Guidelines

Portfolio Composition: TexPool *Prime* assets may be invested in approved money market mutual funds. The Investment Manager may utilize affiliated money market funds for this purpose provided the Investment Manager waives its management fee equal to the relevant affiliated fund's net management fee, and provides an annual accounting of such waivers to the Trust Company.

Concentration Limits: No more than 15% of the TexPool *Prime* assets may be invested in money market mutual funds that do not seek to maintain a stable net asset value per share.

Rating: The money market mutual fund must be rated AAA or its equivalent by at least one NRSRO.

D. SECURITIES LENDING (section 2256.0115 of the Act)

1. Statutory Requirements

TexPool *Prime* may engage in a securities lending program that complies with the following:

- a. the value of the securities loaned, including accrued interest, must be fully collateralized by:
 - i. government securities,
 - ii. irrevocable letters of credit issued by a bank organized under U.S. or state law and continuously rated at least A or its equivalent by at least one NRSRO, or
 - iii. cash invested in government securities, commercial paper, mutual funds, or investment pools authorized by the Act;
- b. the loan must be terminable at any time;
- c. the loan terms must require that the collateral be pledged to the investing entity, held in its name, and deposited with the investing entity or a third party selected and approved by the investing entity;
- d. the loan must be placed through primary dealers or financial institutions doing business in the state; and
- e. the loan agreement must have a term of one year or less.

2. Policy Guidelines

Cash received under securities lending agreements must be used to acquire obligations authorized under this investment policy, provided that the average life of the obligations cannot exceed the average life of the securities lending agreements.

E. CERTIFICATES OF DEPOSIT (section 2256.010 of the Act)

1. Statutory Requirements

Certificates of deposit issued by a state or national bank, savings bank, or a state or federal credit union that has its main office or a branch office in Texas that are (a) guaranteed or insured by the FDIC or the National Credit Union Share Insurance Fund; (b) secured by obligations of the United States, its agencies, or its instrumentalities, including certain mortgage-backed securities that have a market value at least equal to the principal amount of the certificates; or (c) secured in accordance with Chapter 2257 of the Texas Government Code or in any manner and amount provided by other law for deposits of the investing entity.

2. Policy Guidelines

Up to 75% of TexPool *Prime* assets may be invested in certificates of deposit.

F. COMMERCIAL PAPER (section 2256.013 of the Act)

1. Statutory Requirements

Commercial paper (a) with a stated maturity of 365 days or fewer from the date of issuance; and (b) that is rated at least A-1 or P-1 or an equivalent rating by at least two NRSROs or one NRSRO and fully secured by an irrevocable letter of credit by a national or state bank.

2. Policy Guidelines

Portfolio Composition: Up to 100% of TexPool *Prime* assets may be invested in commercial paper. However, no more than 25% of TexPool *Prime* assets may be invested in a single industry or business sector, provided that this limitation does not apply to securities issued or guaranteed by companies in the financial services industry.

Concentration Limits: No more than 5% of TexPool *Prime* assets may be invested in a single corporate entity. A 10 business day cure period shall be permitted in the event that the portfolio exceeds this limit, consistent with NRSRO guidelines.

[Remainder of page intentionally left blank.]

III. PROHIBITED INVESTMENTS

A. STATUTORY

As required by section 2256.009 of the Act, *TexPool Prime* cannot invest in the following:

- Obligations whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal;
- Obligations whose payment represents the principal stream of cash flow from the underlying mortgage-backed security collateral and bears no interest;
- Collateralized mortgage obligations that have a stated final maturity date of greater than 10 years; and
- Collateralized mortgage obligations the interest rate of which is determined by an index that adjusts opposite to the changes in a market index.

B. POLICY

1. Derivatives

TexPool Prime will not invest in “derivatives.” For the purposes of this Investment Policy, “derivatives” means instruments with embedded features that alter their characteristics or income stream or allow holders to hedge or speculate on a market or spreads between markets that are external to the issuer, or are not directly correlated on a one-to-one basis to the associated index or market. Derivatives include, but are not limited to, the following:

- Arrangements in which an investor has swapped the natural cash flows or some portion of the natural cash flows of an instrument for a different set of cash flows. (i.e., interest rate swaps).
- Over-the-counter/exchange traded options or futures (i.e., option contracts, futures contracts).
- Collateralized mortgage obligations, inverse floating rate notes, range index notes, non-money market index-based notes, dual index notes, index amortizing notes, inverse multi-index bonds, stepped inverse index bonds, inverse index bonds.

