

**TRAVIS COUNTY
WATER CONTROL AND
IMPROVEMENT DISTRICT
NO. 17**

**Financial Statements and
Supplemental Information
as of and for the Year Ended
September 30, 2018 and
Independent Auditors' Report**

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

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ANNUAL FILING AFFIDAVIT

THE STATE OF TEXAS

COUNTY OF TRAVIS

I, Jeffrey N. Roberts
(Name of Duly Authorized District Representative)

of the TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

hereby swear, or affirm, that the District named above has reviewed and approved at a meeting of the Board of Directors of the District on the 24th day of January, 20 19, its annual audit report for the fiscal year ended September 30, 2018 and that copies of the annual audit report have been filed in the District office, located at 3812 Eck Lane, Austin, Texas 78734.

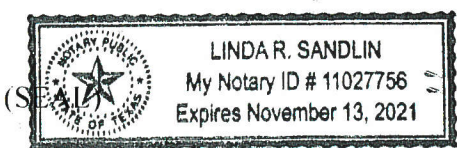
The annual filing affidavit and the attached copy of the annual audit report are being submitted to the Texas Commission on Environmental Quality in satisfaction of all annual filing requirements within Section 49.194 of the Texas Water Code and to the Texas Comptroller of Public Accounts in satisfaction of the annual filing requirements of Section 140.008 of the Texas Local Government Code.

Date: January 24, 20 19. By: Jeffrey N. Roberts
(Signature of District Representative)

Jeffrey N. Roberts, Board President
(Typed Name and Title of above District Representative)

Sworn to and subscribed to before me this 24th day of January, 20 19.

Linda R. Sandlin
(Signature of Notary)



Linda R. Sandlin
(Printed Name of Notary)

My Commission Expires On: 11-13-2021
Notary Public in and for the State of Texas.



MAXWELL LOCKE & RITTER LLP

Accountants and Consultants

An Affiliate of CPAmerica International

tel (512) 370 3200 fax (512) 370 3250
www.mlrc.com

Austin: 401 Congress Avenue, Suite 1100
Austin, TX 78701

Round Rock: 411 West Main Street, Suite 300
Round Rock, TX 78664

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Travis County Water Control and Improvement District No. 17:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of Travis County Water Control and Improvement District No. 17 (the "District"), as of and for the year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Affiliated Company

ML&R WEALTH MANAGEMENT LLC

*"A Registered Investment Advisor"
This firm is not a CPA firm*

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of September 30, 2018, and the respective changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 9 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplemental information required by the Texas Commission on Environmental Quality (the "TCEQ") and the other supplemental information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental information required by the TCEQ listed in the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information required by the TCEQ listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The other supplemental information listed in the table of contents has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Maxwell Locke + Ritter LLP

Austin, Texas
January 24, 2019

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED SEPTEMBER 30, 2018

In accordance with Governmental Accounting Standards Board Statement No. 34 ("GASB 34"), the management of Travis County Water Control and Improvement District No. 17 (the "District") offers the following narrative on the financial performance of the District for the year ended September 30, 2018. Please read it in connection with the District's financial statements that follow.

For purposes of GASB 34, the District is considered a special purpose government. This allows the District to present the required fund and government-wide statements in a single schedule. The requirement for fund financial statements that are prepared on the modified accrual basis of accounting is met with the "Total Governmental Funds" column. An adjustment column includes those entries needed to convert to the full accrual basis government-wide statements. Government-wide statements are comprised of the Statement of Net Position and the Statement of Activities.

Overview of the Basic Financial Statements

The District's reporting is comprised of two parts:

- *Management's Discussion and Analysis* (this section)
- *Basic Financial Statements*
 - *Statement of Net Position and Governmental Funds Balance Sheet*
 - *Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances*
 - *Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund*
 - *Notes to Basic Financial Statements*

Other supplementary information is also included.

The *Statement of Net Position and Governmental Funds Balance Sheet* includes a column (titled "Total Governmental Funds") that represents a balance sheet prepared using the modified accrual basis of accounting. The adjustments column converts those balances to a balance sheet that more closely reflects a private-sector business. Over time, increases or decreases in the District's net position will indicate financial health.

The *Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances* includes a column (titled "Total Governmental Funds") that derives the change in fund balances resulting from current year revenues, expenditures, and other financing sources or uses. These amounts are prepared using the modified accrual basis of accounting. The adjustments column converts those activities to full accrual, a basis that more closely represents the income statement of a private-sector business.

The *Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund* presents a comparison statement between the District's adopted budget to its actual results.

The *Notes to Basic Financial Statements* provide additional information that is essential to a full understanding of the information presented in the *Statement of Net Position and Governmental Funds Balance Sheet* and the *Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances*.

Schedules required by the Texas Commission on Environmental Quality and other supplemental information are presented immediately following the *Notes to Basic Financial Statements*.

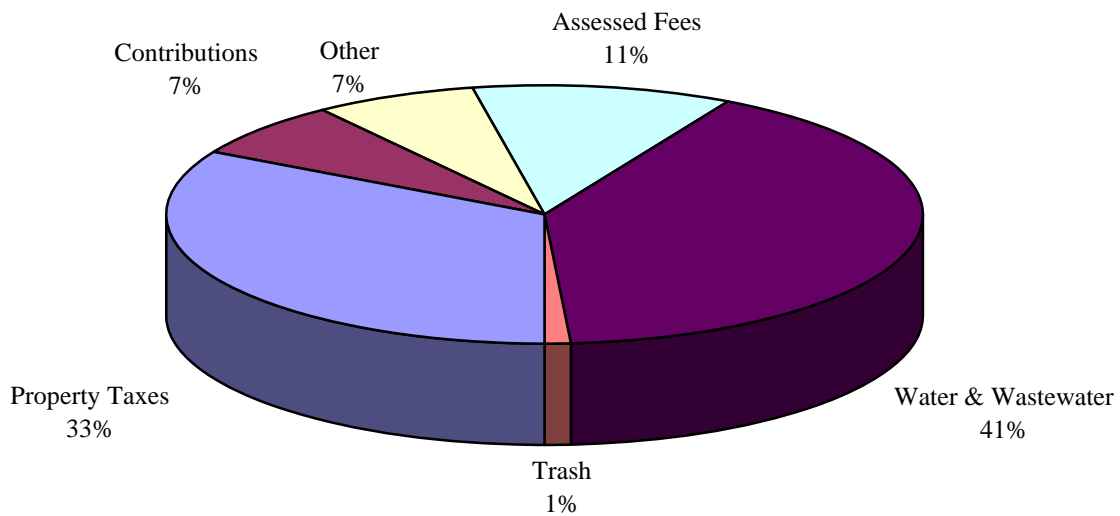
Comparative Financial Statements

Statement of Net Position

	Governmental Activities		
	2018	2017	% Change
Current and other assets	\$ 65,819,808	\$ 55,848,283	18%
Capital assets	234,359,856	232,030,358	1%
Total assets	300,179,664	287,878,641	4%
Deferred outflows of resources	1,590,832	1,950,482	(18%)
Current liabilities	18,857,712	14,212,764	33%
Long-term liabilities	134,383,249	138,149,553	(3%)
Total liabilities	153,240,961	152,362,317	1%
Net investment in capital assets	103,488,101	97,322,051	6%
Restricted	7,953,187	8,842,167	(10%)
Unrestricted	37,088,247	31,302,588	18%
Total net position	\$ 148,529,535	\$ 137,466,806	8%

The District's total assets were approximately \$300.2 million as of September 30, 2018. Of this amount, approximately \$234.4 million is accounted for by capital assets. The District had outstanding liabilities of approximately \$153.2 million of which \$142.8 million represent bonds payable.

Sources of Revenue



Statement of Activities

	Governmental Activities		
	2018	2017	% Change
Water and wastewater	\$ 15,861,274	\$ 14,614,267	9%
Trash and recycling	409,656	392,024	4%
Property taxes	12,805,837	11,987,614	7%
Contributions	2,765,152	3,742,352	(26%)
Assessed fees	4,325,239	3,591,498	20%
Other	2,638,465	2,214,493	19%
Total Revenues	38,805,623	36,542,248	6%
Water and wastewater	1,525,831	1,610,263	(5%)
Trash and composting	367,676	375,898	(2%)
Salary and related expenditures	4,908,449	4,423,427	11%
Professional services	541,974	785,182	(31%)
Materials and supplies	886,144	851,657	4%
Repairs and maintenance	1,882,018	2,631,418	(28%)
Utilities	1,987,499	1,907,393	4%
Insurance	306,301	278,492	10%
Apache Shores	826,127	835,140	(1%)
Chemicals and lab tests	414,788	523,543	(21%)
Other	1,368,662	1,310,838	4%
Debt service	4,826,271	5,759,757	(16%)
Depreciation	7,901,154	10,812,807	(27%)
Total Expenses	27,742,894	32,105,815	(14%)
Change in net position	11,062,729	4,436,433	149%
Beginning net position	137,466,806	133,030,373	3%
Ending net position	\$ 148,529,535	\$ 137,466,806	8%

Operating revenues increased by approximately \$2.3 million to approximately \$38.8 million for the fiscal year ended September 30, 2018. Water and wastewater provided approximately \$15.9 million, various assessed fees provided approximately \$4.3 million, and property taxes generated approximately \$12.8 million in revenues. Total expenses decreased approximately \$4.4 million to approximately \$27.7 million for the fiscal year ended September 30, 2018. Net position increased approximately \$11.1 million and \$4.4 million for the fiscal years ended September 30, 2018 and 2017, respectively.

Analysis of Governmental Funds

Government Funds by Year

	2018	2017
Cash	\$ 2,239,134	\$ 6,249,715
Temporary investments	60,596,441	46,749,922
Accounts receivable	2,504,990	2,406,423
Inventory	5,000	5,000
Prepaid and other assets	25,785	12,142
Due from other funds	8,513,598	4,685,389
Total assets	<u>\$ 73,884,948</u>	<u>\$ 60,108,591</u>
Accounts payable	\$ 7,663,619	\$ 3,459,319
Accrued liabilities	187,338	166,915
Customer deposits	802,927	819,818
Due to other funds	8,513,598	4,685,389
Total liabilities	<u>17,167,482</u>	<u>9,131,441</u>
Deferred inflows of resources	<u>123,610</u>	<u>119,415</u>
Nonspendable	30,785	17,142
Restricted for debt service	9,714,261	10,636,273
Restricted for capital projects	7,740,572	10,724,845
Committed	4,660,413	2,915,973
Unassigned	<u>34,447,825</u>	<u>26,563,502</u>
Total fund balances	<u>56,593,856</u>	<u>50,857,735</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 73,884,948</u>	<u>\$ 60,108,591</u>

The *General Fund* pays for daily operating expenditures. When comparing actual to budget, actual revenues were less than budgeted revenues primarily due to the District receiving less in waterline relocation fees than budgeted. Expenditures were less than budgeted primarily due to cost savings negotiated in various water and wastewater contracts, unanticipated decreases in costs of recurring water and wastewater services, and fewer capital outlay expenditures. More detailed information about the District's budgetary comparison is presented in the *Basic Financial Statements*.

The *Debt Service Fund* remitted bond principal of \$6.8 million and interest of \$5.7 million. More detailed information about the District's debt is presented in the *Notes to Basic Financial Statements*.

The *Capital Projects Fund* primarily purchases the District's infrastructure and capital outlay expenditures were \$7.3 million for the year ended September 30, 2018.

The District issued \$5,000,000 in bonds in the Serene Hills Defined Area. More detailed information about these bond issuances are presented in the *Notes to Basic Financial Statements*.

Capital Assets and Long-Term Debt Activity

Capital Assets

	2018	2017
Land and easements	\$ 2,659,764	\$ 2,659,764
Construction in progress	10,684,455	11,031,205
Infrastructure	296,694,313	286,356,246
Buildings	1,666,389	1,621,723
Furniture, fixtures & equipment	4,675,689	5,008,252
Subtotal	<u>316,380,610</u>	<u>306,677,190</u>
Accumulated depreciation	<u>(82,020,754)</u>	<u>(74,646,832)</u>
Total	<u>\$ 234,359,856</u>	<u>\$ 232,030,358</u>

More detailed information about the District's capital assets is presented in the *Notes to Basic Financial Statements*.

Long-Term Debt Activity

	2018	2017
Current portion	\$ 8,383,933	\$ 7,913,183
Long term portion	<u>134,383,249</u>	<u>138,149,553</u>
Total	<u>\$ 142,767,182</u>	<u>\$ 146,062,736</u>

During the year, the principal payments were \$6,817,595 and new debt was issued in the amount of \$5,000,000. More detailed information about the District's long-term debt is presented in the *Notes to Basic Financial Statements*.

Currently Known Facts, Decisions, or Conditions

The adopted budget for 2019 projected an increase in revenue of approximately \$2.4 million compared to the 2018 final operating budget and an increase in expenditures of approximately \$1.2 million from the 2018 final operating budget. The tax rate has been set at \$0.0599 and \$0.1432 per \$100 of assessed value for the District wide area and the Serene Hills Defined Area, respectively, for operations and maintenance funds, and \$0.2949, \$0.3720, and \$0.4818 per \$100 assessed value for the Steiner Ranch Defined Area, Flintrock Ranch Estates Defined Area, and Serene Hills Defined Area, respectively, which is for debt service funds.

Requests for Information

This financial report is designed to provide a general overview of the District's finances and to demonstrate the District's accountability for the funds it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the District at 3812 Eck Lane, Austin, Texas 78734. For an updated description of the areas served by the District and the facilities operated by the District, please refer to the District's website at www.wcid17.org.

