

SAN ANTONIO
RIVER
AUTHORITY



**ANNUAL
FINANCIAL
REPORT**

FISCAL YEAR SEPTEMBER 30, 2025

A POLITICAL SUBDIVISION OF THE STATE OF TEXAS



Presented to the
Board of Directors

<u>Name</u>	<u>Title</u>	<u>County</u>
Derek J. Gaudlitz	Chairman	Wilson County
Jim Campbell	Vice-Chair	Bexar County, District 4
John Yochem, Jr.	Secretary	Goliad County
Michael W. Lackey, P.E.	Treasurer	Bexar County, District 3
Lourdes Galvan	Executive Committee Member	Bexar County, District 2
Gaylon J. Oehlke	Executive Committee Member	Karnes County
Jerry G. Gonzales		Bexar County, District 1
Liza Barratachea		Bexar County, At-Large
Patrice A. Melancon		Bexar County, At-Large
H.B. Ruckman, III		Karnes County
Dominic Carvajal		Wilson County
Wilfred W. Korth, Jr.		Goliad County

PRESENTED BY:

Rick Trefzer, CMA
Deputy General Manager

Paul Garza
Controller

PREPARED BY:

Shaena Cannon, MBA
Accounting Officer

Accounting Services

Yolanda Cabrera – Senior Accounting Technician
Ashley Garcia – Accounting I
Nicholas Rivera – Accountant I

Budget Services

Sharon Otholt – Budget Officer
Benjamin Castillo – Financial Analyst II
Cassandra Trejo – Financial Analyst I