In summary, pool participants should look to the Authorized Investments section of this document as all securities defined within are permissible and not deemed to be derivatives. These securities include (but are not limited to) the following:

- Treasury Bills, Treasury Notes, Treasury Bonds, Treasury Strips, repurchase agreements, reverse repurchase agreements, U.S. agency notes with a defined maturity and fixed coupon rate, U.S. agency discount notes, money market index Treasury and agency variable rate notes (i.e., floating rate notes tied to money market indices such as three and six month Treasury Bills; one, three, and six month London Interbank Offering Rate [LIBOR]; the Secured Overnight Financing Rate [SOFR]; Fed Funds; one-year Constant Maturity Treasury; prime rate; and Commercial paper composite); U.S. agency step-up notes and any authorized investment that is callable prior to its final maturity.

IV. ADMINISTRATIVE GUIDELINES

A. COMPETITIVE BIDDING

TexPool *Prime* trades, purchases, and sales are done on a best execution basis through a documented competitive bidding process. The broker/dealers used for TexPool *Prime* are those approved by the Comptroller and the Trust Company and in compliance with the Comptroller rules.

B. SAFEKEEPING

All eligible book-entry securities whether purchased outright or under repurchase agreements, are held in a separate custodial account at the Federal Reserve Bank in the name of the TexPool Portfolios or in an independent third party institution designated by the Investment Manager on behalf of the TexPool Portfolios. All securities not held in book entry form are held at an independent third-party institution designated by the Investment Manager on behalf of the TexPool Portfolios. Third party institutions must issue original safekeeping receipts to the Investment Manager.

C. AUTHORIZED PERSONNEL

The Investment Manager personnel authorized to buy and sell investment instruments, send and receive securities, and make fund transfers and other types of related investment transactions are directly supervised by senior investment management personnel in the Investment Manager's Investment Management Group.

D. DOCUMENTATION

Complete documentation and audit trails are maintained for all investment transactions.

E. MONITORING MARKET PRICE

State Street Bank and Trust, the custodian designated by the Investment Manager (the "Custodian") provides fund accounting services for TexPool *Prime* and is responsible for marking-to-market the portfolio holdings of TexPool *Prime* on a daily basis. The Custodian receives electronic transmissions from various pricing vendors in order to determine the individual market price of each security held in TexPool *Prime*. These electronic transmissions are checked daily for current data and validity of information. The Custodian also performs a reasonability test to determine whether the prices received are within a set tolerance range. In the event that any of the prices fall outside of the range, then these prices are investigated against secondary pricing sources. As a further check, the Investment Manager also monitors the prices of securities held in TexPool *Prime*, in order to independently determine reasonableness and validity.

The shadow price is the net asset value per share of TexPool *Prime*, calculated using total investments measured at fair value at the calculation date. TexPool *Prime*'s shadow price is calculated daily.

F. PARTICIPATION AGREEMENTS

Each participant must have a fully executed participation agreement on file with the Trust Company before participating in TexPool *Prime*.

G. DEPOSIT AND WITHDRAWAL DEADLINES

See separate TexPool *Prime* Operating Procedures for detailed deposit and withdrawal deadlines.

H. REPORTING AND DISCLOSURE

The Act requires that public fund investment pools provide basic information regarding the pool's investments and operations. The pool is to provide the investment officer, or other authorized representative of a participating entity, disclosure information in an Information Statement. The required disclosure items are listed in the Act. This information is provided to all participants. Further, to maintain eligibility to receive funds from and invest funds on behalf of the pool's participants, TexPool *Prime* must furnish investment confirmations and a monthly report disclosing certain information. Finally, the Comptroller requires that TexPool *Prime* be audited annually by an independent auditor.

I. AUTHORIZED DEALERS

The Comptroller maintains a list of approved dealers and brokers (collectively, "dealers") authorized to provide investment services. All dealers who desire to become qualified bidders for investment transactions for TexPool *Prime* must be on the approved list. The Comptroller annually reviews the financial condition and registration of the qualified dealers and revises the approved list as needed.