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET SEPTEMBER 30, 2018

	GENERAL FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS	ADJUSTMENTS (NOTE 2)	STATEMENT OF NET POSITION
<u>ASSETS</u>						
Cash	\$ 1,362,961	32,229	843,944	2,239,134	-	2,239,134
Temporary investments	33,321,890	14,061,174	12,605,340	59,988,404	-	59,988,404
Restricted investments	-	-	608,037	608,037	-	608,037
Accounts receivable:						
Taxes receivable	64,789	58,821	-	123,610	-	123,610
Service accounts	2,290,382	-	-	2,290,382	-	2,290,382
Other	-	-	90,998	90,998	-	90,998
Due from other funds	4,379,142	-	4,134,456	8,513,598	(8,513,598)	-
Inventory	5,000	-	-	5,000	-	5,000
Prepaid and other assets	25,785	-	-	25,785	448,458	474,243
Capital assets (net of accumulated depreciation):						
Land and easements	-	-	-	-	2,659,764	2,659,764
Construction in progress	-	-	-	-	10,684,455	10,684,455
Infrastructure	-	-	-	-	219,203,250	219,203,250
Buildings	-	-	-	-	557,843	557,843
Furniture, fixtures and equipment	-	-	-	-	1,254,544	1,254,544
Total assets	<u>\$ 41,449,949</u>	<u>14,152,224</u>	<u>18,282,775</u>	<u>73,884,948</u>	<u>226,294,716</u>	<u>300,179,664</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>						
Deferred charges on bond refundings	-	-	-	-	1,590,832	1,590,832
Total deferred outflows of resources	-	-	-	-	1,590,832	1,590,832
Total assets and deferred outflows of resources	<u>\$ 41,449,949</u>	<u>14,152,224</u>	<u>18,282,775</u>	<u>73,884,948</u>		
<u>LIABILITIES</u>						
Accounts payable	\$ 1,781,829	-	5,881,790	7,663,619	-	7,663,619
Accrued liabilities	187,338	-	-	187,338	-	187,338
Due to other funds	4,134,456	4,379,142	-	8,513,598	(8,513,598)	-
Accrued bond interest payable	-	-	-	-	1,819,895	1,819,895
Customer deposits	802,927	-	-	802,927	-	802,927
Long-term liabilities:						
Due within one year	-	-	-	-	8,383,933	8,383,933
Due after one year	-	-	-	-	134,383,249	134,383,249
Total liabilities	6,906,550	4,379,142	5,881,790	17,167,482	136,073,479	153,240,961
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Property taxes	64,789	58,821	-	123,610	(123,610)	-
Total deferred inflows of resources	64,789	58,821	-	123,610	(123,610)	-
<u>FUND BALANCES/NET POSITION</u>						
Fund balances:						
Nonspendable:						
Inventory	5,000	-	-	5,000	(5,000)	-
Prepays and other assets	25,785	-	-	25,785	(25,785)	-
Restricted for:						
Debt service	-	9,714,261	-	9,714,261	(9,714,261)	-
Capital projects	-	-	7,740,572	7,740,572	(7,740,572)	-
Committed to-						
Impact fee expenditures	-	-	4,660,413	4,660,413	(4,660,413)	-
Unassigned	34,447,825	-	-	34,447,825	(34,447,825)	-
Total fund balances	34,478,610	9,714,261	12,400,985	56,593,856	(56,593,856)	-
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 41,449,949</u>	<u>14,152,224</u>	<u>18,282,775</u>	<u>73,884,948</u>		
Net position:						
Net Investment in capital assets					103,488,101	103,488,101
Restricted for debt service					7,953,187	7,953,187
Unrestricted					37,088,247	37,088,247
Total net position					<u>\$ 148,529,535</u>	<u>148,529,535</u>

The notes to the financial statements are an integral part of this statement.

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES YEAR ENDED SEPTEMBER 30, 2018

	GENERAL FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS	ADJUSTMENTS (NOTE 2)	STATEMENT OF ACTIVITIES
EXPENDITURES/EXPENSES:						
Service operations:						
Water and wastewater	\$ 1,525,831	-	-	1,525,831	-	1,525,831
Trash and composting	367,676	-	-	367,676	-	367,676
Salary and related expenditures	4,908,449	-	-	4,908,449	-	4,908,449
Professional services	451,220	90,754	-	541,974	-	541,974
Material and supplies	886,144	-	-	886,144	-	886,144
Repairs and maintenance	1,882,018	-	-	1,882,018	-	1,882,018
Utilities	1,987,499	-	-	1,987,499	-	1,987,499
Insurance	306,301	-	-	306,301	-	306,301
Apache Shores	826,127	-	-	826,127	-	826,127
Chemicals and lab tests	414,788	-	-	414,788	-	414,788
Other	1,288,933	168	79,561	1,368,662	-	1,368,662
Capital outlay	239,336	-	7,334,034	7,573,370	(7,573,370)	-
Debt service:						
Principal payments	-	6,817,595	-	6,817,595	(6,817,595)	-
Interest payments	-	5,667,696	-	5,667,696	(1,063,922)	4,603,774
Fiscal agent fees and other	-	15,355	262,142	277,497	(55,000)	222,497
Depreciation	-	-	-	-	7,901,154	7,901,154
Total expenditures/expenses	<u>15,084,322</u>	<u>12,591,568</u>	<u>7,675,737</u>	<u>35,351,627</u>	<u>(7,608,733)</u>	<u>27,742,894</u>
REVENUES:						
Program revenues:						
Water and sewer service	15,861,274	-	-	15,861,274	-	15,861,274
Trash and recycling service	409,656	-	-	409,656	-	409,656
Connection and service fees	206,826	-	-	206,826	-	206,826
Permit/inspection income	491,563	-	-	491,563	-	491,563
Impact fees	-	-	3,626,850	3,626,850	-	3,626,850
Apache Shores income	1,051,550	-	-	1,051,550	-	1,051,550
Total program revenues	<u>18,020,869</u>	<u>-</u>	<u>3,626,850</u>	<u>21,647,719</u>	<u>-</u>	<u>21,647,719</u>
Total program expense						<u>(6,095,175)</u>
General revenues:						
Property taxes, including penalties and interest	3,892,426	8,909,216	-	12,801,642	4,195	12,805,837
Interest income	399,334	248,559	114,632	762,525	-	762,525
Penalties and fines	289,305	-	-	289,305	-	289,305
Contributions	107,870	-	-	107,870	2,657,282	2,765,152
Other income	299,249	235,836	-	535,085	-	535,085
Total general revenues	<u>4,988,184</u>	<u>9,393,611</u>	<u>114,632</u>	<u>14,496,427</u>	<u>2,661,477</u>	<u>17,157,904</u>
Total revenues	<u>23,009,053</u>	<u>9,393,611</u>	<u>3,741,482</u>	<u>36,144,146</u>	<u>2,661,477</u>	<u>38,805,623</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	7,924,731	(3,197,957)	(3,934,255)	792,519	10,270,210	11,062,729
OTHER FINANCING SOURCES (USES):						
Issuance of bonds	-	186,306	4,813,694	5,000,000	(5,000,000)	-
Discount on sale of bonds	-	-	(88,844)	(88,844)	88,844	-
Premium on sale of bonds	-	-	32,446	32,446	(32,446)	-
Transfers in (out)	(26,765)	2,089,639	(2,062,874)	-	-	-
Total other financing sources (uses)	<u>(26,765)</u>	<u>2,275,945</u>	<u>2,694,422</u>	<u>4,943,602</u>	<u>(4,943,602)</u>	<u>-</u>
CHANGES IN FUND BALANCES/ NET POSITION	7,897,966	(922,012)	(1,239,833)	5,736,121	5,326,608	11,062,729
FUND BALANCES/NET POSITION:						
Beginning of year	26,580,644	10,636,273	13,640,818	50,857,735	86,609,071	137,466,806
End of year	<u>\$ 34,478,610</u>	<u>9,714,261</u>	<u>12,400,985</u>	<u>56,593,856</u>	<u>91,935,679</u>	<u>148,529,535</u>

The notes to the financial statements are an integral part of this statement.

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND YEAR ENDED SEPTEMBER 30, 2018

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES:				
Water and sewer service	\$ 14,048,914	15,960,914	15,861,274	(99,640)
Trash and recycling service	370,000	410,000	409,656	(344)
Property taxes, including penalties and interest	3,883,620	3,883,620	3,892,426	8,806
Connection and service fees	194,928	209,928	206,826	(3,102)
Penalties and fines	226,100	279,100	289,305	10,205
Interest income	96,000	406,000	399,334	(6,666)
Permit/inspection income	257,000	362,000	491,563	129,563
Apache Shores income	848,775	954,775	1,051,550	96,775
Contributions	702,000	526,500	107,870	(418,630)
Other income	304,310	359,310	299,249	(60,061)
Total revenues	20,931,647	23,352,147	23,009,053	(343,094)
EXPENDITURES:				
Service Operations:				
Water and wastewater	2,215,000	2,441,000	1,525,831	915,169
Trash and composting	330,000	368,000	367,676	324
Salary and related expenditures	4,816,513	5,117,513	4,908,449	209,064
Professional services	1,095,000	1,095,000	451,220	643,780
Material and supplies	550,000	665,500	886,144	(220,644)
Repairs and maintenance	2,029,300	2,101,600	1,882,018	219,582
Utilities	2,014,200	2,014,200	1,987,499	26,701
Insurance	289,000	289,000	306,301	(17,301)
Apache Shores	696,610	753,325	826,127	(72,802)
Chemicals and lab tests	545,200	545,200	414,788	130,412
Other	475,286	582,086	1,288,933	(706,847)
Capital outlay	991,760	878,260	239,336	638,924
Total expenditures	16,047,869	16,850,684	15,084,322	1,766,362
EXCESS OF REVENUES OVER EXPENDITURES	4,883,778	6,501,463	7,924,731	1,423,268
OTHER FINANCING USES-				
Transfers out	-	-	(26,765)	(26,765)
CHANGE IN FUND BALANCE	4,883,778	6,501,463	7,897,966	1,396,503
FUND BALANCES:				
Beginning of year	26,580,644	26,580,644	26,580,644	-
End of year	\$ 31,464,422	33,082,107	34,478,610	1,396,503

The notes to the financial statements are an integral part of this statement.

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

NOTES TO BASIC FINANCIAL STATEMENTS YEAR ENDED SEPTEMBER 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Travis County Water Control and Improvement District No. 17 (the “District”), was created by an order of the Commissioners’ Court of Travis County, Texas on December 8, 1958, and confirmed by the electorate of the District at a confirmation election held on February 28, 1959. The Board of Directors (the “Board”) held its first meeting in December 1958, and the first bonds were sold on November 15, 1959. The District operates and maintains a water treatment and distribution system in Travis County, Texas under Chapter 51 of the Texas Water Code. The District is a political subdivision of the State of Texas and operates under an elected Board of Directors. Additional information related to the District, including information on the utility service territory and water and wastewater facilities operated by the District, is available on the District’s website at www.wcid17.org.

The reporting entity of the District encompasses those activities and functions over which the District’s elected officials exercise significant oversight or control. The District is governed by a five member Board which has been elected by District residents or appointed by the Board. The District is not included in any other governmental “reporting entity” as defined by the Governmental Accounting Standards Board (“GASB”) since Board members are elected by the public and have decision making authority, the power to designate management, the responsibility to significantly influence operations, and primary accountability for fiscal matters. In addition, there are no component units which are included in the District’s reporting entity.

Government-Wide and Fund Financial Statements

For purposes of GASB Statement No. 34, the District is considered a special purpose government. This allows the District to present the required fund and government-wide statements in a single schedule. The requirement for fund financial statements that are prepared on the modified accrual basis of accounting is met with the “Total Governmental Funds” column. An adjustment column includes those entries needed to convert to the full accrual basis government-wide statements. Government-wide statements are comprised of the statement of net position and the statement of activities.

The government-wide financial statements report information on all of the activities of the District. The effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the expenses are offset by program revenues. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by the District. Taxes and other items not included among program revenues are reported instead as general revenues.

Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Amounts reported as program revenues include charges to customers or applicants for goods, services, or privileges provided. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Major revenue sources considered susceptible to accrual include interest income. No accrual for property taxes collected within sixty days of year end has been made as such amounts are deemed immaterial; delinquent property taxes at year end are reported as deferred inflows of resources.

The District reports the following major governmental funds:

The General Fund includes financial resources used for general operations. It is a budgeted fund, and any unassigned fund balance is considered resources available for current operations.

The Debt Service Fund includes debt service taxes and other revenues collected to retire bond principal and to pay interest due.

The Capital Projects Fund is used to account for financial resources restricted for or committed to authorized construction and other capital asset acquisitions.

Budgets and Budgetary Accounting

Formal budgetary integration is employed as a management control device for the General Fund. Formal budgetary integration is not employed for the Debt Service Fund and the Capital Projects Fund. The budget is proposed by the District General Manager for the fiscal year commencing the following October 1, and is adopted on the modified accrual basis, which is consistent with generally accepted accounting principles.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity

Investments - Temporary investments throughout the year consisted of investments in external local government investment pools and money market mutual funds. The external local government investment pools are recognized at amortized cost as permitted by GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. The District's deposits and investments are invested pursuant to the investment policy, which is approved annually by the Board. The District's investment policies and types of investments are governed by Section 2256 of the Texas Government Code ("Public Funds Investment Act"). The District's management believes that it complied with the requirements of the Public Funds Investment Act and the District's investment policy. The District accrues interest on temporary investments based on the terms and effective interest rates of the specific investments. Restricted investments consist of escrowed bond proceeds.

Accounts Receivable - The District provides for uncollectible accounts receivable using the allowance method of accounting for bad debts. Under this method of accounting, a provision for uncollectible accounts is charged to earnings. The allowance account is increased or decreased based on past collection history and management's evaluation of accounts receivable. All amounts considered uncollectible are charged against the allowance account, and recoveries of previously charged off accounts are added to the allowance. As of September 30, 2018, there was no allowance for uncollectible accounts.

Prepaid Items - Certain payments to vendors reflect costs applicable to future periods and are recorded as prepaid assets in both the government-wide and fund financial statements. Prepaid assets are charged to expenditures when consumed.

Capital Assets - Capital assets, which include land and easements, construction in progress, infrastructure (water, wastewater, drainage and distribution systems, and water tanks purchased, constructed or donated), buildings, and furniture, fixtures and equipment, are reported in the governmental activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of at least \$5,000. Such assets are recorded at historical cost if purchased or estimated acquisition value at the date of donation if donated. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized.

Capital assets (other than land and easements and construction in progress) are depreciated using the straight line method over the following estimated useful lives: infrastructure - twenty to fifty years, buildings - thirty years, furniture, fixtures and equipment - five to ten years.

Long-Term Debt - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts, including bond insurance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond insurance costs are reported as assets and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, including bond insurance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Ad Valorem Property Taxes - Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectibles within the General and Debt Service Funds are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

Deferred Outflows and Deferred Inflows of Resources - The District complies with GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which provides guidance for reporting the financial statement elements of deferred outflows of resources, which represent the consumption of the District's net position that is applicable to a future reporting period, and deferred inflows of resources, which represent the District's acquisition of net position applicable to a future reporting period.

The District complies with GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. See Note 6 for additional information on deferred outflows of resources.

Fund Equity - The District complies with GASB Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions* which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. See Note 9 for additional information on those fund balance classifications.

Included in restricted fund balance in the Debt Service Fund are funds collected from customers of the Apache Shores water system for the payment of annual debt service requirements. These fees, which are assessed through debt service fees and capacity buy-in fees on the customer's monthly water bill, cannot be used in the daily operation of the system or combined with the District's debt service collections or operating needs.

Fair Value Measurements - The District complies with GASB Statement No. 72, *Fair Value Measurement and Application*, which defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction. Fair value accounting requires characterization of the inputs used to measure fair value into a three-level fair value hierarchy as follows:

- Level 1 inputs are based on unadjusted quoted market prices for identical assets or liabilities in an active market the entity has the ability to access.
- Level 2 inputs are observable inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent from the entity.
- Level 3 inputs are unobservable inputs that reflect the entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available.

There are three general valuation techniques that may be used to measure fair value:

- Market approach - uses prices generated by market transactions involving identical or comparable assets or liabilities.
- Cost approach - uses the amount that currently would be required to replace the service capacity of an asset (replacement cost).
- Income approach - uses valuation techniques to convert future amounts to present amounts based on current market expectations.

Use of Estimates - The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Recently Issued Accounting Pronouncements

In June 2017, the GASB issued GASB Statement No. 87, *Leases*, effective for fiscal years beginning after December 15, 2019. The objective of GASB Statement No. 87 is to improve accounting and financial reporting for leases by governments by requiring recognition of certain lease assets and liabilities that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. GASB Statement No. 87 establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under GASB Statement No. 87, a lessee is required to recognize a lease liability and an intangible right-to-use asset, and a lessor is required to recognize a lease receivable and deferred inflow of resources. Management is evaluating the effects that the full implementation of GASB Statement No. 87 will have on its financial statements for the year ended September 30, 2021.