SAN ANTONIO
**RIVER
AUTHORITY**

**Citizens of Bexar,
Wilson, Karnes and
Goliad Counties**

**Board of Directors
12**

**General Manager
Derek Boese**

Executive Staff

**Deputy General
Manager
Rick Trefzer**

**Director, Water
Resources
Steve Metzler**

**Director, Human
Resources
Sandy West**

**Deputy Director,
Government Affairs
Brian Mast**

**Director,
Information
Technology
Shawna Arroyo**

**General Counsel
Luis Garcia**

**Deputy Director,
Watershed and
Park Operations
Kristen Hansen**

Engineering

Public Affairs

Legal Services

Facilities

Environmental
Sciences

Real Estate

Finance

Fleet

Project
Management
Office

Utilities

**Bexar County
At Large**
Liza "Lisa" Barratachea



**Bexar County
At Large**
Patrice Melancon



**Bexar County
District 3**
Michael W. Lackey, P.E.



**Bexar County
District 4**
Jim Campbell



Wilson County
Derek J Gaudlitz



**Bexar County
District 2**
Lourdes Galvan



**Bexar County
District 1**
Jerry G. Gonzales



Wilson County
Dominic Carvajal



Karnes County
H.B. Ruckman, III



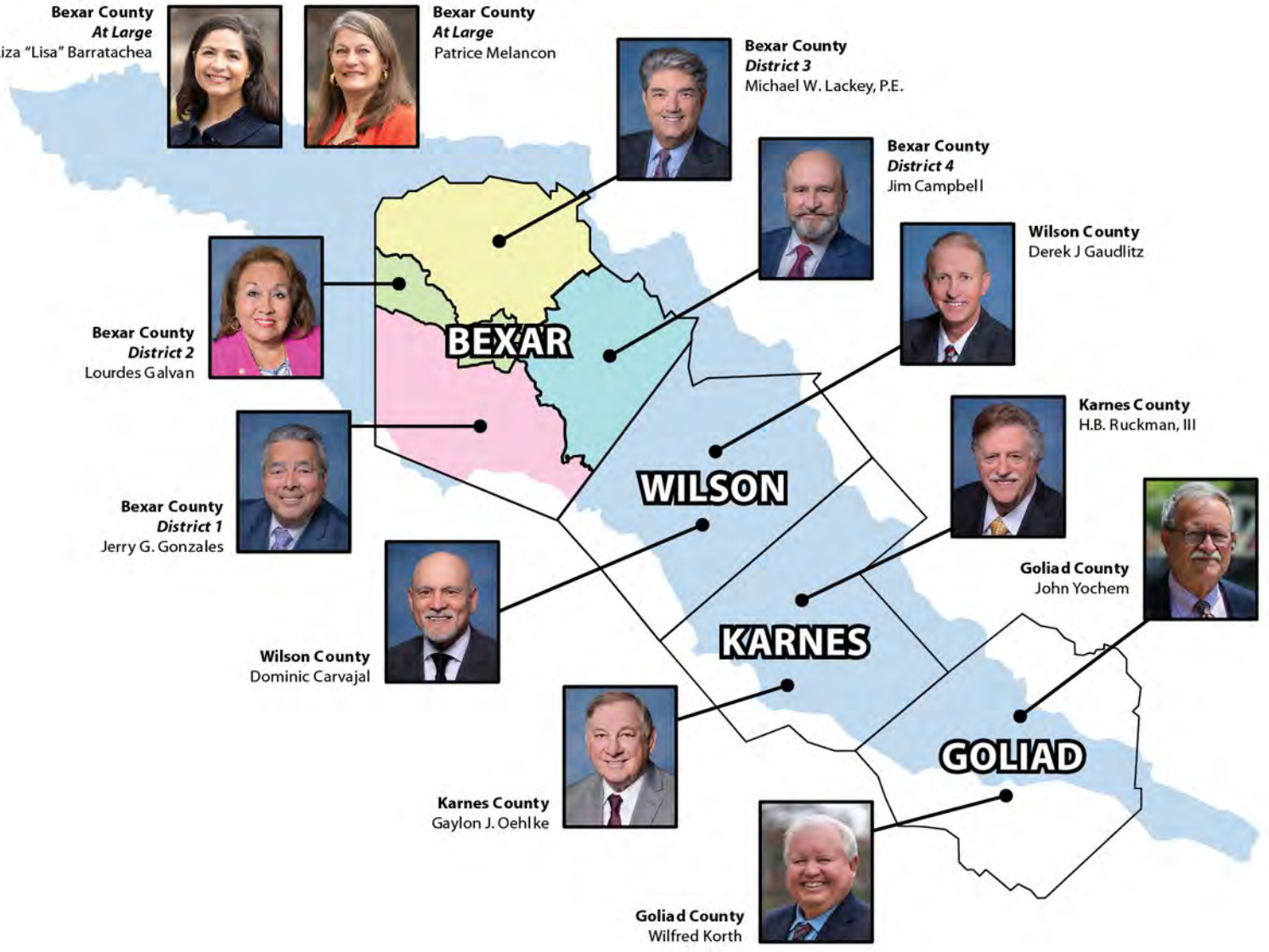
Goliad County
John Yochem



Karnes County
Gaylon J. Oehlke



Goliad County
Wilfred Korth



**San Antonio River Authority
Management Team**

<u>Name</u>	<u>Title</u>
Derek Boese	General Manager
Rick Trefzer	Deputy General Manager
Steve Metzler	Director, Water Resources
Luis Garcia	Director, General Counsel
Sandy West	Director, Human Resources
Shawna Arroyo	Director, Information Technology
Kristen Hansen	Director, Parks & Recreation
Brian Mast	Director, Government Affairs
Paul Garza	Controller
Katherine Overstreet	Manager, Utilities
Erin Cavazos	Manager, Engineering
Nicole Marshall	Manager, Public Affairs
Shaun Donovan	Manager, Environmental Sciences
Amy Zola	Manager, Project Management Office
Naomi Oster	Manager, Facilities
Tommy Mitchell	Manager, Watershed & Park Operations



**SAN ANTONIO
RIVER
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Financial Section



Photo by Makayla Jansek
2025 River Clicks Photo Contest
Judge's Choice - Karnes County



RSM US LLP

Independent Auditor's Report

Board of Directors
San Antonio River Authority

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the San Antonio River Authority (the River Authority), as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the River Authority's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the River Authority, as of September 30, 2025 and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the River Authority, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 13 to the financial statements, change in the financial statement presentation of the Bexar County Capital Projects fund and City of San Antonio fund have occurred during the reporting period and the respective adjustments were made to beginning fund balances. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the River Authority's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 River Authority's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the River Authority's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the general and major special revenue fund budgetary schedules, notes to the required supplementary information, and the schedule of changes in the total other post-employment benefit (OPEB) liability and related ratios be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 GAAS, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the River Authority's basic financial statements. The other supplementary information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information 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. The 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 GAAS. In our opinion, the other supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

RSM US LLP

San Antonio, Texas
March 17, 2026

**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

As management of the San Antonio River Authority (River Authority), we offer to readers of the River Authority's financial statements this narrative overview and analysis of the financial activities of the River Authority for the fiscal year (FY) ended September 30, 2025.

FINANCIAL HIGHLIGHTS

- The River Authority as a political subdivision underwent its first ever sunset review in 2022-23. The end product of an audit by the Sunset Advisory Commission is a state legislative bill that amends an agency's governing statute and a list of recommended management actions, including change in fiscal year period. FY 2024-25 signified the first fiscal year beginning on the newly designated start date of October 1. The change in fiscal year resulted in a 15-month FY 2023-24 and will impact many of the financial comparisons made throughout the report narrative and tables.
- Assets and deferred outflow of resources of the River Authority exceeded its liabilities and deferred inflow of resources at September 30, 2025 resulting in a total net position of \$846.5 million. This balance consists of cash and non-cash assets so it is important to note that the net investment in capital assets (non-cash) is \$680.1 million. Of the \$846.5 million net position, \$123.6 million is unrestricted and may be utilized to meet the River Authority's ongoing obligations to citizens and creditors (see page 9).
- The River Authority's total net position increased by \$11.6 million from FY 2023-24 to FY 2024-25 is primarily due to revenues exceeding expenses by \$11.6 million in Business-type Funds (see page 9).
- Total capital assets decreased by \$9.7 million across both activity types, primarily due the increase in capital assets to include the San Pedro Creek Culture Park and the Salitrillo Wastewater Treatment Plant Expansion. This resulted in an increase in accumulated depreciation (see page 20).
- The River Authority's Governmental Funds reported combined ending fund balances of over \$69 million, an increase of \$9.6 million. This amount is highlighted by \$45.3 million in assigned; \$16.2 million in restricted; \$7.3 million in Committed balances (see pages 25-26).
- Governmental Accounting Standards Board (GASB) Statement No. 101 *Compensated Absences*, was implemented during FY 2024-25 and reflected in the financial statements presented. The implementation resulted in updated guidance related to the recognition and measurement of compensated absences reported in the financial statements.
- GASB Statement No. 102 *Certain Risk Disclosures*, was adopted during FY 2024-25. The adoption of this statement did not affect the financial statements.

SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)

OVERVIEW OF THE FINANCIAL STATEMENTS



This discussion and analysis are intended to serve as an introduction to the River Authority's basic financial statements which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the River Authority's finances, presented in a manner similar to that of a private-sector business.

The statement of net position presents information on all of the River Authority's assets, liabilities, and deferred outflows and inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the River Authority is improving or declining.

The statement of activities presents information showing how the River Authority's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both government-wide financial statements distinguish functions of the River Authority that are principally supported by property tax, reimbursement of expenditures and/or intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the River Authority include general government, operations, and technical services. The business-type activities of the River Authority include Utility operations. The government-wide financial statements can be found on pages 22-30 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The River Authority uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All River Authority funds can be divided into two categories: governmental funds and proprietary funds.

**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the River Authority's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the River Authority's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The River Authority maintains 15 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. The General Fund, Debt Service Fund, Bexar County Westside Creek, San Antonio Public Facilities Corporation Fund, and the San Antonio River Authority Project Fund are major funds. Data from the other 10 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the Combining Statements and Schedules section of the report. The basic governmental fund financial statements can be found on pages 25-30 of this report.



Proprietary funds. The River Authority maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The River Authority's major enterprise funds are the San Antonio River Authority Wastewater Utilities Systems and the Salitrillo Wastewater Treatment Plant. The Randolph Air Force Base Collection System is presented as a nonmajor fund.