J. ETHICS AND CONFLICT OF INTEREST

The Comptroller requires the Investment Manager and its staff that are involved with making investment decisions for or executing trades on behalf of TexPool *Prime* to disclose any personal or business relationship with a broker/dealer seeking to sell investments to TexPool *Prime*. These employees are also required to refrain from personal business activity that could conflict with the proper execution and management of the investment program or that could impair their ability to make impartial decisions. The Investment Manager's Compliance Officer is required to file a quarterly statement with the Trust Company evidencing compliance with foregoing matters by the Investment Manager and its employees.

Moreover, agents, advisors, and contractors providing services in connection with the custody, management, and investment of public funds under a contract with the Comptroller are required to at all times avoid any actual or apparent conflict of interest with respect to the custody, management, and investment of public funds. For purposes of this investment policy, a conflict of interest refers to any circumstances in which an agent, advisor, or contractor who, in the context of duties under its contract with the Comptroller, has interests that are or may become inconsistent with the interests of the agent, advisor, or contractor with respect to other duties, contractual or otherwise.

Exhibit B
Policy of Securing Deposits
Assurance of FDIC Insurance
by Cadence Bank



Welcome to the **new Cadence.**

We've combined the best of both organizations to benefit our customers. Together, our company offers more convenience, accessibility and simplicity delivered by the same financial services experts you have come to know and trust.



Security

Secure and convenient digital banking to make managing your money easy.

Explore digital banking



Innovation

A full range of innovative banking and financial solutions to meet any need.

View products and services



Convenience

400+ branches, 400+ ATMs and ITMs, and dedicated Mortgage, Insurance and Wealth locations.

Find a location near you

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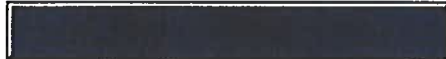
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Cadence Bank



Institution Details

Data as of 12/23/2022



FDIC Insured
Since 01/01/1934

FDIC Cert #
11813

Established
03/01/1875

Bank Charter Class
State Chartered Banks, not member of the Federal Reserve System (FRS)

Primary Federal Regulator
Federal Deposit Insurance Corporation

Secondary Federal Regulator
CFPB

Main Office Address
201 S Spring St
Tupelo, MS 38804

Primary Website
www.bancorpsouth.com

Locations

452 domestic locations: 11 states and 0 territories.
0 in foreign locations.

Financial Information

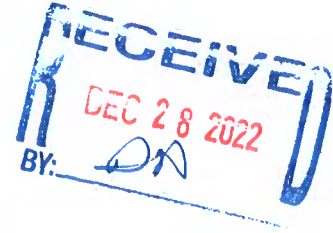
[Create financial reports for this institution](#)

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Contact the FDIC

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Get additional detailed information by selecting from the following:

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History

Institution Profile

Other Names

1 Branch Office of 452

State: TX

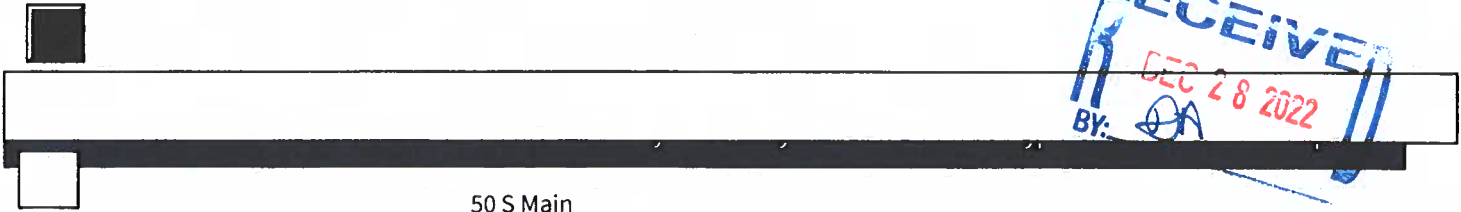
Zip: 76571

City: Salado

25



Page #



15957	423	Salado Branch	50 S Main St Salado, TX 76571	Salado	Bell	TX	Full Service - Brick And Mortar	04/09/1979	01/15/2018
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Adopt Investment Policy
Board Resolution

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE
CLEARWATER UNDERGROUND WATER CONSERVATION DISTRICT
MEETING HELD JANUARY 13, 2021**