2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Amounts reported for governmental activities in the statement of net position are different because:

Governmental funds total fund balance	\$ 56,593,856
Prepaid bond insurance costs are recorded as expenditures in the funds, but are amortized over the life of the related bonds in the statement of net position.	448,458
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	234,359,856
Deferred tax revenue is not available to pay for current-period expenditures and, therefore, is deferred in the funds.	123,610
The following liabilities are not due and payable in the current period, and therefore, are not reported in the funds:	
Bonds payable, including premiums and discounts	(141,329,230)
Less: Deferred charges on bond refundings	1,590,832
Accretion payable	(1,437,952)
Bond interest payable	<u>(1,819,895)</u>
Total net position	<u>\$ 148,529,535</u>

Amounts reported for governmental activities in the statement of activities are different because:

Change in fund balances	\$ 5,736,121
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense:	
Capital outlay	7,573,370
Depreciation expense	(7,901,154)
Contributed capital assets	2,657,282
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:	
Change in deferred tax revenue	4,195
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Bond proceeds, including premium and discount	(4,943,602)
Repayment of bond principal	6,817,595
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:	
Change in bond interest payable	33,634
Change in accretion payable	1,152,282
Amortization of deferred charges on bond refunding	(359,650)
Amortization of bond premium	321,028
Amortization of original issue discount	(51,749)
Bond insurance premium	55,000
Amortization of bond insurance costs	<u>(31,623)</u>
Change in net position	<u>\$ 11,062,729</u>

3. CASH AND TEMPORARY INVESTMENTS

The District's deposits are required to be secured in the manner provided by law for the security of the funds. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. As of September 30, 2018, the District's bank deposits were entirely covered by Federal Deposit Insurance Corporation ("FDIC") insurance or secured by collateral pledged by the depository.

The Public Funds Investment Act authorizes the District to invest in funds under a written investment policy. The District's deposits and investments are invested pursuant to the investment policy, which is approved annually by the Board. The primary objectives of the District's investment strategy, in order of priority, are safety, liquidity, and yield.

The District is entitled to invest in obligations of the United States, the State of Texas and their agencies or any state, county, city and any other political subdivisions of any state rated by a nationally recognized investment rating firm with a rating not less than A or its equivalent, certificates of deposit of state or national banks or savings and loan associations within the State, prime domestic bankers' acceptances, commercial paper with a stated maturity of 270 days or less from the date of its issuance, fully collateralized repurchase agreements, no-load money market mutual funds regulated by the United States Securities and Exchange Commission, and eligible public funds investment pools.

Investments held at September 30, 2018 consisted of the following:

Type	Fair Value	Weighted Average Maturity (Days)	Standard & Poor's Rating
Local Governmental Investment Pools:			
TexPool	\$ 961	1	AAAm
TexStar	59,987,443	1	AAAm
Money Market Mutual Funds	608,037	1	AAAm
Total	<u>\$ 60,596,441</u>		

The District had investments in two external local government investment pools, Texas Local Governmental Investment Pool ("TexPool") and Texas Short-Term Asset Reserve ("TexStar"). Although TexPool and TexStar are not registered with the SEC as investment companies, they operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. These investments are stated at amortized cost, in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*.

TexPool is overseen by the Texas State Comptroller of Public Accounts, who is the sole officer, director and shareholder of the Texas Treasury Safekeeping Trust Company which is authorized to operate TexPool. TexPool also has an advisory board to advise on TexPool's investment policy, which is made up equally of participants and non-participants who do not have a business relationship with TexPool. Federated Investors manages daily operations of TexPool under a contract with the Comptroller and is the investment manager for the pool. TexPool's investment policy stipulates that it must invest in accordance with the Public Funds Investment Act.

TexStar is administered by First Southwest Company and JPMorgan Chase. TexStar is overseen by a five member governing board made up of three participants and one of each of the program’s professional administrators. The responsibility of the board includes the ability to influence operations, designation of management and accountability for fiscal matters. In addition, TexStar has a Participant Advisory Board which provides input and feedback on the operations and direction of the program, and Standard and Poor’s reviews the pool on a weekly basis to ensure the pool’s compliance with its rating requirements. TexStar’s investment policy stipulates that it must invest in accordance with the Public Funds Investment Act.

In accordance with GASB Statement No. 79, the external local government investment pools do not have any limitations and restrictions on withdrawals such as notice periods or maximum transaction amounts. These pools do not impose any liquidity fees or redemption gates.

The District also invests in money market mutual funds. Money market mutual funds are valued using Level 1 inputs that are based on market data obtained from independent sources. The investments are reported by the District at fair value in accordance with GASB Statement No. 72.

The restricted investments (money market mutual funds) in the Capital Projects Fund consist of the remaining proceeds of the Series 2006 Unlimited Tax Bonds, Series 2009A Unlimited Tax Bonds, and Series 2010 Unlimited Tax Bonds. These funds can only be released from escrow upon written authorization from the Texas Water Development Board.

Credit Risk - At September 30, 2018, investments were included in external local governmental investment pools and money market mutual funds with ratings from Standard & Poor’s in compliance with the District’s investment policy.

Interest Rate Risk - The District considers the holdings in the external local governmental investment pools and money market mutual funds to have a one day weighted average maturity due to the fact that the share position can usually be redeemed each day at the discretion of the shareholders, unless there has been a significant change in value.

4. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds.” The composition of interfund balances as of September 30, 2018, was as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Debt Service	\$ 4,379,142
Capital Projects	General Fund	4,134,456
Total		<u>\$ 8,513,598</u>

During the year, the Capital Projects Fund transferred \$2,089,639 to the Debt Service Fund for repayment of bonds with water impact fees collected by the Capital Projects Fund, and the General Fund transferred \$26,765 to the Capital Projects Fund for capital outlay expenditures.

5. CAPITAL ASSETS

Capital assets activity for the year ended September 30, 2018, was as follows:

	Balance 9/30/2017	Additions	Retirements and Transfers	Balance 9/30/2018
Capital assets not being depreciated:				
Land and easements	\$ 2,659,764	-	-	2,659,764
Construction in progress	11,031,205	1,208,732	(1,555,482)	10,684,455
Total capital assets not being depreciated	13,690,969	1,208,732	(1,555,482)	13,344,219
Capital assets being depreciated:				
Infrastructure	286,356,246	8,782,585	1,555,482	296,694,313
Buildings	1,621,723	44,666	-	1,666,389
Furniture, fixtures and equipment	5,008,252	194,669	(527,232)	4,675,689
Total capital assets being depreciated	292,986,221	9,021,920	1,028,250	303,036,391
Less accumulated depreciation for:				
Infrastructure	(70,060,977)	(7,430,086)	-	(77,491,063)
Buildings	(1,034,679)	(73,867)	-	(1,108,546)
Furniture, fixtures and equipment	(3,551,176)	(397,201)	527,232	(3,421,145)
Total accumulated depreciation	(74,646,832)	(7,901,154)	527,232	(82,020,754)
Total capital assets being depreciated, net	218,339,389	1,120,766	1,555,482	221,015,637
Capital assets, net	\$ 232,030,358	2,329,498	-	234,359,856

6. DEFERRED CHARGES ON BOND REFUNDINGS

The following is a summary of changes in deferred charges on bond refundings for the year ended September 30, 2018:

	Beginning Balance	Additions	Retirements	Ending Balance
Deferred charges on bond refundings	\$ 1,950,482	-	(359,650)	1,590,832

7. LONG-TERM DEBT

The following is a summary of changes in long-term debt for the year ended September 30, 2018:

	Balance 9/30/2017	Additions	Retirements	Balance 9/30/2018
Bonds payable	\$ 140,237,593	5,000,000	(6,817,595)	138,419,998
Accretion payable	2,590,234	35,123	(1,187,405)	1,437,952
Discount on bonds	(812,170)	(88,844)	51,749	(849,265)
Premium on bonds	4,047,079	32,446	(321,028)	3,758,497
Total	<u>\$ 146,062,736</u>	<u>4,978,725</u>	<u>(8,274,279)</u>	<u>142,767,182</u>

Long-term debt at September 30, 2018 is comprised of the following:

	Balance September 30, 2018	Due in One Year
\$2,100,000, Series 1997, Apache Shores Revenue Bond, maturing annually on October 1 through 2026. Interest varies from 5.95% to 6.10% and is payable on April 1 and October 1 each year. Bonds are callable on October 1, 2007.	\$ 945,000	\$ -
\$1,100,000, Series 2004, Travis County Water Control and Improvement District No. 17 River Ridge Unlimited Tax Bonds, maturing annually on November 1 through 2029. Interest varies from 4.80% to 5.75% and is payable on May 1 and November 1 each year. Bonds are callable on May 1, 2014.	715,000	45,000
\$14,040,000, Series 2009, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2020. Interest varies from 4.50% to 5.25% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2018.	1,905,000	600,000
\$5,150,000, Series 2009, Travis County Water Control and Improvement District No. 17 Flintrock Ranch Estates Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2019. Interest is 4.00% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2018.	335,000	160,000
\$5,409,999, Series 2009, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Refunding Bonds, maturing annually on November 1 through 2020. Interest varies from 3.00% to 4.00% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2017.	1,840,000	900,000

\$6,750,000, Series 2009A, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2019. Interest varies from 3.125% to 4.55% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2017.	555,000	270,000
\$11,330,000, Series 2009A, Travis County Water Control and Improvement District No. 17 Flintrock Ranch Estates Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2019. Interest is 4.25% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2018.	565,000	275,000
\$1,775,000, Series 2010, Travis County Water Control and Improvement District No. 17 Water and Sewer System Revenue Bonds, maturing annually on November 1 through 2032. Interest varies from 2.84% to 5.34% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2020.	1,395,000	65,000
\$3,200,000, Series 2010, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2032. Interest varies from 3.50% to 6.00% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2018.	2,745,000	130,000
\$7,014,997, Series 2011, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Refunding Bonds, maturing annually on November 1 through 2021. Interest varies from 2.00% to 3.25% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2020.	3,555,000	795,000
\$2,350,000, Series 2011, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2031. Interest varies from 2.00% to 4.00% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2020.	2,000,000	100,000
\$11,160,000, Series 2012, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Refunding Bonds, maturing annually on November 1 through 2025. Interest varies from 2.00% to 4.50% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2020.	9,935,000	725,000

\$23,915,000, Series 2012, Travis County Water Control and Improvement District No. 17 Water and Sewer System Revenue Bonds, maturing annually on November 1 through 2037. Interest varies from 2.00% to 4.00% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2019.	22,595,000	675,000
\$14,834,984, Series 2013, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Refunding Bonds, maturing annually on November 1 through 2031. Interest varies from 2.00% to 3.25% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2020.	12,420,000	295,000
\$2,550,000, Series 2013, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2031. Interest varies from 2.00% to 3.25% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2020.	2,130,000	115,000
\$2,749,997, Series 2013, Travis County Water Control and Improvement District No. 17 Flintrock Ranch Estates Defined Area Unlimited Tax Refunding Bonds, maturing annually on November 1 through 2031. Interest varies from 2.00% to 3.375% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2020.	2,240,000	180,000
\$6,830,000, Series 2014, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Refunding Bonds, maturing annually on November 1 through 2025. Interest varies from 2.00% to 4.00% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2021.	5,990,000	1,000,000
\$12,919,989, Series 2015, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Refunding Bonds, maturing annually on November 1 through 2031. Interest varies from 2.00% to 3.125% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2022.	12,035,000	580,000
\$2,230,000, Series 2015, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2035. Interest varies from 2.00% to 3.50% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2022.	2,085,000	75,000

\$4,450,000, Series 2015, Travis County Water Control and Improvement District No. 17 Serene Hills Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2040. Interest varies from 2.00% to 4.125% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2023.	4,365,000	90,000
\$11,574,998, Series 2016, Travis County Water Control and Improvement District No. 17 Steiner Ranch Defined Area Unlimited Tax Refunding Bonds, maturing annually on November 1 through 2030. Interest varies from 2.00% to 4.00% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2023.	11,324,998	155,000
\$6,705,000, Series 2016, Travis County Water Control and Improvement District No. 17 Water and Sewer System Revenue Bonds, maturing annually on November 1 through 2032. Interest varies from 2.00% to 4.00% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2019.	6,245,000	390,000
\$14,505,000, Series 2017, Travis County Water Control and Improvement District No. 17 Flintrock Ranch Estates Defined Area Unlimited Tax Refunding Bonds, maturing annually on November 1 through 2037. Interest varies from 3.00% to 3.625% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2025.	14,375,000	135,000
\$4,125,000, Series 2017, Travis County Water Control and Improvement District No. 17 Serene Hills Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2041. Interest varies from 3.00% to 4.25% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2025.	4,125,000	95,000
\$7,000,000, Series 2017A, Travis County Water Control and Improvement District No. 17 Serene Hills Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2042. Interest varies from 2.00% to 5.00% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2025.	7,000,000	-
\$5,000,000, Series 2018, Travis County Water Control and Improvement District No. 17 Serene Hills Defined Area Unlimited Tax Bonds, maturing annually on November 1 through 2043. Interest varies from 3.00% to 5.00% and is payable on May 1 and November 1 each year. Bonds are callable on November 1, 2024.	<u>5,000,000</u>	<u>-</u>
Total long-term debt	<u>\$ 138,419,998</u>	<u>7,850,000</u>

Accretion payable of \$533,933 is due in one year at September 30, 2018.

On September 25, 2018, the District issued \$5,000,000 Serene Hills Defined Area Unlimited Tax Bonds, Series 2018, to reimburse the District's developer for construction, engineering, impact fees, and land costs, pay interest on funds advanced by the developer on behalf of the District, capitalize interest related to the bonds, and pay certain other costs related to the issuance of bonds. The net proceeds of \$4,850,000 (after payment of \$150,000 in underwriter fees, insurance, and other bond related costs) were used for the following: \$186,306 was deposited in the Debt Service Fund representing capitalized interest to pay future debt service, and \$4,663,694 was deposited in the Capital Projects Fund to provide payments for developer reimbursements and to reimburse for bond issue costs.

The bond resolutions require that the District levy and collect an ad valorem debt service tax sufficient to pay interest and principal on bonds when due and cover the cost of assessing and collecting taxes. These provisions have been met, and the cash allocated for these purposes is sufficient to meet debt service requirements through the fiscal year ended September 30, 2018.

The Series 1997 Bond Resolution requires the District to use fees collected from users in the Apache Shores water system for payment of the interest and principal on bonds when due.

In accordance with the Serene Hills Defined Area Series 2015 bond order, a portion of the bond proceeds was deposited into the Debt Service Fund and restricted for the payment of bond interest during the construction period. Transactions for the current year are summarized as follows:

Restricted for Bond Interest - October 1, 2017	\$ 85,703
Less: Bond Interest Paid - SHDA Series 2015	<u>(85,703)</u>
Restricted for Bond Interest - September 30, 2018	<u><u>\$ -</u></u>

As of September 30, 2018, the debt service requirements to maturity on the long-term debt outstanding is as follows:

Fiscal Year	Principal	Interest	Total Requirement
2019	\$ 7,850,000	4,922,998	12,772,998
2020	9,085,000	4,225,253	13,310,253
2021	8,970,000	3,935,385	12,905,385
2022	7,424,998	4,634,820	12,059,818
2023	7,990,000	3,404,093	11,394,093
2024-2028	40,330,000	13,185,025	53,515,025
2029-2033	34,430,000	6,576,333	41,006,333
2034-2038	16,295,000	2,628,282	18,923,282
2039-2043	5,440,000	616,507	6,056,507
2044	605,000	11,343	616,343
Total	<u><u>\$ 138,419,998</u></u>	<u><u>44,140,039</u></u>	<u><u>182,560,037</u></u>

The outstanding Steiner Ranch Defined Area Unlimited Tax Refunding Bonds, Series 2012, and Steiner Ranch Defined Area Unlimited Tax Refunding Bonds, Series 2016, include both current interest bonds and capital appreciation bonds. The interest shown above, with respect to the capital appreciation bonds, includes the interest to be paid on the bonds maturing in the respective years and does not include accrued interest on bonds not maturing in those years.