**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

Internal service funds are an accounting device used to accumulate and allocate costs internally among the River Authority's various functions. The River Authority uses an internal service fund to account for medical, dental and vision benefits to River Authority employees. Services of the internal service fund predominantly benefit governmental functions and are included within governmental activities in the government-wide financial statements.



Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The internal service fund is a single, aggregated presentation in the proprietary fund financial statements. The basic proprietary fund financial statements can be found on pages 31-35 of this report.

Notes to financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found on pages 37-67 of this report.

Required supplementary information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the River Authority's General Fund budgetary schedule. The River Authority formally adopts an annual budget for all funds. A budgetary comparison schedule, which includes the original and final amended budget as well as actual figures, have been provided to demonstrate compliance with this budget. Also required as supplementary information is trend information on the River Authority's Other Post Employment Benefit Plans. Required supplementary information can be found on pages 69-75 of this report.

Other supplementary information. The combining and individual fund statements and schedules referred to earlier provide information for nonmajor governmental funds and are presented immediately following the required supplementary information. Budgetary comparison schedules and combining and individual fund statements and schedules can be found on pages 78-91 of this report.

**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The net position may serve as an indicator of a government's financial position. In the case of the River Authority, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$846,523,977 at the close of the 2025 fiscal year.

A large portion of the River Authority's net position (80.3%) reflects its investment in capital assets (e.g., flood control projects, restoration projects, park development, land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. The River Authority's capital assets are used in operations to provide services to customers, participants and other governments; consequently, these assets are not available for future spending. Although the River Authority's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.



**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

The following tables, graphs, and analysis reflect the financial position for the San Antonio River Authority for the fiscal year ended September 30, 2025. For comparison purposes, the period ended September 30, 2024 represents a 15-month period.

Net Position

	Governmental Activities		Business-type Activities		Total	
	9/30/2025	9/30/2024	9/30/2025	9/30/2024	9/30/2025	9/30/2024
Current and other assets	\$ 89,445,810	\$ 75,453,773	\$121,154,580	\$ 108,785,513	\$ 210,600,390	\$ 184,239,286
Capital assets	<u>638,356,982</u>	<u>650,733,121</u>	<u>130,134,702</u>	<u>127,461,201</u>	<u>768,491,684</u>	<u>778,194,322</u>
Total assets	<u>727,802,792</u>	<u>726,186,894</u>	<u>251,289,282</u>	<u>236,246,714</u>	<u>979,092,074</u>	<u>962,433,608</u>
Deferred outflows	<u>536,321</u>	<u>526,731</u>	<u>378,438</u>	<u>379,081</u>	<u>914,759</u>	<u>905,812</u>
Long-term liabilities	25,988,751	29,604,866	69,423,982	73,454,354	95,412,733	103,059,220
Other liabilities	<u>18,477,758</u>	<u>13,219,336</u>	<u>18,932,053</u>	<u>11,491,387</u>	<u>37,409,811</u>	<u>24,710,723</u>
Total liabilities	<u>44,466,509</u>	<u>42,824,202</u>	<u>88,356,035</u>	<u>84,945,741</u>	<u>132,822,544</u>	<u>127,769,943</u>
Deferred inflows	<u>-</u>	<u>-</u>	<u>660,312</u>	<u>673,839</u>	<u>660,312</u>	<u>673,839</u>
Net investment in capital assets	621,899,362	633,132,939	58,204,715	50,711,512	680,104,077	683,844,451
Restricted	742,644	1,295,336	42,043,210	37,736,261	42,785,854	39,031,597
Unrestricted	<u>61,230,598</u>	<u>49,461,148</u>	<u>62,403,448</u>	<u>62,558,442</u>	<u>123,634,046</u>	<u>112,019,590</u>
Total net position	<u>\$ 683,872,604</u>	<u>\$ 683,889,423</u>	<u>\$162,651,373</u>	<u>\$ 151,006,215</u>	<u>\$ 846,523,977</u>	<u>\$ 834,895,638</u>

A portion of the River Authority's total net position (5.1%) represents resources that are subject to restrictions for debt service and construction. The remaining balance of *unrestricted net position* in the amount of \$123,634,046 may be used to meet the River Authority's ongoing liabilities.

**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

As of September 30, 2025, the River Authority reported a decrease in net position for Governmental activities and a positive change in net position for Business-type activities. Overall, the River Authority's net position increased by \$11,628,339.

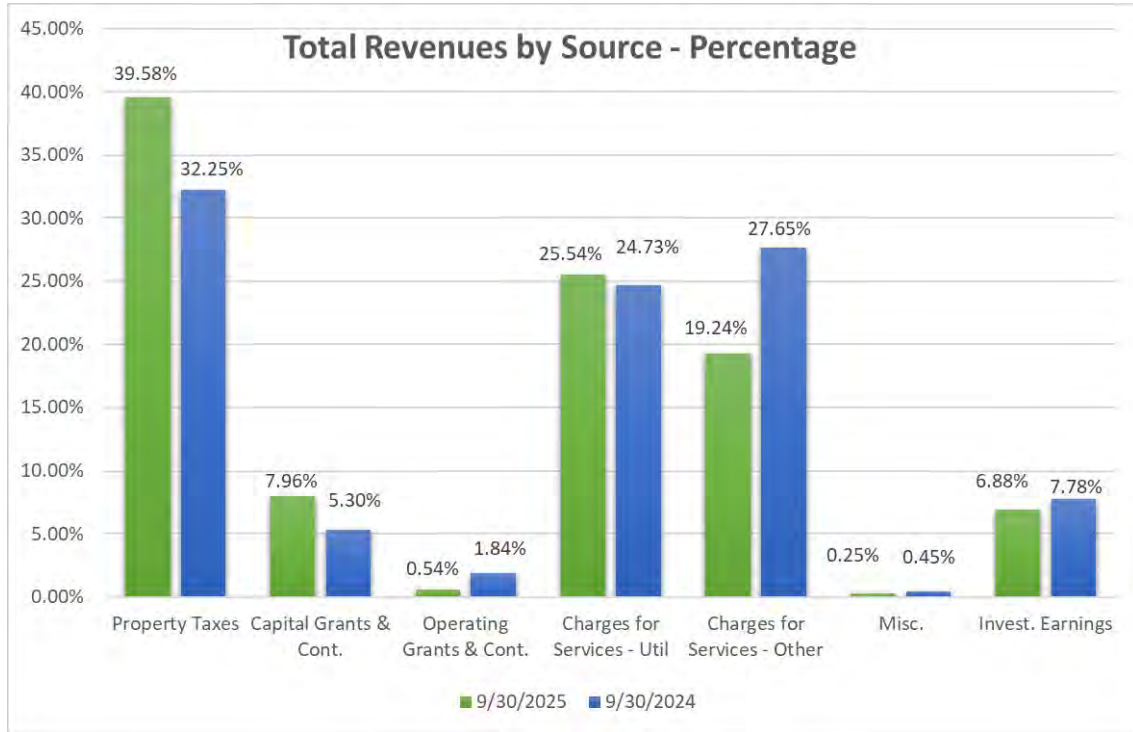
The following table indicates change in net position for governmental and business-type activities. For comparison purposes, the period ended September 30, 2024 represents a 15-month period.