A RESOLUTION ADOPTING A DISTRICT INVESTMENT POLICY

WHEREAS, Clearwater Underground Water Conservation District (CUWCD) is a political subdivision of the State of Texas and underground water conservation district created and operating under and by virtue of Article XVI, Section 59, of the Texas Constitution; Texas Water Code Chapter 36; the District's enabling act, Act of May 27, 1989, 71st Legislature, Regular Session, Chapter 524 (House Bill 3172), as amended by Act of April 25, 2001, 77th Legislature, Regular Session, Chapter 22 (Senate Bill 404), Act of May 7, 2009, 81st Legislature, Regular Session, Chapter 64 (Senate Bill 1755), and Act of May 27, 2015, 84th Legislature, Regular Session, Chapter 1196, Section 2 (Senate Bill 1336)(omnibus districts bill); and the applicable general laws of the State of Texas; and confirmed by voters of Bell County on August 21, 1999; and

WHEREAS, the District is a governmental agency and a body politic and corporate;

WHEREAS, §36.061 of the Texas Water Code requires the District to adopt an Investment Policy;

WHEREAS, §2256.005(a) of the Texas Government Code mandates that the District adopt, in writing, an Investment Policy for the District and §2256.005(f) of the Texas Government Code provides that the District must designate one or more Investment Officers for the District;

WHEREAS, the Board of Directors of the District has determined that the attached Investment Policy is necessary and appropriate and shall replace all previous investment policies adopted by the District; and

WHEREAS, the Board of Directors of the District met in a public meeting, noticed properly in accordance with applicable law, and considered adoption of the attached Investment Policy and approval of this resolution.

NOW, THEREFORE, BE IT RESOLVED THAT:

The above recitals are true and correct;

The Board of Directors of the District hereby adopts the attached Investment Policy as a policy for the District;

The Board of Directors, its officers, and District employees are further authorized to take any and all actions necessary to implement this resolution;

The Investment Policy so adopted shall be effective from the date of adoption and continue in effect until modified by the Board of Directors;

The Board President and General Manager of the District are designated as the Investment Officers for the District;

Such Investment Officers are authorized to engage in investment transactions, deposit, withdraw, wire funds for investments, transfer and manage funds on behalf of the District; and

This resolution shall take effect immediately upon adoption.

AND IT IS SO ORDERED.

Upon motion duly made by Director _____ and seconded by Director _____, and upon discussion, the Board voted _____ in favor and _____ opposed, _____ abstained, and _____ absent, and the motion thereby _____, on this 13th day of January 2021.

CLEARWATER UNDERGROUND WATER CONSERVATION DISTRICT

By: _____
Leland Gersbach, Board President

ATTEST:

Gary Young, Board Secretary

Internal Procedures & Controls



Clearwater UWCD

Internal Procedures and Controls

Payroll is managed as follows:

- Employees are paid monthly (end of the month).
- Bookkeeper (SC) tracks time & attendance of employees.
- Bookkeeper prints timesheets for employees to verify.
- Bookkeeper verifies funds available for payroll expenses in operating account.
- If funds are not available, Bookkeeper will complete a written request for funds be transferred from Investment Fund Account (TexPool and TexPool Prime) to the Operating account. The request will include the payroll total and liabilities totals to be paid justifying the transfer of funds. The General Manager (DA) is the only employee with access and authorization to move funds between accounts when needed (Board President and Board Secretary does have access to view TexPool & TexPool Prime Accounts as an additional layer of accountability of GM)
- Bookkeeper processes payroll in QuickBooks.
- Employees receive payroll through direct deposit.
- Verification of submitted payroll is printed and signed off on by the General Manager and Board President.

Accounts Receivable are processed as follows:

- Bookkeeper creates invoices in QuickBooks for all payments due. This includes application fees, transportation fees, and sponsorship for educational events conducted by the district.
- Upon receipt of payment (check/cash only – credit cards not accepted), bookkeeper receives payments in QuickBooks and records deposit.
- Deposit processed and taken to the bank by bookkeeper or General Manager.
- All Tax income from BellCAD is direct deposit to the district's account with Bancorp South and both GM and SC have access to view those funds per BellCAD reports to the district.

Accounts Payable are processed as follows:

- Bookkeeper receives all bills.
- Bookkeeper verifies funds available to pay bills in operating account.
- If funds are not available, Bookkeeper will complete a written request for funds be transferred from Investment Fund Account (TexPool and TexPool Prime) to the Operating account. The request will include vendor name and amount of invoice justifying the transfer of funds. The General Manager is the only employee with access and authorization to move funds between accounts when needed.
- Bookkeeper completes a check request to be approved by General Manager.
- Bookkeeper enters bills and prints checks in QuickBooks.
- Bookkeeper presents checks to be signed. Checks require 2 signatures. Authorized signatures include General Manager, Board President, and Board Secretary.
- Checks are processed and mailed.
- Hard copies of invoices and appropriate documentation are filed in the Bookkeepers office.