In prior years, the District defeased certain outstanding general obligation bonds by placing the proceeds of the new bonds in irrevocable trusts to provide for all the future debt service payments on the old bonds. Accordingly, the trust account assets and defeased bonds are not included in the District's financial statements. At September 30, 2018, outstanding bonds of \$21,270,000 are considered defeased.

At September 30, 2018, unlimited tax bonds of approximately \$38,655,000 were authorized by the District, but unissued. Of this amount, \$34,425,000 represents unissued Serene Hills Defined Area Bond authority, and \$4,230,000 represents Flintrock Ranch Estates Defined Area Bond authority.

8. PROPERTY TAXES

The Texas Water Code authorizes the District to levy a tax each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located within its boundaries. Assessed values are established annually by the Travis Central Appraisal District. District property tax revenues are recognized when levied to the extent that they are collected in the current year. The uncollected balance is reported as deferred revenue. Taxes receivable are due January 1 and are delinquent if received after January 31 and are subject to penalty and interest charges.

The combined tax rate was \$0.0599 per \$100 assessed valuation District-wide, except for the Steiner Ranch Defined Area, Flintrock Ranch Estates Defined Area, and the Serene Hills Defined Area. The Steiner Ranch Defined Area, Flintrock Ranch Estates Defined Area, and Serene Hills Defined Area had additional tax rates of \$0.2987, \$0.3996, and \$0.6250 per \$100 assessed valuation, respectively. The total 2017 tax levy was \$12,804,047 based on a taxable valuation of \$8,833,293,954.

9. FUND BALANCES

The District complies with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Those fund balance classifications are described below.

Nonspendable - Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

Restricted - Amounts that can be spent only for specific purposes because of constraints imposed by external providers, or imposed by constitutional provisions or enabling legislation.

Committed - Amounts that can only be used for specific purposes pursuant to approval by formal action by the Board.

Assigned - For the General Fund, amounts that are appropriated by the Board that are to be used for specific purposes. For all other governmental funds, any remaining positive amounts not previously classified as nonspendable, restricted or committed.

Unassigned - Amounts that are available for any purpose; these amounts can be reported only in the District's General Fund.

The detail of the fund balances is included in the Governmental Funds Balance Sheet on page 10.

Fund balance of the District may be committed for a specific purpose by formal action of the Board, the District's highest level of decision-making authority. Commitments may be established, modified, or rescinded only through a resolution approved by the Board. The Board has delegated the authority to assign fund balance for a specific purpose to the General Manager of the District.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

10. IMPACT FEES

In July 1984, the District's Board voted for an amendment to the District's Rules and Policies which provides for the assessing of certain fees from developers in the area serviced by the District. These fees are kept separate from other revenue of the District and are used for the purpose of constructing improvements to the District's water treatment, storage, pumping and transmission facilities.

In December 1987, the District and Steiner Ranch Development Corporation (the "Developer") entered into an annexation agreement. In May 1988, the voters of the District approved the issuance of Defined Area Bonds for the annexed land. The issuance of the Defined Area Bonds is for payment and reimbursement to the Developer for a portion of all costs to provide water, sewer and drainage facilities for the annexed land. The District cannot issue new Steiner Ranch Defined Area debt if the tax rate for payment of debt service on the Defined Area Bonds is greater than \$0.89 minus the District-wide tax rate per \$100 assessed valuation.

The District's Board has regularly reviewed and approved Land Use Assumptions and Capital Improvements Plans for Water and Wastewater for all regions of the District. By doing so they have approved Water and Wastewater Impact Fees. These fees are kept separate from other revenue of the District and are used for the purpose of constructing improvements to the District's Water and Wastewater treatment, storage, pumping and transmission facilities. At September 30, 2018, the District had committed fund balance related to these impact fees of \$4,660,413.

11. DEFERRED COMPENSATION PLANS

The District offers its employees a deferred compensation plan established in accordance with Internal Revenue Code 457 and a deferred compensation plan established in accordance with Internal Revenue Code 401(a). Assets and income of the District’s plans are held in custodial accounts with a bank for the exclusive benefit of participants and their beneficiaries. Accordingly, the plans’ assets and liabilities are not recorded in the District’s basic financial statements.

12. RISK MANAGEMENT

The District’s risk management program includes coverage through third party insurance providers for automobile liability, director and officer liability, public official position liability, and general liability. Losses in excess of the various deductible levels are covered through traditional indemnity coverage. Settled claims have not exceeded insurance limits for the past three years.

13. COMMITMENTS

The District has entered into construction contracts for the following projects as of September 30, 2018:

Project Name	Remaining Commitments
Cardinal Hills Waterline Improvements	\$ 1,382,356
Lakeway Regional Effluent Storage	233,057
Flintrock Wastewater Treatment Plant Expansion	230,289
Total remaining commitments	<u>\$ 1,845,702</u>

The District has entered into a cost share agreement with Travis County for the relocation of portions of Flintrock Road, which includes portions of the water and wastewater lines. The District has already paid its pro-rata share, but could be subject to subsequent costs, should any unknown contingencies arise.

The District has entered into several cost share agreements between the District and the developers for the sharing of construction and engineering expenses related to various projects. The Cost Share Agreements represent the respective pro-rata share of capacity each party shall have in the projects.

14. WATER AND WASTEWATER CONTRACTS

Contract 59757

On May 23, 2001, the District entered into a contract with the Lower Colorado River Authority (the “LCRA”) for the right to divert up to 8,800 acre-feet (2,867,920,000 gallons) of raw water per annum from Lake Travis in Travis County, Texas. This contract was amended on April 7, 2011. Water supplied under this contract will be utilized for municipal uses only. The term of the contract is 50 years, ending on May 23, 2051.

On a monthly basis, the District agrees to pay an amount equal to the water rate determined by the Board of Directors of the LCRA to then be in effect for all sales of water for municipal purposes times the amount of water diverted during the previous month. On a calendar year basis, the District agrees to pay an amount equal to the rate determined by the Board of Directors of the LCRA, to then be in effect for diversion of water in amounts in excess of the maximum annual quantity (the “Inverted Block Rate”). As of September 30, 2018, the raw water rate was \$145/acre-feet of water and the Inverted Block Rate was \$290/acre-feet of water. During the current fiscal year, the District incurred cost of \$1,129,167 in relation to Contract 59757 with the LCRA.

Contract 8000287348

On August 16, 2013, the District entered into a contract with the LCRA for the right to divert up to 494 acre-feet of raw water per annum from Lake Travis in Travis County, Texas. Water supplied under this contract will be utilized for recreational uses only. The term of the contract is 10 years.

On a monthly basis, the District agrees to pay an amount equal to the water rate determined by the Board of Directors of the LCRA to then be in effect for all sales of water for recreational purposes times the amount of water diverted during the previous month. On a calendar year basis, the District agrees to pay an amount equal to the water rate times 50% of the “reserved water”, which is the difference between the maximum annual quantity and the amount of water actually diverted. In addition, the District agrees to pay an amount equal to the rate determined by the Board of Directors of the LCRA, to then be in effect for diversion of water in amounts in excess of the maximum annual quantity (the “Inverted Block Rate”). As of September 30, 2018, the raw water rate was \$145/acre-feet of water, the reserved water rate was \$72.50/acre-feet of water and the Inverted Block Rate was \$217.50/acre-feet of water. During the current fiscal year, the District incurred cost of \$39,946 in relation to this contract with the LCRA.

West Travis County Public Utility Agency

On May 10, 2007, the District entered into a Wholesale Wastewater Service Agreement with the LCRA. The First Amendment to the agreement was approved on January 6, 2009. In addition, on February 16, 2012, the District consented to the assignment of this agreement from the LCRA to the West Travis County Public Utility Agency (the “PUA”). In accordance with the agreement, the PUA agrees to collect, treat and dispose of wastewater originating from the Falconhead West development. The PUA will provide up to a maximum monthly flow rate of 100 gallons per minute and a peak flow rate of 400 gallons per minute. The District has installed flow meters to accurately account for the flow of wastewater to the PUA. The PUA will establish rates, charges and fees for the service provided under the agreement. As of September 30, 2018, the minimum monthly fee being charged to the District was \$17,367. The District is also charged \$6.18 per 1,000 gallons of actual flow through the meters. During the current fiscal year, the District incurred \$382,208 in charges related to this agreement for wastewater delivered to the PUA.

Lakeway Municipal Utility District

On December 23, 2005, the District entered into an Agreement for Wholesale Wastewater Service with Lakeway Municipal Utility District (“Lakeway”). The First Amendment to the agreement was approved on December 17, 2009. In accordance with the agreement, Lakeway commits and agrees to accept and treat up to 600 living unit equivalents (LUE’s), as defined in the agreement, of wastewater from development within the District. The purchase price to be paid by the District for each LUE is \$7,300. As of September 30, 2018, the District had purchased 305 LUE’s from Lakeway. Lakeway charges a monthly volume charge for wastewater that flows through the meter. As of September 30, 2018, the current volume charge is \$4.97 per 1,000 gallons of flow. During the current fiscal year, the District paid Lakeway \$86,026 for volume charges in relation to actual wastewater flows.

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**INDEX OF SUPPLEMENTAL SCHEDULES REQUIRED BY THE
TEXAS COMMISSION ON ENVIRONMENTAL QUALITY
YEAR ENDED SEPTEMBER 30, 2018**

<u>SCHEDULE INCLUDED</u>			
<u>YES</u>	<u>NO</u>		
<u>X</u>	<u> </u>	TSI-0	Notes Required by the Water District Accounting Manual
<u>X</u>	<u> </u>	TSI-1	Schedule of Services and Rates
<u>X</u>	<u> </u>	TSI-2	Schedule of General Fund Expenditures
<u>X</u>	<u> </u>	TSI-3	Schedule of Temporary Investments
<u>X</u>	<u> </u>	TSI-4	Analysis of Taxes Levied and Receivable
<u>X</u>	<u> </u>	TSI-5	Long-Term Debt Service Requirements by Years
<u>X</u>	<u> </u>	TSI-6	Analysis of Changes in Long-Term Bonded Debt
<u>X</u>	<u> </u>	TSI-7	Comparative Schedule of Revenues and Expenditures - General Fund and Debt Service Fund - Five Years
<u>X</u>	<u> </u>	TSI-8	Board Members, Key Personnel and Consultants

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

TSI-0 NOTES REQUIRED BY THE WATER DISTRICT ACCOUNTING MANUAL YEAR ENDED SEPTEMBER 30, 2018

The notes which follow are not necessarily required for fair presentation of the audited financial statements of the District which are contained in the preceding section of this report. They are presented in conformity with requirements of the Texas Commission on Environmental Quality to assure disclosure of specifically required facts.

(A) Creation of District

See Note 1 to basic financial statements.

(B) Contingent Liabilities

See Note 13 to basic financial statements

(C) Pension Coverage

Not applicable.

(D) Pledge of Revenues

See Note 7 to basic financial statements

(E) Compliance with Debt Service Requirements

See Note 7 to basic financial statements

(F) Redemption of Bonds

See Note 7 to basic financial statements.

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-1 SCHEDULE OF SERVICES AND RATES
YEAR ENDED SEPTEMBER 30, 2018**

1. Services Provided by the District:

- | | | |
|--|---|-------------------------------------|
| <input checked="" type="checkbox"/> Retail Water | <input type="checkbox"/> Wholesale Water | <input type="checkbox"/> Drainage |
| <input checked="" type="checkbox"/> Retail Wastewater | <input type="checkbox"/> Wholesale Wastewater | <input type="checkbox"/> Irrigation |
| <input type="checkbox"/> Parks/Recreation | <input type="checkbox"/> Fire Protection | <input type="checkbox"/> Security |
| <input checked="" type="checkbox"/> Solid Waste/Garbage | <input type="checkbox"/> Flood Control | <input type="checkbox"/> Roads |
| <input type="checkbox"/> Participates in joint venture, regional system and or wastewater service
(other than emergency interconnect) | | |
| <input type="checkbox"/> Other (specify): _____ | | |

2. Retail Service Providers:

a. Retail Rates for a 5/8" Meter (or equivalent):

Based on rate order effective October 1, 2017.

	Minimum Charge	Minimum Usage	Flat Rate Y/N	Rate per 1,000 Gallons Over Minimum	Usage Levels
WATER	\$ 17.00	-	Y	\$ 2.02	1,000 to 10,000
	37.20	10,000	N	3.03	10,001 to 15,000
	52.35	15,000	N	4.55	15,001 to 30,000
	120.60	30,000	N	6.82	30,001 to 50,000
	257.00	50,000	N	10.23	50,001 to 100,000
	768.50	100,000	N	15.35	Over 100,000
WASTEWATER	\$ 25.50	-	Y	2.50	0 to No Limit
SURCHARGE	0.5%	N/A	N	N/A	Per Water & Wastewater Charges

District employs winter averaging for wastewater usage? Yes No

Total charges per 10,000 gallons usage (including surcharges): Water: \$37.20 Wastewater: \$50.50

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TS-1 SCHEDULE OF SERVICES AND RATES (continued)
YEAR ENDED SEPTEMBER 30, 2018**

Apache Shores:

Debt Service Fee per Connection	\$5.83 per month
Capacity Buy-In Fee	\$8.92 per month

River Ridge:

Debt Service Fee per Connection	\$18.57 per month
Capacity Buy-In Fee	\$14.99 per month

Apache Shores and River Ridge:

Out of District fee per Connection	\$14.00 per month
------------------------------------	-------------------

b. Water and Wastewater Retail Connections:

<u>Meter Size</u>	<u>Total Connections</u>	<u>Active Connections</u>	<u>ESFC Factor</u>	<u>Active ESFCs</u>
5/8"	<u>5,307</u>	<u>5,307</u>	x 1.0	<u>5,307</u>
3/4"	<u>5,980</u>	<u>5,980</u>	x 1.5	<u>8,970</u>
1"	<u>304</u>	<u>304</u>	x 2.5	<u>760</u>
1 1/2"	<u>230</u>	<u>230</u>	x 5.0	<u>1,150</u>
2"	<u>153</u>	<u>153</u>	x 8.0	<u>1,224</u>
3"	<u>38</u>	<u>38</u>	x 15.0	<u>570</u>
4"	<u>2</u>	<u>2</u>	x 25.0	<u>50</u>
6"	<u>4</u>	<u>4</u>	x 50.0	<u>200</u>
8"	<u>1</u>	<u>1</u>	x 90.0	<u>90</u>
10"	<u>-</u>	<u>-</u>	x 115.0	<u>-</u>
Total Water	<u>12,019</u>	<u>12,019</u>		<u>18,321</u>
Total Wastewater	<u>7,124</u>	<u>7,124</u>	x1.0	<u>7,124</u>

3. Total Water Consumption during the Fiscal Year (rounded to the nearest thousand):

Gallons pumped into system:	<u>2,554,825,000</u>	Water Accountability Ratio:
		(Gallons billed/Gallons pumped)
Gallons billed to customers:	<u>2,303,446,000</u>	<u>90.51% (1)</u>

(1) The water accountability ratio does not include water lost to flushing and unmetered water.