Changes in Net Position

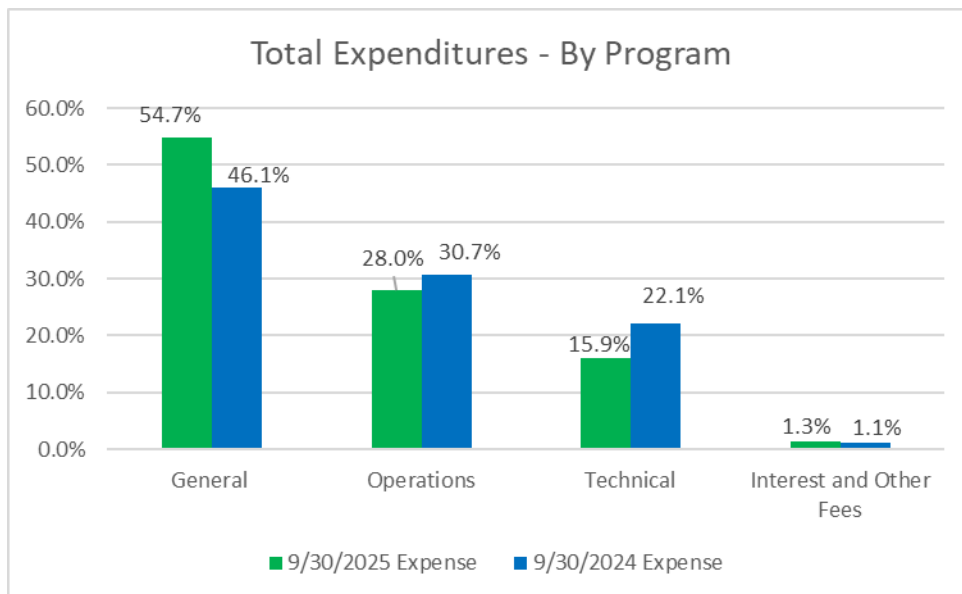
	Governmental Activities		Business-type Activities		Total	
	9/30/2025	9/30/2024	9/30/2025	9/30/2024	9/30/2025	9/30/2024
Revenues:						
Program Revenues:						
Charges for services	\$ 23,768,208	\$ 40,431,969	\$ 31,546,491	\$ 36,157,949	\$ 55,314,699	\$ 76,589,918
Operating grants & contributions	669,746	2,692,752	-	-	669,746	2,692,752
Capital grants & contributions	-	12,399	9,828,201	7,740,943	9,828,201	7,753,342
General Revenues:						
Property taxes	48,891,804	47,166,700	-	-	48,891,804	47,166,700
Investment earnings	4,075,481	3,704,354	4,424,098	7,666,878	8,499,579	11,371,232
Net loss on disposal of capital assets	(4,170)	(46,143)	(25,740)	(82,962)	(29,910)	(129,105)
Miscellaneous	234,667	359,843	108,909	432,048	343,576	791,891
Total Revenues	<u>77,635,736</u>	<u>94,321,874</u>	<u>45,881,959</u>	<u>51,914,856</u>	<u>123,517,695</u>	<u>146,236,730</u>
Expenses:						
General government	42,508,335	41,688,236	-	-	42,508,335	41,688,236
Operations	17,802,075	27,763,176	34,236,801	23,150,168	52,038,876	50,913,344
Technical services	16,324,530	19,998,540	-	-	16,324,530	19,998,540
Interest and other fees	1,017,615	1,038,475	-	-	1,017,615	1,038,475
Total expenses	<u>77,652,555</u>	<u>90,488,427</u>	<u>34,236,801</u>	<u>23,150,168</u>	<u>111,889,356</u>	<u>113,638,595</u>
Change in net position	(16,819)	3,833,447	11,645,158	28,764,688	11,628,339	32,598,135
Net position, beginning	683,889,423	680,055,976	151,006,215	122,241,527	834,895,638	802,297,503
Net position, ending	<u>\$ 683,872,604</u>	<u>\$ 683,889,423</u>	<u>\$ 162,651,373</u>	<u>\$ 151,006,215</u>	<u>\$ 846,523,977</u>	<u>\$ 834,895,638</u>

**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

Below is a comparison showing government-wide total revenues, as a percent of total revenue and by source for the River Authority. For comparison purposes, the period ended September 30, 2024 represents a 15-month period for the following graphs:



Below is a comparison graph showing government-wide expenditures, as percent of total expenditures and by source for the River Authority:



**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

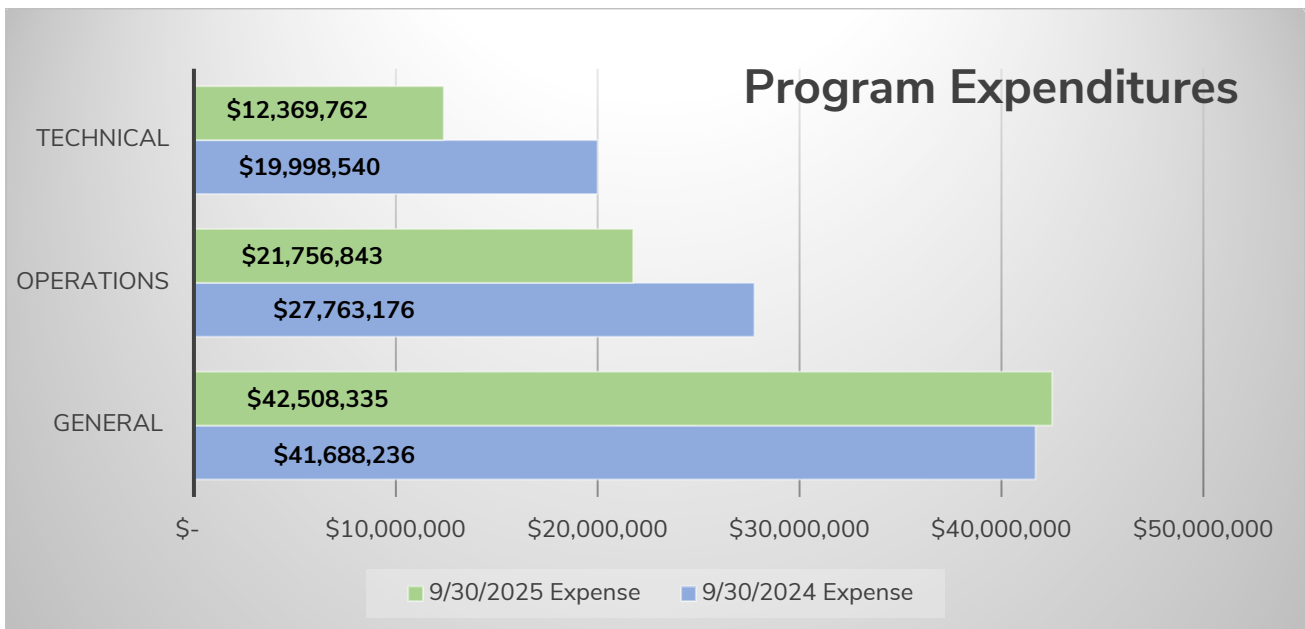
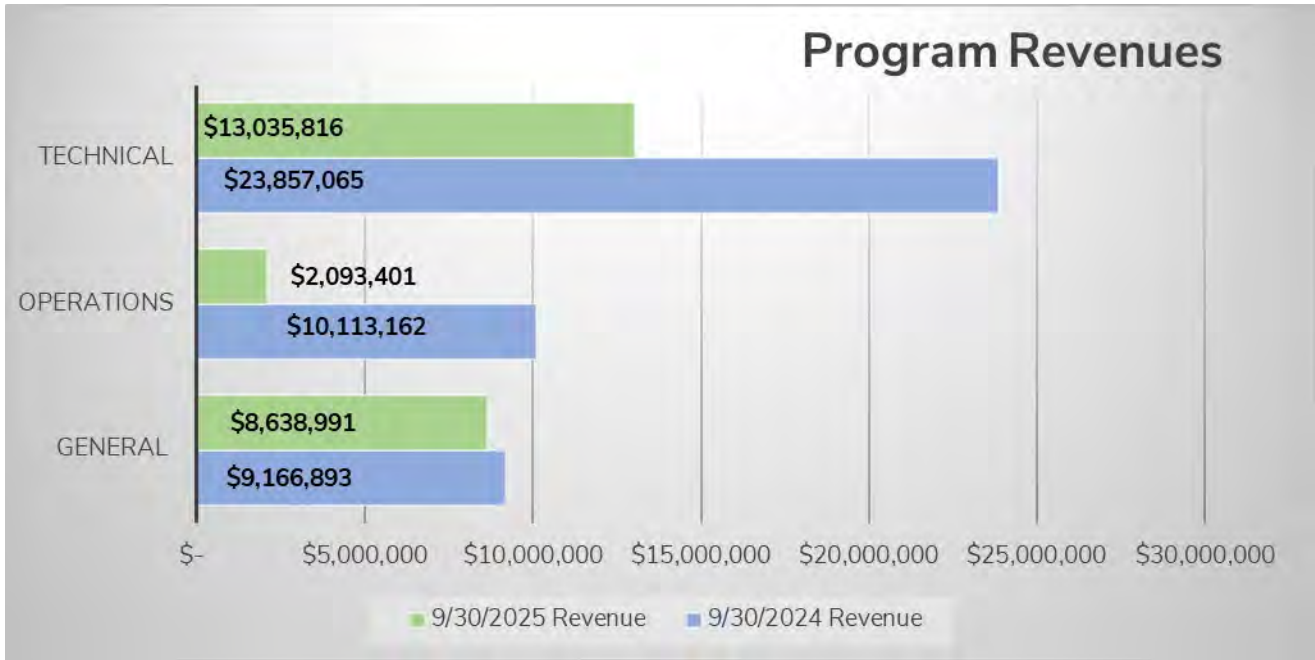
Governmental Activities. The River Authority’s Governmental net position decreased by \$16,819 between FY 2023-24 to FY 2024-25. This decrease is attributable to variances in capital improvement activity, as well as a difference in fiscal year term length for O&M expenditures. FY 2023-24 covered a 15-month period, while FY 2024-25 reflects a standard 12-month fiscal year. These projects are primarily funded through external agreements under which the River Authority provides project and construction management services.

- With the implementation of GASB 34, the River Authority shows expenses alongside revenues for each program in the Statement of Activities (see page 24). The programs included in the governmental activities are general government, operations, and technical services. The imbalance between revenue and expense programs is attributable to GASB 34 depreciation expense as a result of a considerable amount of general government assets. Charges for services decreased by \$16.7 million from FY 2023-24 to FY 2024-25 in Governmental Activities due to a decrease in the technical services program and a change in the fiscal year. These activities primarily consist of the final phase of the San Pedro Creek project, the Nueva Street Dam replacement, and progression into the final stages of the Nueva Street Marina. Additionally, several Bexar County Creeks and Trails Program projects are completing the design phase, resulting in a temporary gap in expenditures as projects transition to the construction phase (see page 24).
- Property tax revenues in the General Fund increased by \$1.7 million from FY 2023-24 to FY 2024-25 primarily due to property value appraisals, as the tax rate was reduced for the third consecutive year (see page 10).
- Expenditures across Governmental Funds decreased by \$12.7 million from FY 2023-24 to FY 2024-25. This decline is primarily attributable to reduced activity within the City of San Antonio Capital Improvement Project Fund, most notably the Nueva Street Marina Dam Gate 5 Repair, as well as decreased expenditures in Bexar County-funded projects, including the Bexar County Creeks and Trails Program and San Pedro Creek. An additional contributing factor was the shift in the fiscal year start date, which resulted in a 15-month reporting period for FY 2023-24 compared to a standard 12-month fiscal year in FY 2024-25.