QuickBooks is managed as follows:

- Bookkeeper has credentials for accessing QuickBooks to pay bills, receive payments, and process payroll.
- Backups are done on a flash drive periodically and kept off site. No other employee has access to QuickBooks.
- QuickBooks financial data is not retained on the district shared server.
- In the event of an emergency, or prolonged absence of the Bookkeeper, a designated employee of BGF&N PC has authorization to remote into QuickBooks and conduct business as necessary.

Bancorp South account is managed as follows:

- Bookkeeper does not have authorization to move money or sign checks.
- 2 signatures are required for all checks.
- Authorized signatures are the General Manager, Board President, or Board Secretary.
- Board President and Board Secretary are authorized to view the bank account only.
- Bookkeeper reconciles statement and prints financial reports for Board members to accept at the monthly Board meetings.
- Bookkeeper monitors account weekly for any unusual activity.
- Bookkeeper reports unusual activity to the General Manager immediately and notifies the bank.
- General Manager is authorized to transfer money from Operating account to Investment account as needed.

Investment Fund (TexPool & TexPool Prime) is managed as follows:

- Bookkeeper does not have access to the Investment Fund.
- General Manager is the only authorized employee to transfer money from Investment Fund to operating account as needed/requested by bookkeeper for payroll and payables.
- Board President and Board Secretary are authorized to view the Investment Fund accounts only.

ACH and On-Line Bill Payments as authorized and managed as follows:

- ACH and on-line bill payments have been approved on an “as needed” basis by the Board of Directors.
- These payments are occasionally necessary for certain vendors to assure payments are received appropriately.
- Bookkeeper must get approval from General Manager to make these payments.
- Bookkeeper must generate appropriate documentation for all ACH and on-line bill payments.

Public Funds Investment Act Trainings are attended as follows:

- GM and Board President attend the required training every other year.
- Starting in 2022 Bookkeeper (SC) will also attend the six-hour biannual approve Investment Fund Act Training in Austin conducted by TAGD.
- Bookkeeper will also attend a scheduled QuickBooks Training (Refresher Course) in the spring of 2023.

_____ January 1, 2023
Dirk Aaron
General Manager

_____ January 1, 2023
Shelly Chapman
Administrative Manager

Officer Elections
Item #15

**Board Meeting
January 11, 2023**

**Agenda Item #15
District Officer Elections**

Agenda Item #15: Discuss, consider and take appropriate action if necessary to elect Officers of the Board for calendar year **2023**, per Texas Water Code § Chapter 36.054 and per District Bylaws, Article VI. (Sec.1 & Sec.2)

Narrative: The current board of directors should address the following offices necessary pursuant with Chapter 36 Texas Groundwater Code, Subchapter C, Administration listed below and the District Bylaws which are attached.

**CHAPTER 36 TEXAS GROUNDWATER CODE
SUBCHAPTER C.
ADMINISTRATION**

Sec. 36.054. OFFICERS

- (a) After a district is created and the directors have qualified, the board shall meet, elect a president, vice president, secretary, and any other officers or assistant officers as the board may deem necessary and begin the discharge of its duties.
- (b) After each directors' election, the board shall meet and elect officers.
- (c) The president is the chief executive officer of the district, presides at all meetings of the board, and shall execute all documents on behalf of the district. The vice president shall act as president in case of the absence or disability of the president. The secretary is responsible for seeing that all records and books of the district are properly kept and shall attest the president's signature on all documents.
- (d) The board may appoint another director, the general manager, or any employee as *assistant or deputy secretary* to assist the secretary, and any such person shall be entitled to certify as to the authenticity of any record of the district, including but not limited to all proceedings relating to bonds, contracts, or indebtedness of the district.
- (e) After any election or appointment of a director, a district shall notify the executive director within 30 days after the date of the election or appointment of the name and mailing address of the director chosen and the date that director's term of office expires. The executive director shall provide forms to the district for such purpose.

Added by Acts 1995, 74th Leg., Ch. 933, Sec. 2, eff. Sept. 1, 1995.

Staff Recommendation:

Five directors should, as in year's past, determine the following officer positions:

President: _____, Vice – President: _____

Secretary: _____, Assistant Secretary: _____