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-1 SCHEDULE OF SERVICES AND RATES (continued)
YEAR ENDED SEPTEMBER 30, 2018**

4. Standby Fees (authorized only under TWC Section 49.231):

Does the District have Debt Service standby fees? Yes No

If yes, Date of the most recent Commission Order: N/A

Does the District have Operation and Maintenance standby fees? Yes No

If yes, Date of the most recent Commission Order: N/A

5. Location of District:

County(ies) in which district is located: Travis

Is the District located entirely within one county? Yes No

Is the District located within a city? Entirely Partly Not at all

City(ies) in which District is located: Lakeway, Bee Cave

Is the District located within a city's extra territorial jurisdiction (ETJ?) Entirely Partly Not at all

ETJ's in which district is located: Austin, Lakeway, Bee Cave

Are Board members appointed by an office outside the District? Yes No

If yes, by whom? N/A

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

TSI-2 SCHEDULE OF GENERAL FUND EXPENDITURES YEAR ENDED SEPTEMBER 30, 2018

Personnel Expenditures (including benefits)	\$ 4,908,449
Professional Fees:	
Auditing	46,452
Legal	121,860
Engineering	193,605
Financial Advisor	-
Purchased Services For Resale-	
Bulk Water and Wastewater Service Purchases	1,525,831
Contracted Services:	
Bookkeeping	-
General Manager	-
Appraisal District	-
Tax Collector	-
Other Contracted Services	258,999
Utilities	1,987,499
Repairs and Maintenance	1,882,018
Administrative Expenditures:	
Directors' Fees	15,150
Office Supplies	84,414
Insurance	306,301
Other Administrative Expenditures	473,340
Capital Outlay:	
Capitalized Assets	239,336
Expenditures not Capitalized	-
Tap Connection Expenditures	-
Solid Waste Disposal	367,676
Fire Fighting	-
Parks and Recreation	-
Other Expenditures	2,673,392
TOTAL EXPENDITURES	<u>\$ 15,084,322</u>

Number of persons employed by the District:
(Does not include independent contractors or consultants)
Full-Time - 66 Part-Time - 5

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

TSI-3 SCHEDULE OF TEMPORARY INVESTMENTS SEPTEMBER 30, 2018

Funds	Identification or Certificate Number	Interest Rate	Maturity Date	Balance at September 30, 2018	Accrued Interest Receivable at September 30, 2018
<u>General Fund</u>					
Investment in TexStar	80211161	Variable	N/A	\$ 24,837,822	\$ -
Investment in TexStar	80211111	Variable	N/A	5,934,274	-
Investment in TexStar	80225350	Variable	N/A	621,281	-
Investment in TexStar	80225430	Variable	N/A	166,742	-
Investment in TexStar	80211162	Variable	N/A	352,964	-
Investment in TexStar	80205450	Variable	N/A	586,594	-
Investment in TexStar	80200850	Variable	N/A	57,374	-
Investment in TexStar	80211160	Variable	N/A	395,973	-
Investment in TexStar	80211900	Variable	N/A	368,866	-
Total general fund				33,321,890	-
<u>Debt Service Fund</u>					
Investment in TexStar	80210240	Variable	N/A	37,034	-
Investment in TexPool	80200007	Variable	N/A	728	-
Investment in TexStar	80237940	Variable	N/A	11,173	-
Investment in TexStar	80215621	Variable	N/A	2,260,006	-
Investment in TexStar	80207450	Variable	N/A	7,821,036	-
Investment in TexStar	80207453	Variable	N/A	2,226,353	-
Investment in TexStar	80230030	Variable	N/A	285,500	-
Investment in TexStar	80207452	Variable	N/A	143,437	-
Investment in TexPool	80200005	Variable	N/A	233	-
Investment in TexStar	80233331	Variable	N/A	138	-
Investment in TexStar	80233330	Variable	N/A	1,172,566	-
Investment in TexStar	80211910	Variable	N/A	102,970	-
Total debt service fund				14,061,174	-
<u>Capital Projects Fund</u>					
Investment in TexStar	80231000	Variable	N/A	2,749,221	-
Investment in TexStar	80212241	Variable	N/A	484,017	-
Investment in TexStar	80262330	Variable	N/A	371,662	-
Money Market Mutual Fund	147857	Variable	N/A	143,222	-
Investment in TexStar	80215620	Variable	N/A	62	-
Investment in TexStar	80210300	Variable	N/A	292,434	-
Investment in TexStar	80210304	Variable	N/A	5,388,909	-
Investment in TexStar	80210301	Variable	N/A	246,051	-
Money Market Mutual Fund	766559	Variable	N/A	446,369	-
Investment in TexStar	80209350	Variable	N/A	1,113,434	-
Investment in TexStar	80210302	Variable	N/A	148,134	-
Investment in TexStar	80210303	Variable	N/A	54,146	-
Money Market Mutual Fund	147856	Variable	N/A	18,446	-
Investment in TexStar	80220090	Variable	N/A	1,479,066	-
Investment in TexStar	80211890	Variable	N/A	278,204	-
Total capital projects fund				13,213,377	-
Total - All Funds				\$ 60,596,441	\$ -

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

TSI-4 ANALYSIS OF TAXES LEVIED AND RECEIVABLE YEAR ENDED SEPTEMBER 30, 2018

	General Fund	Debt Service Fund		
TAXES RECEIVABLE, SEPTEMBER 30, 2017	\$ 59,992	\$ 59,423		
2017 Tax Roll	3,886,636	8,917,411		
Adjustments	(21,930)	(27,244)		
Total to be accounted for	<u>3,924,698</u>	<u>8,949,590</u>		
Tax collections:				
Current year				
District-wide	3,604,501	-		
Steiner Ranch	-	6,973,101		
Comanche Trail	-	-		
Flintrock Estates	-	1,212,097		
Serene Hills	248,725	696,858		
Prior years				
District-wide	5,797	-		
Steiner Ranch	-	5,267		
Comanche Trail	-	-		
Flintrock Estates	-	2,855		
Serene Hills	886	591		
Total collections	<u>3,859,909</u>	<u>8,890,769</u>		
TAXES RECEIVABLE, SEPTEMBER 30, 2018	<u>\$ 64,789</u>	<u>\$ 58,821</u>		
TAXES RECEIVABLE, BY YEARS				
2017	\$ 16,450	\$ 14,505		
2016	5,391	6,206		
2015	3,862	4,894		
2014	3,565	4,266		
2013 and prior	35,521	28,950		
TAXES RECEIVABLE, SEPTEMBER 30, 2018	<u>\$ 64,789</u>	<u>\$ 58,821</u>		
	2017	2016	2015	2014
PROPERTY VALUATIONS:				
District-wide	\$ 6,039,667,119	\$ 5,570,779,462	\$ 5,072,406,592	\$ 4,601,869,243
Steiner Ranch	2,338,170,214	2,238,491,541	2,079,216,463	1,891,387,080
Comanche Trail	-	-	-	-
Flintrock Estates	304,163,376	296,852,512	281,429,168	253,326,960
Serene Hills	151,293,245	104,728,877	57,061,992	25,115,601
TAX RATES PER \$100 VALUATION:				
District-wide	0.0599	0.0599	0.0585	0.0575
Steiner Ranch	0.2987	0.3000	0.3751	0.4285
Comanche Trail	-	-	-	-
Flintrock Estates	0.3996	0.4320	0.4505	0.4526
Serene Hills	0.6250	0.6250	0.6500	0.6500
ORIGINAL TAX LEVY				
District-wide	3,637,144	3,354,999	2,976,444	2,682,586
Steiner Ranch	7,001,370	6,731,243	7,800,302	8,175,167
Comanche Trail	-	-	-	-
Flintrock Estates	1,217,037	1,282,421	1,268,185	1,168,210
Serene Hills	948,496	666,511	370,903	163,251
	<u>\$ 12,804,047</u>	<u>\$ 12,035,174</u>	<u>\$ 12,415,834</u>	<u>\$ 12,189,214</u>
PERCENT OF TAXES COLLECTED TO TAXES LEVIED*	<u>99.76%</u>	<u>99.90%</u>	<u>99.93%</u>	<u>99.94%</u>

* Collections by taxing unit are substantially equal to the percentages shown for each year.

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS
SEPTEMBER 30, 2018**

DUE DURING FISCAL YEARS ENDING 9/30	APACHE SHORES SERIES 1997			RIVER RIDGE SERIES 2004			SRDA #13 SERIES 2009		
	Principal Due	Interest Due	Total	Principal Due	Interest Due	Total	Principal Due	Interest Due	Total
	10/1	4/1, 10/1		11/1	5/1, 11/1		11/1	5/1, 11/1	
2019	\$ -	28,623	28,623	45,000	38,768	83,768	600,000	72,225	672,225
2020	95,000	54,371	149,371	45,000	36,416	81,416	635,000	44,438	679,438
2021	100,000	48,473	148,473	50,000	33,898	83,898	670,000	15,075	685,075
2022	110,000	42,120	152,120	50,000	31,198	81,198	-	-	-
2023	115,000	35,314	150,314	55,000	28,309	83,309	-	-	-
2024	120,000	28,205	148,205	55,000	25,243	80,243	-	-	-
2025	125,000	20,794	145,794	60,000	22,008	82,008	-	-	-
2026	135,000	12,929	147,929	65,000	18,460	83,460	-	-	-
2027	145,000	4,423	149,423	65,000	14,755	79,755	-	-	-
2028	-	-	-	70,000	10,908	80,908	-	-	-
2029	-	-	-	75,000	6,756	81,756	-	-	-
2030	-	-	-	80,000	2,300	82,300	-	-	-
2031	-	-	-	-	-	-	-	-	-
2032	-	-	-	-	-	-	-	-	-
2033	-	-	-	-	-	-	-	-	-
2034	-	-	-	-	-	-	-	-	-
2035	-	-	-	-	-	-	-	-	-
2036	-	-	-	-	-	-	-	-	-
2037	-	-	-	-	-	-	-	-	-
2038	-	-	-	-	-	-	-	-	-
2039	-	-	-	-	-	-	-	-	-
2040	-	-	-	-	-	-	-	-	-
2041	-	-	-	-	-	-	-	-	-
2042	-	-	-	-	-	-	-	-	-
2043	-	-	-	-	-	-	-	-	-
2044	-	-	-	-	-	-	-	-	-
	<u>\$ 945,000</u>	<u>275,252</u>	<u>1,220,252</u>	<u>715,000</u>	<u>269,019</u>	<u>984,019</u>	<u>1,905,000</u>	<u>131,738</u>	<u>2,036,738</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS (continued) SEPTEMBER 30, 2018

DUE DURING FISCAL YEARS ENDING 9/30	FRDA #3 SERIES 2009			SRDA REFUNDING SERIES 2009			SRDA #14 SERIES 2009A		
	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due 11/1	Interest Due 5/1, 11/1	Total
2019	\$ 160,000	10,200	170,200	900,000	55,600	955,600	270,000	16,800	286,800
2020	175,000	3,500	178,500	655,000	24,500	679,500	285,000	5,700	290,700
2021	-	-	-	285,000	5,700	290,700	-	-	-
2022	-	-	-	-	-	-	-	-	-
2023	-	-	-	-	-	-	-	-	-
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026	-	-	-	-	-	-	-	-	-
2027	-	-	-	-	-	-	-	-	-
2028	-	-	-	-	-	-	-	-	-
2029	-	-	-	-	-	-	-	-	-
2030	-	-	-	-	-	-	-	-	-
2031	-	-	-	-	-	-	-	-	-
2032	-	-	-	-	-	-	-	-	-
2033	-	-	-	-	-	-	-	-	-
2034	-	-	-	-	-	-	-	-	-
2035	-	-	-	-	-	-	-	-	-
2036	-	-	-	-	-	-	-	-	-
2037	-	-	-	-	-	-	-	-	-
2038	-	-	-	-	-	-	-	-	-
2039	-	-	-	-	-	-	-	-	-
2040	-	-	-	-	-	-	-	-	-
2041	-	-	-	-	-	-	-	-	-
2042	-	-	-	-	-	-	-	-	-
2043	-	-	-	-	-	-	-	-	-
2044	-	-	-	-	-	-	-	-	-
	<u>\$ 335,000</u>	<u>13,700</u>	<u>348,700</u>	<u>1,840,000</u>	<u>85,800</u>	<u>1,925,800</u>	<u>555,000</u>	<u>22,500</u>	<u>577,500</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS (continued) SEPTEMBER 30, 2018

DUE DURING FISCAL YEARS ENDING 9/30	FRDA #4 SERIES 2009A			Water and Sewer System Revenue Bonds SERIES 2010			SRDA #15 SERIES 2010			SRDA REFUNDING SERIES 2011		
	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due 11/1	Interest Due 5/1, 11/1	Total
2019	\$ 275,000	18,169	293,169	65,000	66,081	131,081	130,000	107,969	237,969	795,000	93,563	888,563
2020	290,000	6,163	296,163	70,000	63,638	133,638	135,000	101,706	236,706	1,105,000	67,050	1,172,050
2021	-	-	-	70,000	60,880	130,880	140,000	96,894	236,894	1,325,000	30,600	1,355,600
2022	-	-	-	75,000	57,804	132,804	150,000	91,538	241,538	330,000	5,363	335,363
2023	-	-	-	80,000	54,380	134,380	155,000	85,628	240,628	-	-	-
2024	-	-	-	85,000	50,612	135,612	165,000	79,325	244,325	-	-	-
2025	-	-	-	85,000	46,647	131,647	170,000	72,625	242,625	-	-	-
2026	-	-	-	90,000	42,453	132,453	180,000	65,625	245,625	-	-	-
2027	-	-	-	95,000	37,882	132,882	190,000	58,225	248,225	-	-	-
2028	-	-	-	100,000	32,967	132,967	195,000	50,525	245,525	-	-	-
2029	-	-	-	105,000	27,724	132,724	205,000	42,525	247,525	-	-	-
2030	-	-	-	110,000	22,171	132,171	215,000	34,125	249,125	-	-	-
2031	-	-	-	115,000	16,303	131,303	225,000	25,325	250,325	-	-	-
2032	-	-	-	120,000	10,116	130,116	240,000	15,725	255,725	-	-	-
2033	-	-	-	130,000	3,471	133,471	250,000	5,313	255,313	-	-	-
2034	-	-	-	-	-	-	-	-	-	-	-	-
2035	-	-	-	-	-	-	-	-	-	-	-	-
2036	-	-	-	-	-	-	-	-	-	-	-	-
2037	-	-	-	-	-	-	-	-	-	-	-	-
2038	-	-	-	-	-	-	-	-	-	-	-	-
2039	-	-	-	-	-	-	-	-	-	-	-	-
2040	-	-	-	-	-	-	-	-	-	-	-	-
2041	-	-	-	-	-	-	-	-	-	-	-	-
2042	-	-	-	-	-	-	-	-	-	-	-	-
2043	-	-	-	-	-	-	-	-	-	-	-	-
2044	-	-	-	-	-	-	-	-	-	-	-	-
	\$ 565,000	24,332	589,332	1,395,000	593,129	1,988,129	2,745,000	933,073	3,678,073	3,555,000	196,576	3,751,576