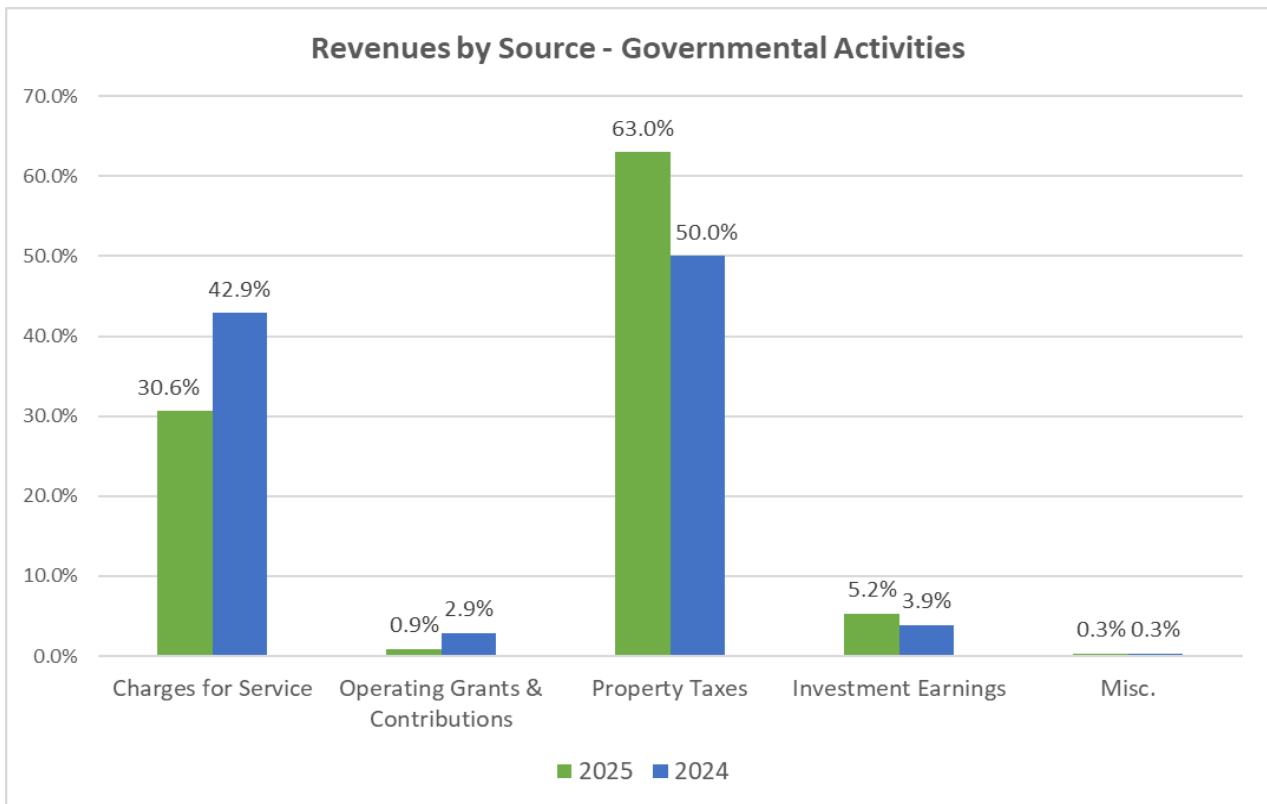
**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

Program Revenues & Expenses – Governmental Activities

For comparison purposes, period ended September 30, 2024 represents a 15-month period.



**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**



Business-type Activities. The River Authority’s major business-type activities are the SARA Wastewater Utilities System and the Salitrillo Wastewater Treatment Plant. These operations are supported by rate and fee schedules adopted by the Board of Directors.