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS (continued) SEPTEMBER 30, 2018

DUE DURING FISCAL YEARS ENDING 9/30	SRDA SERIES 2011			SRDA REFUNDING SERIES 2012			Water & Sewer Revenue Bond SERIES 2012		
	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due 11/1	Interest Due 5/1, 11/1	Total
2019	\$ 100,000	69,300	169,300	725,000	877,369	1,602,369	675,000	780,763	1,455,763
2020	105,000	66,475	171,475	1,305,000	306,744	1,611,744	820,000	761,713	1,581,713
2021	110,000	63,250	173,250	1,360,000	260,244	1,620,244	850,000	732,413	1,582,413
2022	115,000	59,875	174,875	1,850,000	198,219	2,048,219	885,000	697,713	1,582,713
2023	125,000	56,275	181,275	1,500,000	126,594	1,626,594	920,000	661,613	1,581,613
2024	130,000	52,450	182,450	1,560,000	73,194	1,633,194	955,000	624,113	1,579,113
2025	135,000	48,306	183,306	1,040,000	34,194	1,074,194	995,000	585,113	1,580,113
2026	145,000	43,756	188,756	595,000	9,297	604,297	1,035,000	544,513	1,579,513
2027	150,000	38,400	188,400	-	-	-	1,075,000	507,688	1,582,688
2028	160,000	32,200	192,200	-	-	-	1,105,000	474,988	1,579,988
2029	170,000	25,600	195,600	-	-	-	1,140,000	441,313	1,581,313
2030	175,000	18,700	193,700	-	-	-	1,175,000	405,853	1,580,853
2031	185,000	11,500	196,500	-	-	-	1,210,000	368,588	1,578,588
2032	195,000	3,900	198,900	-	-	-	1,250,000	329,369	1,579,369
2033	-	-	-	-	-	-	1,295,000	287,203	1,582,203
2034	-	-	-	-	-	-	1,340,000	242,738	1,582,738
2035	-	-	-	-	-	-	1,385,000	194,156	1,579,156
2036	-	-	-	-	-	-	1,440,000	141,188	1,581,188
2037	-	-	-	-	-	-	1,495,000	86,156	1,581,156
2038	-	-	-	-	-	-	1,550,000	29,063	1,579,063
2039	-	-	-	-	-	-	-	-	-
2040	-	-	-	-	-	-	-	-	-
2041	-	-	-	-	-	-	-	-	-
2042	-	-	-	-	-	-	-	-	-
2043	-	-	-	-	-	-	-	-	-
2044	-	-	-	-	-	-	-	-	-
	<u>\$ 2,000,000</u>	<u>589,987</u>	<u>2,589,987</u>	<u>9,935,000</u>	<u>1,885,855</u>	<u>11,820,855</u>	<u>22,595,000</u>	<u>8,896,257</u>	<u>31,491,257</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS (continued)
SEPTEMBER 30, 2018**

DUE DURING FISCAL YEARS ENDING 9/30	SRDA REFUNDING SERIES 2013			SRDA SERIES 2013			FRDA REFUNDING SERIES 2013		
	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due 11/1	Interest Due 5/1, 11/1	Total
2019	\$ 295,000	362,425	657,425	115,000	57,838	172,838	180,000	59,931	239,931
2020	310,000	356,375	666,375	120,000	55,488	175,488	180,000	56,331	236,331
2021	395,000	349,325	744,325	125,000	53,038	178,038	185,000	52,681	237,681
2022	390,000	341,475	731,475	130,000	50,325	180,325	190,000	48,931	238,931
2023	405,000	331,500	736,500	135,000	47,344	182,344	205,000	43,956	248,956
2024	415,000	319,200	734,200	140,000	43,900	183,900	210,000	37,731	247,731
2025	430,000	306,525	736,525	150,000	39,913	189,913	115,000	32,856	147,856
2026	450,000	293,325	743,325	155,000	35,525	190,525	120,000	29,331	149,331
2027	1,120,000	269,775	1,389,775	160,000	30,800	190,800	125,000	25,656	150,656
2028	1,850,000	225,225	2,075,225	165,000	25,925	190,925	135,000	21,756	156,756
2029	1,890,000	169,125	2,059,125	175,000	20,825	195,825	135,000	17,538	152,538
2030	1,945,000	110,384	2,055,384	180,000	15,275	195,275	145,000	12,988	157,988
2031	1,655,000	54,134	1,709,134	185,000	9,344	194,344	155,000	8,016	163,016
2032	870,000	14,138	884,138	195,000	3,169	198,169	160,000	2,700	162,700
2033	-	-	-	-	-	-	-	-	-
2034	-	-	-	-	-	-	-	-	-
2035	-	-	-	-	-	-	-	-	-
2036	-	-	-	-	-	-	-	-	-
2037	-	-	-	-	-	-	-	-	-
2038	-	-	-	-	-	-	-	-	-
2039	-	-	-	-	-	-	-	-	-
2040	-	-	-	-	-	-	-	-	-
2041	-	-	-	-	-	-	-	-	-
2042	-	-	-	-	-	-	-	-	-
2043	-	-	-	-	-	-	-	-	-
2044	-	-	-	-	-	-	-	-	-
	<u>\$ 12,420,000</u>	<u>3,502,931</u>	<u>15,922,931</u>	<u>2,130,000</u>	<u>488,709</u>	<u>2,618,709</u>	<u>2,240,000</u>	<u>450,402</u>	<u>2,690,402</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS (continued)
SEPTEMBER 30, 2018**

DUE DURING FISCAL YEARS ENDING 9/30	SRDA REFUNDING SERIES 2014			SRDA REFUNDING SERIES 2015			SRDA SERIES 2015		
	Principal Due	Interest Due	Total	Principal Due	Interest Due	Total	Principal Due	Interest Due	Total
	11/1	11/1, 5/1		11/1	5/1, 11/1		11/1	5/1, 11/1	
2019	\$ 1,000,000	148,550	1,148,550	580,000	333,469	913,469	75,000	63,113	138,113
2020	1,020,000	128,350	1,148,350	595,000	321,719	916,719	80,000	61,563	141,563
2021	715,000	111,000	826,000	440,000	311,369	751,369	85,000	59,913	144,913
2022	740,000	92,750	832,750	455,000	302,419	757,419	90,000	57,713	147,713
2023	800,000	69,650	869,650	460,000	292,694	752,694	95,000	54,938	149,938
2024	535,000	49,625	584,625	750,000	276,269	1,026,269	95,000	52,088	147,088
2025	560,000	33,200	593,200	775,000	253,394	1,028,394	100,000	49,163	149,163
2026	620,000	12,400	632,400	810,000	229,619	1,039,619	105,000	46,088	151,088
2027	-	-	-	1,505,000	194,894	1,699,894	110,000	42,863	152,863
2028	-	-	-	855,000	159,494	1,014,494	115,000	39,488	154,488
2029	-	-	-	885,000	133,394	1,018,394	120,000	35,888	155,888
2030	-	-	-	2,030,000	89,669	2,119,669	125,000	32,059	157,059
2031	-	-	-	930,000	44,688	974,688	130,000	27,994	157,994
2032	-	-	-	965,000	15,078	980,078	140,000	23,606	163,606
2033	-	-	-	-	-	-	145,000	18,884	163,884
2034	-	-	-	-	-	-	150,000	13,906	163,906
2035	-	-	-	-	-	-	160,000	8,575	168,575
2036	-	-	-	-	-	-	165,000	2,888	167,888
2037	-	-	-	-	-	-	-	-	-
2038	-	-	-	-	-	-	-	-	-
2039	-	-	-	-	-	-	-	-	-
2040	-	-	-	-	-	-	-	-	-
2041	-	-	-	-	-	-	-	-	-
2042	-	-	-	-	-	-	-	-	-
2043	-	-	-	-	-	-	-	-	-
2044	-	-	-	-	-	-	-	-	-
	<u>\$ 5,990,000</u>	<u>645,525</u>	<u>6,635,525</u>	<u>12,035,000</u>	<u>2,958,169</u>	<u>14,993,169</u>	<u>2,085,000</u>	<u>690,730</u>	<u>2,775,730</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS (continued) SEPTEMBER 30, 2018

DUE DURING FISCAL YEARS ENDING 9/30	SHDA SERIES 2015			SRDA REFUNDING SERIES 2016			Water & Sewer Revenue Refunding SERIES 2016		
	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due 11/1	Interest Due 5/1, 11/1	Total
2019	\$ 90,000	160,823	250,823	155,000	340,900	495,900	390,000	238,100	628,100
2020	95,000	158,854	253,854	160,000	337,750	497,750	405,000	226,100	631,100
2021	105,000	156,473	261,473	460,000	331,550	791,550	420,000	209,600	629,600
2022	110,000	153,703	263,703	194,998	1,296,952	1,491,950	440,000	192,400	632,400
2023	115,000	150,664	265,664	1,195,000	315,000	1,510,000	460,000	174,400	634,400
2024	125,000	147,208	272,208	1,235,000	290,700	1,525,700	475,000	155,700	630,700
2025	130,000	143,318	273,318	1,275,000	265,600	1,540,600	495,000	136,300	631,300
2026	140,000	139,028	279,028	1,315,000	233,125	1,548,125	515,000	116,100	631,100
2027	145,000	134,215	279,215	1,380,000	185,800	1,565,800	540,000	95,000	635,000
2028	155,000	128,888	283,888	1,450,000	129,200	1,579,200	560,000	73,000	633,000
2029	165,000	123,045	288,045	1,520,000	69,800	1,589,800	585,000	50,100	635,100
2030	175,000	116,711	291,711	475,000	29,900	504,900	605,000	26,300	631,300
2031	185,000	109,915	294,915	510,000	10,200	520,200	115,000	11,900	126,900
2032	200,000	102,400	302,400	-	-	-	120,000	7,200	127,200
2033	210,000	94,200	304,200	-	-	-	120,000	2,400	122,400
2034	225,000	85,500	310,500	-	-	-	-	-	-
2035	235,000	76,300	311,300	-	-	-	-	-	-
2036	250,000	66,600	316,600	-	-	-	-	-	-
2037	265,000	56,300	321,300	-	-	-	-	-	-
2038	285,000	45,300	330,300	-	-	-	-	-	-
2039	300,000	33,413	333,413	-	-	-	-	-	-
2040	320,000	20,625	340,625	-	-	-	-	-	-
2041	340,000	7,012	347,012	-	-	-	-	-	-
2042	-	-	-	-	-	-	-	-	-
2043	-	-	-	-	-	-	-	-	-
2044	-	-	-	-	-	-	-	-	-
	<u>\$ 4,365,000</u>	<u>2,410,495</u>	<u>6,775,495</u>	<u>11,324,998</u>	<u>3,836,477</u>	<u>15,161,475</u>	<u>6,245,000</u>	<u>1,714,600</u>	<u>7,959,600</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS (continued)
 SEPTEMBER 30, 2018**

DUE DURING FISCAL YEARS ENDING 9/30	FREDA REFUNDING SERIES 2017			SHDA SERIES 2017			SHDA SERIES 2017A		
	Principal Due	Interest Due	Total	Principal Due	Interest Due	Total	Principal Due	Interest Due	Total
	11/1	5/1, 11/1		11/1	5/1, 11/1		11/1	5/1, 11/1	
2019	\$ 135,000	431,475	566,475	95,000	157,278	252,278	-	230,181	230,181
2020	135,000	427,425	562,425	100,000	154,353	254,353	165,000	226,056	391,056
2021	630,000	415,950	1,045,950	105,000	151,278	256,278	175,000	217,556	392,556
2022	655,000	396,675	1,051,675	110,000	148,053	258,053	180,000	208,681	388,681
2023	685,000	376,575	1,061,575	115,000	144,678	259,678	190,000	199,431	389,431
2024	710,000	359,200	1,069,200	120,000	141,063	261,063	200,000	190,681	390,681
2025	735,000	343,831	1,078,831	125,000	137,110	262,110	210,000	183,531	393,531
2026	760,000	326,063	1,086,063	130,000	132,805	262,805	215,000	178,231	393,231
2027	785,000	306,750	1,091,750	140,000	128,043	268,043	225,000	173,691	398,691
2028	810,000	285,800	1,095,800	145,000	122,768	267,768	240,000	168,600	408,600
2029	840,000	262,063	1,102,063	150,000	117,163	267,163	250,000	162,775	412,775
2030	875,000	236,338	1,111,338	160,000	111,113	271,113	260,000	156,075	416,075
2031	915,000	209,488	1,124,488	165,000	104,613	269,613	270,000	148,450	418,450
2032	950,000	180,325	1,130,325	175,000	97,813	272,813	285,000	140,125	425,125
2033	980,000	148,963	1,128,963	185,000	90,613	275,613	295,000	131,425	426,425
2034	1,025,000	115,100	1,140,100	190,000	83,113	273,113	310,000	122,350	432,350
2035	650,000	85,788	735,788	200,000	75,313	275,313	325,000	112,622	437,622
2036	670,000	62,688	732,688	210,000	67,113	277,113	340,000	102,231	442,231
2037	700,000	38,713	738,713	220,000	58,403	278,403	355,000	91,150	446,150
2038	730,000	13,231	743,231	235,000	49,075	284,075	375,000	79,288	454,288
2039	-	-	-	245,000	39,235	284,235	390,000	66,613	456,613
2040	-	-	-	255,000	28,794	283,794	410,000	53,113	463,113
2041	-	-	-	270,000	17,638	287,638	425,000	39,022	464,022
2042	-	-	-	280,000	5,950	285,950	445,000	24,063	469,063
2043	-	-	-	-	-	-	465,000	8,138	473,138
2044	-	-	-	-	-	-	-	-	-
	<u>\$ 14,375,000</u>	<u>5,022,441</u>	<u>19,397,441</u>	<u>4,125,000</u>	<u>2,363,378</u>	<u>6,488,378</u>	<u>7,000,000</u>	<u>3,414,079</u>	<u>10,414,079</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS (continued)
SEPTEMBER 30, 2018**

DUE DURING FISCAL YEARS ENDING 9/30	SHDA SERIES 2018			ANNUAL REQUIREMENTS FOR ALL SERIES		
	Principal Due 11/1	Interest Due 5/1, 11/1	Total	Principal Due	Interest Due	Total
2019	\$ -	103,485	103,485	7,850,000	4,922,998	12,772,998
2020	-	172,475	172,475	9,085,000	4,225,253	13,310,253
2021	170,000	168,225	338,225	8,970,000	3,935,385	12,905,385
2022	175,000	160,913	335,913	7,424,998	4,634,820	12,059,818
2023	180,000	155,150	335,150	7,990,000	3,404,093	11,394,093
2024	180,000	149,750	329,750	8,260,000	3,146,257	11,406,257
2025	180,000	144,350	324,350	7,890,000	2,898,778	10,788,778
2026	180,000	138,950	318,950	7,760,000	2,647,623	10,407,623
2027	180,000	133,550	313,550	8,135,000	2,382,410	10,517,410
2028	175,000	128,225	303,225	8,285,000	2,109,957	10,394,957
2029	175,000	122,975	297,975	8,585,000	1,828,609	10,413,609
2030	175,000	117,725	292,725	8,905,000	1,537,686	10,442,686
2031	175,000	112,475	287,475	7,125,000	1,272,933	8,397,933
2032	170,000	107,194	277,194	6,035,000	1,052,858	7,087,858
2033	170,000	101,775	271,775	3,780,000	884,247	4,664,247
2034	170,000	96,144	266,144	3,410,000	758,851	4,168,851
2035	170,000	90,406	260,406	3,125,000	643,160	3,768,160
2036	165,000	84,650	249,650	3,240,000	527,358	3,767,358
2037	165,000	78,875	243,875	3,200,000	409,597	3,609,597
2038	145,000	73,359	218,359	3,320,000	289,316	3,609,316
2039	145,000	68,103	213,103	1,080,000	207,364	1,287,364
2040	135,000	63,028	198,028	1,120,000	165,560	1,285,560
2041	135,000	58,134	193,134	1,170,000	121,806	1,291,806
2042	300,000	50,063	350,063	1,025,000	80,076	1,105,076
2043	580,000	33,563	613,563	1,045,000	41,701	1,086,701
2044	605,000	11,343	616,343	605,000	11,343	616,343
	<u>\$ 5,000,000</u>	<u>2,724,885</u>	<u>7,724,885</u>	<u>\$ 138,419,998</u>	<u>\$ 44,140,039</u>	<u>\$ 182,560,037</u>

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

TSI-6 ANALYSIS OF CHANGES IN LONG-TERM DEBT SEPTEMBER 30, 2018

	Apache Shores Series 1997	River Ridge Series 2004	SRDA #13 Series 2009	FRDA #3 Series 2009	SRDA Refunding Series 2009	SRDA #14 Series 2009A	FREDA #4 Series 2009A	W&S Revenue Bond Series 2010
Interest rate	5.95 to 6.10%	4.80 to 5.75%	4.50 to 5.25%	4.00%	3.00 to 4.00%	3.13 to 4.55%	4.25%	2.84 to 5.34%
Dates interest payable	4/1 ; 10/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1
Maturity dates	10/1/2026	11/1/2029	11/1/2020	11/1/2019	11/1/2020	11/1/2019	11/1/2019	11/1/2032
Bonds outstanding, beginning of year	\$ 1,035,000	755,000	2,470,000	490,000	2,705,000	805,000	825,000	1,460,000
Bonds issued during current year	-	-	-	-	-	-	-	-
Bonds retired during current year	(90,000)	(40,000)	(565,000)	(155,000)	(865,000)	(250,000)	(260,000)	(65,000)
Bonds outstanding, end of year	\$ 945,000	715,000	1,905,000	335,000	1,840,000	555,000	565,000	1,395,000
Interest paid during current year	\$ 62,644	40,957	98,437	16,500	90,900	26,887	29,537	68,301

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-6 ANALYSIS OF CHANGES IN LONG-TERM DEBT (continued)
SEPTEMBER 30, 2018**

	SRDA #15 Series 2010	SRDA Refunding Series 2011	SRDA Series 2011	SRDA Refunding Series 2012	W&S Revenue Bond Series 2012	SRDA Refunding Series 2013	SRDA Series 2013	FRDA Refunding Series 2013
Interest rate	3.50 to 6.00%	2.00 to 3.25%	2.00 to 4.00%	2.00 to 4.50%	2.00 to 4.00%	2.00 to 3.25%	2.00 to 3.25%	2.00 to 3.38%
Dates interest payable	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1
Maturity dates	11/1/2032	11/1/2021	11/1/2031	11/1/2025	11/1/2037	11/1/2031	11/1/2031	11/1/2031
Bonds outstanding, beginning of year \$	2,870,000	4,345,000	2,095,000	10,425,000	23,130,000	12,672,595	2,240,000	2,415,000
Bonds issued during current year	-	-	-	-	-	-	-	-
Bonds retired during current year	(125,000)	(790,000)	(95,000)	(490,000)	(535,000)	(252,595)	(110,000)	(175,000)
Bonds outstanding, end of year	\$ 2,745,000	3,555,000	2,000,000	9,935,000	22,595,000	12,420,000	2,130,000	2,240,000
Interest paid during current year	\$ 115,619	112,388	71,500	356,794	795,538	1,152,780	60,088	63,481

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-6 ANALYSIS OF CHANGES IN LONG-TERM DEBT (continued)
SEPTEMBER 30, 2018**

	SRDA Refunding Series 2014	SRDA Refunding Series 2015	SRDA Series 2015	SHDA Series 2015	SRDA Refunding Series 2016	W&S Revenue Refunding Series 2016	FREDA Refunding Series 2017	SHDA Series 2017
Interest rate	2.00 to 4.00%	2.00 to 3.13%	2.00 to 3.50%	2.00 to 4.13%	2.00 to 4.00%	2.00 to 4.00%	3.00 to 3.63%	3.00 to 4.25%
Dates interest payable	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1	5/1 ; 11/1
Maturity dates	11/1/2025	11/1/2031	11/1/2035	11/1/2040	11/1/2030	11/1/2032	11/1/2037	11/1/2041
Bonds outstanding, beginning of year	\$ 6,560,000	12,600,000	2,160,000	4,450,000	11,474,998	6,625,000	14,505,000	4,125,000
Bonds issued during current year	-	-	-	-	-	-	-	-
Bonds retired during current year	(570,000)	(565,000)	(75,000)	(85,000)	(150,000)	(380,000)	(130,000)	-
Bonds outstanding, end of year	\$ 5,990,000	12,035,000	2,085,000	4,365,000	11,324,998	6,245,000	14,375,000	4,125,000
Interest paid during current year	\$ 564,150	344,919	64,613	162,573	343,950	245,800	434,235	207,636

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-6 ANALYSIS OF CHANGES IN LONG-TERM DEBT (continued)
 SEPTEMBER 30, 2018**

	<u>SHDA Series 2017A</u>	<u>SHDA Series 2018</u>
Interest rate	2.00 to 5.00%	3.00 to 5.00%
Dates interest payable	5/1 ; 11/1	5/1 ; 11/1
Maturity dates	11/1/2042	11/1/2043
Bonds outstanding, beginning of year	\$ 7,000,000	-
Bonds issued during current year	-	5,000,000
Bonds retired during current year	-	-
Bonds outstanding, end of year	<u>\$ 7,000,000</u>	<u>5,000,000</u>
Interest paid during current year	<u>\$ 137,469</u>	<u>-</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-6 ANALYSIS OF CHANGES IN LONG-TERM DEBT (continued)
SEPTEMBER 30, 2018**

	Grand Totals
Bonds outstanding, beginning of year	\$ 140,237,593
Bonds issued during current year	5,000,000
Bonds retired during current year	<u>(6,817,595)</u>
Bonds outstanding, end of year	<u>\$ 138,419,998</u>
Interest paid during current year	<u>\$ 5,667,696</u>

Paying agent's name & address: All Bond Series
The Bank of New York
Mellon Trust Company, N.A.
Dallas, Texas

	Tax Bonds	Refunding Bonds
	<u> </u>	<u> </u>
Bond authority:		
Amount authorized	\$ 205,690,000	136,300,000
Amount issued	<u>167,035,000</u>	<u>1,465,011</u>
Remaining to be issued	<u>\$ 38,655,000</u>	<u>134,834,989</u>
Debt Service Fund cash and temporary investments balances as of September 30, 2018:		<u>\$ 14,093,403 *</u>
Average annual debt service payments (principal & interest) for remaining term of debt:		<u>\$ 7,021,540</u>

* Within this balance is \$2,260,006 set aside as debt service reserve funds for the payment of interest and principal on Waterworks & Sewer System Revenue Bonds of the District.

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

TSI-7 COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES - GENERAL FUND AND DEBT SERVICE FUND FIVE YEARS ENDED SEPTEMBER 30, 2018

	AMOUNTS					PERCENTAGE OF FUND TOTAL REVENUES				
	2018	2017	2016	2015	2014	2018	2017	2016	2015	2014
GENERAL FUND										
REVENUES AND OTHER FINANCING SOURCES (USES):										
Water and sewer service	\$ 15,861,274	14,614,267	13,722,221	11,474,863	11,194,188	69.0 %	79.8	75.3	65.3	67.7
Trash and recycling service	409,656	392,024	364,560	338,652	312,234	1.8	2.1	2.0	1.9	1.9
Property taxes, including penalties and interest	3,892,426	3,766,673	3,231,133	2,684,398	2,506,566	16.9	20.6	17.8	15.4	15.2
Connection and service fees	206,826	210,801	203,408	200,148	265,795	0.9	1.2	1.1	1.1	1.6
Penalties and fines	289,305	285,485	942,062	848,458	854,918	1.3	1.6	5.1	4.8	5.2
Interest income	399,334	158,820	309,211	252,105	228,736	1.7	0.9	1.7	1.4	1.4
Permit/inspection income	491,563	428,892	490,242	487,853	549,383	2.1	2.3	2.7	2.8	3.3
Apache Shores income	1,051,550	1,032,201	68,212	12,882	6,929	4.6	5.6	0.4	0.1	-
Other income	299,249	334,284	337,661	159,852	148,937	1.3	1.8	1.8	0.9	0.9
Developer contributions	107,870	20,720	377,719	779,281	449,924	0.5	0.1	2.1	4.4	2.7
Proceeds from disposal of fixed assets	-	-	-	7,442	7,016	-	-	-	0.1	0.1
Transfers in (out)	(26,765)	(2,933,282)	(1,815,404)	324,187	-	(0.1)	(16.0)	(10.0)	1.8	-
TOTAL REVENUES AND OTHER FINANCING SOURCES (USES)	22,982,288	18,310,885	18,231,025	17,570,121	16,524,626	100.0	100.0	100.0	100.0	100.0
EXPENDITURES:										
Current:										
Water and wastewater	1,525,831	1,610,263	1,408,151	1,162,057	1,171,389	6.6	8.8	7.7	6.6	7.1
Trash and composting	367,676	375,898	-	-	-	1.6	2.1	-	-	-
Salary and related expenditures	4,908,449	4,423,427	4,106,105	3,681,756	3,515,717	21.4	24.2	22.5	21.0	21.3
Professional services	451,220	699,388	1,140,228	976,233	890,644	2.0	3.8	6.3	5.6	5.4
Material and supplies	886,144	851,657	645,310	556,260	594,191	3.9	4.7	3.6	3.2	3.6
Repairs and maintenance	1,882,018	2,631,418	1,461,467	1,553,918	914,302	8.2	14.4	8.0	8.8	5.5
Utilities	1,987,499	1,907,393	1,930,636	1,711,688	1,670,672	8.6	10.4	10.6	9.7	10.1
Insurance	306,301	278,492	-	-	-	1.3	1.5	-	-	-
Chemicals and lab tests	414,788	523,543	418,887	-	-	1.8	2.9	2.3	-	-
Other	1,288,933	1,249,768	1,447,090	1,614,599	1,489,783	5.6	6.8	7.9	9.2	9.0
Apache Shores	826,127	835,140	734,567	664,742	895,334	3.6	4.6	4.0	3.8	5.4
Capital outlay	239,336	2,136,932	1,096,492	2,018,490	3,234,907	1.0	11.7	6.0	11.5	19.6
TOTAL EXPENDITURES	15,084,322	17,523,319	14,388,933	13,939,743	14,376,939	65.6	95.9	78.9	79.4	87.0
EXCESS OF REVENUES AND OTHER FINANCING SOURCES (USES) OVER EXPENDITURES	\$ 7,897,966	787,566	3,842,092	3,630,378	2,147,687	34.4 %	4.1	21.1	20.6	13.0
DEBT SERVICE FUND										
REVENUES:										
Interest	\$ 248,559	116,889	53,950	10,716	5,607	2.6 %	1.4	0.6	0.1	0.1
Property taxes, including penalties and interest	8,909,216	8,238,075	9,191,998	9,451,874	8,867,085	94.9	95.8	96.6	97.4	97.2
Other	235,836	241,480	269,532	240,052	248,654	2.5	2.8	2.8	2.5	2.7
TOTAL REVENUES	9,393,611	8,596,444	9,515,480	9,702,642	9,121,346	100.0	100.0	100.0	100.0	100.0
EXPENDITURES:										
Interest and fiscal charges	5,683,051	6,855,520	4,838,083	5,329,884	6,369,112	60.5	79.7	50.8	54.9	69.8
Bond principal	6,817,595	5,657,378	6,718,843	5,969,566	6,936,743	72.6	65.8	70.6	61.5	76.0
Transfer to refunding escrow agent	-	-	-	255,000	105,000	-	-	-	2.6	1.2
Bond issuance costs	-	-	700,485	485,085	296,312	-	-	7.4	5.0	3.2
Tax appraisal/collection	-	-	91,020	92,301	78,317	-	-	1.0	1.0	0.9
Other	90,922	85,864	37,968	-	-	1.0	1.0	0.4	-	-
TOTAL EXPENDITURES	12,591,568	12,598,762	12,386,399	12,131,836	13,785,484	134.1	146.5	130.2	125.0	151.1
OTHER FINANCING SOURCES (USES):										
Proceeds of bond issuance/ refunding	186,306	15,092,567	18,270,425	13,280,787	6,830,000	2.0	175.6	192.0	136.9	74.9
Payment to refunded bond escrow agent	-	(13,806,503)	(20,186,167)	(13,335,260)	(7,016,628)	-	(160.6)	(212.1)	(137.4)	(76.9)
Discount on sale of bonds	-	(247,222)	-	-	-	-	(2.9)	-	-	-
Premium on sale of bonds	-	108,801	2,222,329	912,899	486,036	-	1.3	23.4	9.4	5.3
Transfers in (out)	2,089,639	(22,061)	145,401	1,803,142	4,288,777	22.2	(0.3)	1.5	18.6	47.0
Total other financing sources, net	2,275,945	1,125,582	451,988	2,661,568	4,588,185	24.2	13.1	4.8	27.5	50.3
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	\$ (922,012)	(2,876,736)	(2,418,931)	232,374	(75,953)	(9.9) %	(33.4)	(25.4)	2.5	(0.8)
TOTAL ACTIVE RETAIL WATER CONNECTIONS	12,019	11,828	11,602	11,191	10,957					
TOTAL ACTIVE RETAIL WASTEWATER CONNECTIONS	7,124	7,002	6,849	6,555	6,387					

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

TSI-8 BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS SEPTEMBER 30, 2018

Complete District Mailing Address: 3812 Eck Lane, Austin, TX 78734

District Business Telephone Number: (512) 266-1111

Submission date of the most recent District Registration Form:
(TWC Sections 36.054 and 49.054): June 27, 2018

Limit on fees of office that a director may receive during a fiscal year:
(Set by Board Resolution - TWC Sections 49.060): \$7,200

Name and Address	Term of Office Elected & Expires or Date Hired	Fees 9/30/18	Expense Reimbursements 9/30/18	Title at Year End
Board Members:				
Jeffrey N. Roberts	Elected 05/16 - 05/20	\$ 3,450	-	President
Mickey S. Decker	Elected 05/18 - 05/22	3,300	-	Vice-President
Jerri Lynn Ward	Elected 05/16 - 05/20	2,700	-	Secretary
Ervin E. Ackman	Appointed 06/18 - 05/22	900	-	Treasurer
David L. Steed	Elected 05/18 - 05/22	1,950	-	Director
Former Board Member:				
Rob Q. Carruthers	Elected 05/14 - 05/18	1,650	-	Former Treasurer

Note: No director is disqualified from serving on this board under the Texas Water Code.