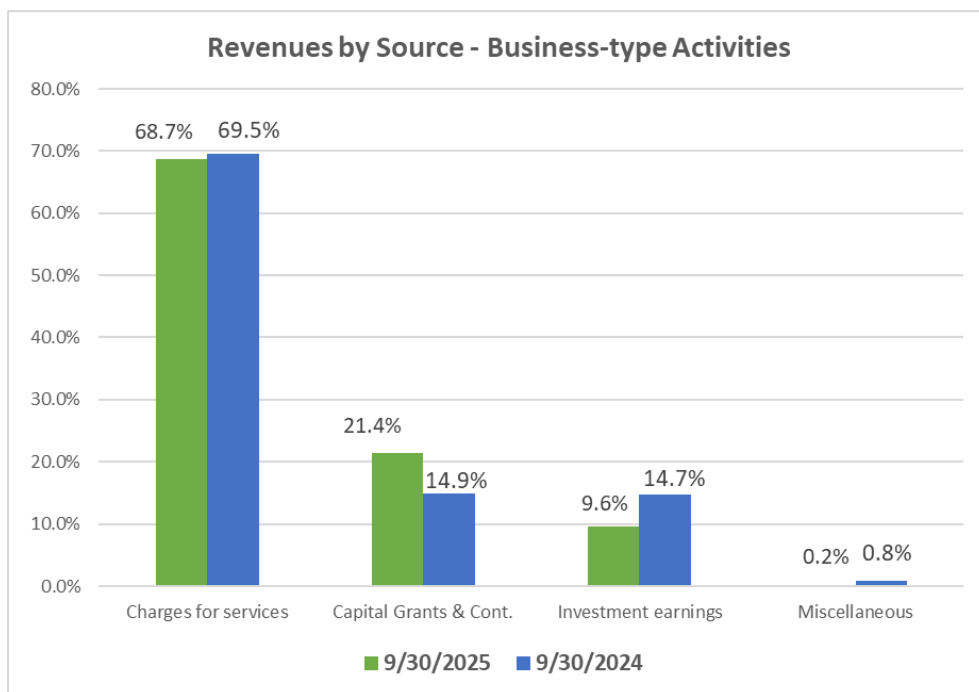
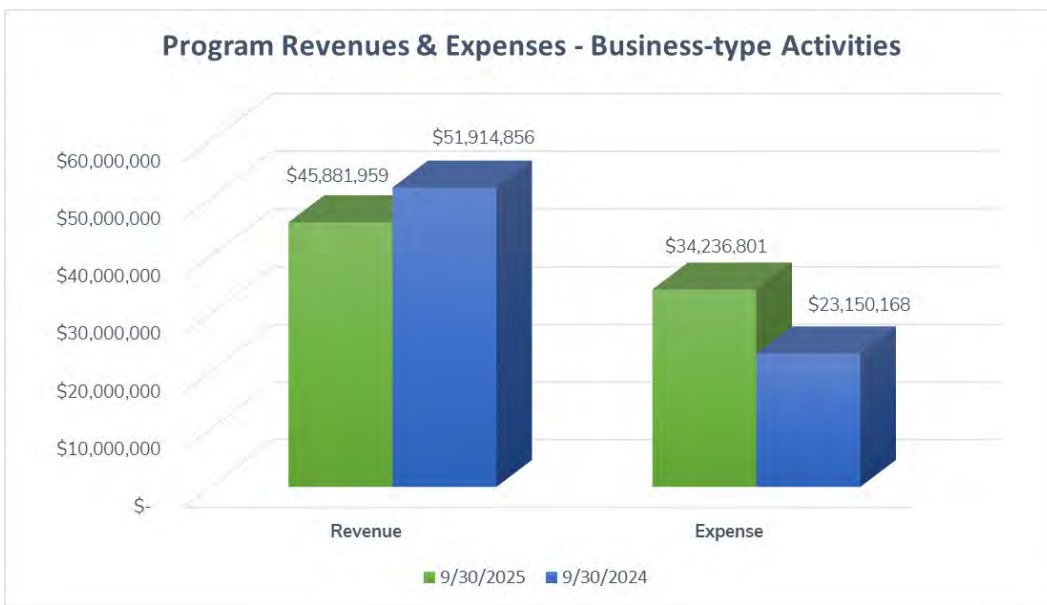
The River Authority’s Business-type net position increased by \$11,645,158 due to an increase in net investments in capital assets. With the implementation of GASB 34, the River Authority shows expenses alongside revenues for each program in the Statement of Activities (see page 24). The program in the business-type activities is operations. The utility construction in the SARA Wastewater System area of service has increased significantly driven by the demand for new utility infrastructure associated with the development in east Bexar County, as well as the renewal and replacement of existing SARA River Authority utility infrastructure.

- Net investment in capitals assets increased by \$7,493,203 compared to the prior period, primarily due to growth in capital assets, specifically treatment facilities and construction in progress. Decreases in outstanding debt and construction payables also contributed to the increase in net investment in capital assets.
- Utility total revenues decreased by \$6 million from FY 2023-24 to FY 2024-25. FY 2023-24 covered a 15-month period, which impacted the year-over-year comparison to the 12-month period in FY 2024-25 (see page 10).

**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

- Charges for services decreased \$4.6 million from FY 2023-24 to FY 2024-25 in Business-type Activities mainly due to the comparison of a 15-month period in FY 2023-24 to a 12-month period for FY 2024-25. Effective October 1, 2024, the Board of Directors increased the SARA Wastewater Systems sewage rates by 6.45% and 7.80% in the Salitrillo Operating Fund, to support the current and future need to cover debt associated with plant expansion and improvement efforts.

For comparison purposes, period ended September 30, 2024 represents a 15-month period.



SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)

FINANCIAL ANALYSIS OF THE AUTHORITY'S MAJOR FUNDS

The River Authority uses fund accounting to ensure and show compliance with finance-related legal requirements.

Governmental funds. The focus of the River Authority's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable financial resources. Such information is useful in assessing the River Authority's financing requirements. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the 2025 fiscal year, the River Authority's governmental funds reported combined ending fund balances of \$69,095,857 an increase of \$9,589,461 in comparison with the prior period. The entire amount is classified as non-spendable, restricted, committed, or assigned to indicate that it is not available for new spending because it has already been obligated to fund capital projects, encumbrances or to pay debt service. The major funds within the Governmental Funds (General Fund, Debt Service Fund, Bexar County West Side Creek Restoration Fund, Public Facilities Corporation Fund, and SARA Project Fund) are analyzed in the following paragraphs to aid with understanding the changes noted above.

General Fund: The principal fund of the River Authority is the General Fund. Property taxes, support fees, and charges for services provide the major sources of revenue. At the end of the current fiscal year, assigned fund balance of the General Fund was \$18,642,870 compared to \$16,148,155 in FY 2023-24. The increase was primarily due to the increase in the reserve for future operating costs shown as Assigned Fund Balance on the Governmental Funds Balance Sheet (see pages 25-36). In FY 2023-24, the reserve balance was \$13,693,040 and for this fiscal year end the balance is \$15,258,397 and increase of \$1,565,357. The Budget Operating Reserve is calculated during the budget process and set at 25 percent, or three months, of the budgeted operating expenses and approved by the Board of Directors annually.

The River Authority receives property valuations from our four county Appraisal Districts which we use to inform our tax rate and budget property tax revenue. Property tax revenue increased \$1,725,104 or 3.7% from FY 2023-24 to FY 2024-25. The adopted tax rate decreased from 1.800 cents per \$100 of appraised valuation to 1.787 cents per \$100 of appraised valuation in FY 2024-25. Property taxes receivable consists of September taxes collected by our four counties but not remitted in FY 2024-25. Expense in the General Fund decreased \$4,350,534 or 10.1% from FY 2023-24 to FY 2024-25. The decrease is primary due to the 15-month in FY 2023-24 compared to 12-month FY 2024-25.