Key Administrative Personnel-

Jason F. Homan	2017	128,528 (Salary)	General Manager / Investment Officer
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(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**TSI-8 BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS (continued)
SEPTEMBER 30, 2018**

<u>Name and Address</u>	<u>Date Hired</u>	<u>Fees and Expense Reimbursements 9/30/18</u>	<u>Title at Year End</u>
Consultants:			
Trihydro	1983	\$ 615,951	Former Engineer
Green Civil Design, LLC	2018	212,754	Engineer
Travis Central Appraisal District	1982	63,069	Tax Appraiser
Lloyd Gosselink Rochelle & Townsend, P.C.	1996	105,771	General Counsel
Maxwell Locke & Ritter LLP	2017	36,000	Auditor
Specialized Public Finance, Inc.	2008	-	Financial Advisor
McCall, Parkhust & Horton	1998	1,788	Bond Counsel

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

OSI-1 PRINCIPAL TAXPAYERS SEPTEMBER 30, 2018

District-Wide Area		Tax Roll Year		
Taxpayer	Type of Property	2018	2017	2016
Madrone Acquisition LP	Real and Improved	\$ 99,460,000	\$ 96,500,000	\$ 36,604,600
FHF I Oaks at Lakeway LLC	Real and Improved	85,019,754	90,811,572	-
BREIT Steadfast MF Steiner TX	Real and Improved	81,480,000	-	-
Western Rim Investors 2013-4 LP	Real and Improved	67,871,846	43,500,000	20,842,413
Lakeway Realty LLC	Real and Improved	65,368,958	62,000,000	59,563,456
Bell Steiner Ranch LLC	Real and Improved	57,137,278	53,677,278	-
TASR Property Owner Ltd	Real and Improved	45,500,000	-	-
Whitestone Quinlan Crossing LLC	Real and Improved	36,076,361	38,676,881	33,511,951
CRP/CSH Harbor Lakeway Owner LP	Real and Improved	21,000,000	-	-
Comanche Canyon West	Real and Improved	20,874,480	18,976,166	-
Sir Steiner Ranch Apartments LLC	Real and Improved	-	76,000,000	72,000,000
LMV-AL Ventures LLC	Real and Improved	-	21,106,760	18,817,000
HR Austin Group LTD	Real and Improved	-	19,879,878	18,617,300
Cielo Multifamily LLC	Real and Improved	-	-	54,692,700
Stratus Lakeway Center LLC	Real and Improved	-	-	50,142,530
Steiner Ranch Residences LLC	Real and Improved	-	-	48,107,278
Total		<u>\$ 579,788,677</u>	<u>\$ 521,128,535</u>	<u>\$ 412,899,228</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

OSI-1 PRINCIPAL TAXPAYERS (continued) SEPTEMBER 30, 2018

Steiner Ranch Defined Area		Tax Roll Year		
Taxpayer	Type of Property	2018	2017	2016
BREIT Steadfast MF Steiner TX	Real and Improved	\$ 81,480,000	\$ -	\$ -
Bell Steiner Ranch LLC	Real and Improved	57,137,278	53,677,278	-
Shops at Steiner Ranch Ltd.	Real and Improved	15,464,000	11,750,000	10,900,000
Varsity Golf Club Ltd.	Real and Improved	5,400,000	5,400,000	5,401,166
S G P Properties Ltd.	Real and Improved	5,100,000	4,883,348	4,233,348
Semiconductor Support Services Co.	Real and Improved	3,612,382	3,864,689	4,151,737
Homeowner	Real and Improved	2,759,360	1,977,843	-
Homeowner	Real and Improved	2,709,346	2,503,200	-
Southstar Bank S.S.B.	Real and Improved	2,607,960	2,542,317	-
Homeowner	Real and Improved	2,505,916	2,112,017	-
Sir Steiner Ranch Apartments LLC	Real and Improved	-	76,000,000	72,000,000
Homeowner	Real and Improved	-	-	2,344,279
Homeowner	Real and Improved	-	-	2,066,269
Homeowner	Real and Improved	-	-	1,995,977
Hightech Brokers LLC	Real and Improved	-	-	1,881,244
Steiner Ranch Residences LLC	Real and Improved	-	-	48,107,278
Total		<u>\$178,776,242</u>	<u>\$164,710,692</u>	<u>\$153,081,298</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**OSI-1 PRINCIPAL TAXPAYERS (continued)
SEPTEMBER 30, 2018**

Flintrock Estates Defined Area		Tax Roll Year		
Taxpayer	Type of Property	2018	2017	2016
Hills II of Lakeway Inc.	Real and Improved	\$ 3,614,863	\$ 3,614,863	\$ 3,621,662
Castlerock Communities LP	Real and Improved	2,234,538	1,459,568	-
Johnson Trust Investments LLC	Real and Improved	2,131,965	-	-
Homeowner	Real and Improved	1,521,551	1,847,579	1,866,437
Homeowner	Real and Improved	1,409,082	1,463,362	1,475,663
Ryan Revocable Trust	Real and Improved	1,406,046	1,374,205	1,385,771
Homeowner	Real and Improved	1,400,000	1,409,082	1,409,082
Homeowner	Real and Improved	1,386,000	1,359,000	1,391,817
Homeowner	Real and Improved	1,305,259	-	1,289,970
Flintrock MV Ltd.	Real and Improved	1,301,074	-	3,230,850
Systems Holding Ltd.	Real and Improved	-	2,060,148	2,060,148
Gehan Home Ltd.	Real and Improved	-	1,987,006	-
Ashton Austin Residential LLC	Real and Improved	-	1,327,750	-
Prominence Homes-Vistas LLC	Real and Improved	-	-	1,509,296
Total		<u>\$ 17,710,378</u>	<u>\$ 17,902,563</u>	<u>\$ 19,240,696</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**OSI-1 PRINCIPAL TAXPAYERS (continued)
SEPTEMBER 30, 2018**

Serene Hills Defined Area		Tax Roll Year		
Taxpayer	Type of Property	2018	2017	2016
Western Rim Investors 2013-4 LP	Real and Improved	\$ 67,871,846	\$ 43,500,000	\$ 20,842,413
Serene Hills Commons LP	Real and Improved	6,550,632	2,024,885	-
Serene Hills Ltd.	Real and Improved	5,746,388	9,950,309	11,201,713
Lennar Homes of Texas Land	Real and Improved	3,700,556	2,559,722	3,099,845
HEB Grocery Company LP	Real and Improved	3,044,971	2,768,155	2,768,154
Partners in Building LP	Real and Improved	2,186,774	-	-
Ash Creek Homes Inc.	Real and Improved	2,079,532	2,197,554	-
Homeowner	Real and Improved	2,020,871	2,652,903	2,398,668
Homeowner	Real and Improved	1,800,000	1,875,000	1,716,128
Serene Hills Partners LP	Real and Improved	1,764,354	1,764,354	2,311,468
Sitterle Homes - Austin LLC	Real and Improved	-	3,221,513	2,783,775
Ambitola LLC	Real and Improved	-	-	1,920,000
Seven Custom Homes LLC	Real and Improved	-	-	1,748,000
Total		<u>\$ 96,765,924</u>	<u>\$ 72,514,395</u>	<u>\$ 50,790,164</u>

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

OSI-1 PRINCIPAL WATER CUSTOMERS SEPTEMBER 30, 2018

Customer	Usage (gallons)	Percentage
Lake Travis ISD	25,859,830	1.02%
BREIT Steiner Ranch Apartments LLC	22,890,850	0.90%
CRSA-Longhorn Village	15,817,530	0.62%
Lakeway Regional Medical Center	11,653,000	0.46%
Austin Water Utility - WTP4	10,883,800	0.43%
Madrone Acquisition LP	9,860,000	0.39%
Vistas Lakeway	9,531,200	0.37%
Lake Austin Spa and Resort **	9,291,310	0.37%
Steiner Ranch Residential Association	8,384,400	0.33%
Falconhead West HOA	<u>7,707,800</u>	0.30%
Total	<u><u>131,879,720</u></u>	

* Calculation based on fiscal year usage of 2,544,825,000 gallons

** Out of District - River Ridge customer

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

OSI-2 ASSESSED VALUE BY CLASSIFICATION SEPTEMBER 30, 2018

District-Wide Area Type of Property	Tax Roll Year					
	2018		2017		2016	
	Amount	%	Amount	%	Amount	%
Single Family Residence	\$5,678,956,062	86.0%	\$ 5,216,475,656	86.4%	\$ 4,904,444,316	88.0%
Multifamily Residence	369,536,919	5.6%	300,318,878	5.0%	246,167,468	4.4%
Vacant Lots/Land Tracts	172,867,879	2.6%	158,408,118	2.6%	158,015,441	2.8%
Qualified Ag Land	48,123,389	0.7%	60,023,161	1.0%	35,730,765	0.6%
Improvements on Qualified Ag Land	2,774,455	0.0%	2,490,516	0.0%	2,230,002	0.0%
Non-Qualified Land	30,480,044	0.5%	21,310,440	0.4%	16,369,640	0.3%
Commercial Real Property	820,943,165	12.4%	719,441,513	11.9%	608,054,999	10.9%
Electric Company	152,739	0.0%	136,274	0.0%	130,993	0.0%
Telephone Company	4,334,955	0.1%	3,965,208	0.1%	4,416,302	0.1%
Cable Television Company	2,053,364	0.0%	2,407,584	0.0%	2,152,023	0.0%
Commercial Personal Property	93,969,331	1.4%	93,264,559	1.5%	90,127,813	1.6%
Industrial and Manufacturing	5,501,039	0.1%	5,665,467	0.1%	6,401,257	0.1%
Tangible Other Personal Property	1,053,203	0.0%	971,181	0.0%	871,467	0.0%
Residential Inventory	30,407,463	0.5%	41,501,848	0.7%	45,137,741	0.8%
Special Inventory	3,884,866	0.1%	4,653,499	0.1%	3,250,301	0.1%
Total Exempt Property	345,583,976	5.2%	318,626,250	5.3%	301,709,877	5.4%
Adjustments	(1,009,542,256)	(15.3)%	(909,993,033)	(15.1)%	(854,430,943)	(15.3)%
Total	\$6,601,080,593	100.0%	\$ 6,039,667,119	100.0%	\$ 5,570,779,462	100.0%

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

OSI-2 ASSESSED VALUE BY CLASSIFICATION (continued) SEPTEMBER 30, 2018

Steiner Ranch Defined Area Type of Property	Tax Roll Year					
	2018		2017		2016	
	Amount	%	Amount	%	Amount	%
Single Family Residence	\$ 2,246,013,384	92.9%	\$ 2,178,462,270	93.2%	\$ 2,096,470,486	93.7%
Multifamily Residence	136,940,000	5.7%	128,000,000	5.5%	118,430,000	5.3%
Vacant Lots/Land Tracts	921,173	0.0%	1,811,368	0.1%	2,377,933	0.1%
Qualified Ag Land	9,005,644	0.4%	7,606,202	0.3%	7,606,202	0.3%
Improvements on Qualified Ag Land	315,228	0.0%	192,338	0.0%	192,338	0.0%
Non-Qualified Land	2,883,770	0.1%	2,782,496	0.1%	2,782,676	0.1%
Commercial Real Property	32,524,214	1.3%	28,070,627	1.2%	25,041,177	1.1%
Telephone Company	933,510	0.0%	856,765	0.0%	865,153	0.0%
Commercial Personal Property	7,467,300	0.3%	8,017,890	0.3%	7,084,372	0.3%
Industrial and Manufacturing	3,612,382	0.1%	3,864,689	0.2%	4,151,737	0.2%
Residential Inventory	-	0.0%	-	0.0%	2,459,745	0.1%
Total Exempt Property	109,612,478	4.5%	110,236,347	4.7%	110,342,567	4.9%
Adjustments	<u>(132,155,431)</u>	<u>(5.5)%</u>	<u>(131,730,778)</u>	<u>(5.6)%</u>	<u>(139,312,845)</u>	<u>(6.2)%</u>
Total	<u>\$ 2,418,073,652</u>	<u>100.0%</u>	<u>\$ 2,338,170,214</u>	<u>100.0%</u>	<u>\$ 2,238,491,541</u>	<u>100.0%</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**OSI-2 ASSESSED VALUE BY CLASSIFICATION (continued)
SEPTEMBER 30, 2018**

Flintrock Estates Defined Area Type of Property	Tax Roll Year					
	2018		2017		2016	
	Amount	%	Amount	%	Amount	%
Single Family Residence	\$ 305,513,657	93.9%	\$ 284,965,451	93.7%	275,096,747	92.7%
Vacant Lots/Land Tracts	5,740,511	1.8%	4,970,958	1.6%	6,485,832	2.2%
Qualified Ag Land	2,195,835	0.7%	1,462,064	0.5%	1,462,064	0.5%
Non-Qualified Land	133,043	0.0%	133,043	0.0%	131,986	0.0%
Commercial Real Property	10,943,069	3.4%	11,044,437	3.6%	10,793,339	3.6%
Commercial Personal Property	1,458,722	0.4%	1,297,273	0.4%	1,261,813	0.4%
Residential Inventory	3,778,778	1.2%	3,421,763	1.1%	4,543,690	1.5%
Total Exempt Property	1,936	0.0%	-	0.0%	-	0.0%
Adjustments	(4,380,628)	(1.3)%	(3,131,613)	(1.0)%	(2,922,959)	(1.0)%
Total	<u>\$ 325,384,923</u>	<u>100.0%</u>	<u>\$ 304,163,376</u>	<u>100.0%</u>	<u>\$ 296,852,512</u>	<u>100.0%</u>

(continued)

TRAVIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 17

**OSI-2 ASSESSED VALUE BY CLASSIFICATION (continued)
SEPTEMBER 30, 2018**

Serene Hills Defined Area Type of Property	Tax Roll Year					
	2018		2017		2016	
	Amount	%	Amount	%	Amount	%
Single Family Residence	\$ 105,435,229	52.7%	\$ 88,563,830	58.5%	\$ 61,367,097	58.6%
Multifamily Residence	67,871,846	34.0%	43,500,000	28.8%	20,842,413	19.9%
Vacant Lots/Land Tracts	8,994,105	4.5%	5,464,434	3.6%	5,834,572	5.6%
Qualified Ag Land	2,054,285	1.0%	4,685,571	3.1%	4,656,113	4.4%
Commercial Real Property	6,550,632	3.3%	2,024,885	1.3%	-	0.0%
Commercial Personal Property	300,823	0.2%	129,318	0.1%	49,235	0.0%
Residential Inventory	13,049,356	6.5%	13,675,245	9.0%	17,196,585	16.4%
Total Exempt Property	9,368,926	4.7%	6,422,189	4.2%	6,350,091	6.1%
Adjustments	<u>(13,723,595)</u>	<u>(6.9)%</u>	<u>(13,172,227)</u>	<u>(8.7)%</u>	<u>(11,567,229)</u>	<u>(11.0)%</u>
Total	<u>\$ 199,901,607</u>	<u>100.0%</u>	<u>\$ 151,293,245</u>	<u>100.0%</u>	<u>\$ 104,728,877</u>	<u>100.0%</u>