Debt Service Fund: The River Authority entered a contract with Bexar County, Texas (the County) to provide to the River Authority, revenues from a flood control tax levied by the County. The contract provides that the County will set a tax rate which will provide revenues sufficient to pay each year's requirements for principal and interest of River Authority bonds which are payable from the revenues

**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

of the County flood control tax. San Antonio Channel Improvement Project (SACIP) Bonds have been issued, with the pledged revenues from the Bexar County flood control tax designated for the retirement of these bonds. In compliance with bond ordinances, the River Authority has met all requirements for maintenance of the Debt Service Fund. The fund balance slightly increased by \$682 in FY 2024-25.

Bexar County (Westside Creek Restoration): The River Authority works with Bexar County and the City of San Antonio to complete capital improvement projects that address flood control, water quality and recreational opportunities in and around San Antonio. These combined projects are deemed The Westside Creek Restoration projects and are fully funded by Bexar County and the City of San Antonio. The fund balance decreased significantly as the major project within this fund, San Pedro Creek Culture Park, spent down project advances reflected within fund balance in the prior year.

San Antonio River Authority Public Facilities Corporation Fund: The Public Facilities Corporation is a nonprofit corporation that acts on behalf of the River Authority in cases of debt issuance needs. The Sheridan Administrative Building project is the main driver of increased activity within this fund.

SARA Project Fund: The SARA project fund is categorized as a capital project fund that consists of studies and projects that further the mission of the River Authority. The main source of funding for these studies and projects is the General Fund. Completion of these projects and studies may span more than one fiscal year. Funds are transferred from the General Fund to provide needed funding for the projects budgeted within this fund. This fund also includes the Assigned Reserve established by the Board of Directors. This reserve can be used for any purpose including acquisition of facilities, water, water rights or other activities approved by the Board of Directors.



**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

Proprietary funds. The SARA Wastewater Utilities System, Salitrillo Wastewater Treatment Plant and the Randolph AFB Collection System comprise the River Authority's proprietary fund activities. The areas served by these utility systems include residents, businesses, and other local governments in Bexar and Wilson counties. The main source of revenues are charges for services and intergovernmental revenue. Bonds are also utilized as a source of revenue for capital improvements as needed. The unrestricted net position of the business type activities decreased slightly from the prior period, with a balance of \$62,403,448 at the end of FY 2024-25, compared to \$62,558,442 in FY 2023-24.

The Internal Service Fund unrestricted net position decreased \$430,530 or 7.7% going from \$5,557,724 in FY 2023-24 to \$5,127,194 in FY 2024-25 due to a decrease in health premiums and a decrease in investments earnings.



**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

BUDGETARY HIGHLIGHTS

General fund. There was a 1.37% increase between the original adopted budget and the amended budget. The primary cause for increase resulted from funds received from the San Antonio Water System (SAWS) for the Otilia Dam project, which were subsequently transferred to the SARA Project Fund (Fund 04) to support Project #0708, Otilia Dam.

The final amended budget compared to actual revenues and expenditures is summarized as follows:

- Actual revenues exceeded amended budgeted revenues by 3%, resulting in a positive variance of \$1,698,416. The largest contributing factor was higher-than-anticipated investment earnings totaling \$1,347,668.
- Across all departments, actual expenditures were under budget by \$3,076,166. Of this amount, \$1,570,027 was attributable to salary savings.

Externally Funded Capital Projects. The FY 2024-25 Amended Budget includes additional external funding to support ongoing capital projects. Funding from Bexar County totaling \$6,559,146 supports programmatic activities under the Bexar County Rivers and Creeks Program and a final task order for the San Pedro Creek Culture Park. In addition, the River Authority received \$3,760,000 from the City of San Antonio for the Apache Creek Remediation Project. Grant funding for FY 2024-25 increased by \$920,970, consisting of one state award and one local award.

CAPITAL ASSETS & DEBT ADMINISTRATION

Long-term Debt. The River Authority had \$95 million and \$102 million in bonds at the end of 2025 and 2024, respectively, as shown below:

	2025	2024
SACIP Improvement Revenue Bonds	\$ 6,460,000	\$ 7,685,000
Public Facilities Corporation	22,138,000	24,866,000
SARA Wastewater Utilities System Revenue Bonds	46,160,000	48,340,000
Salitrillo Wastewater Utilities System Revenue Bonds	19,445,000	20,145,000
Contract Revenue Bonds	940,000	1,085,000
Total	\$ 95,143,000	\$ 102,121,000

More detailed information about the River Authority’s long-term liabilities is presented in Note 6 of the notes to financial statements.

**SAN ANTONIO RIVER AUTHORITY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

Capital Assets. The River Authority’s capital assets for its governmental and business-type activities as of September 30, 2025, was \$768,491,684 (net of accumulated depreciation). The capital assets include land, buildings, machinery and equipment, flood control infrastructures, restoration projects, parks, and sewage treatment facilities.

If more detailed information is desired on capital asset activity, please refer to the notes to the financial statements (Note 5).

Capital Assets (net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	9/30/2025	9/30/2024	9/30/2025	9/30/2024	9/30/2025	9/30/2024
Capital assets, not being depreciated:						
Land	\$ 36,621,667	\$ 36,621,667	\$ 3,710,803	\$ 3,408,858	\$ 40,332,470	\$ 40,030,525
Water rights	227,447	227,447	-	-	227,447	227,447
Construction in progress	5,206,477	274,556,674	28,029,724	50,764,538	33,236,201	325,321,212
Total capital assets, not being depreciated	<u>42,055,591</u>	<u>311,405,788</u>	<u>31,740,527</u>	<u>54,173,396</u>	<u>73,796,118</u>	<u>365,579,184</u>
Capital assets, being depreciated:						
Subscription asset	1,014,219	959,065	-	-	1,014,219	959,065
Office furniture, fixtures and equipment	2,029,627	2,792,240	157,202	150,791	2,186,829	2,943,031
Other machinery and equipment	8,104,487	8,052,082	4,005,487	5,410,716	12,109,974	13,462,798
Automobiles and trucks	2,740,197	2,551,284	4,552,491	3,260,849	7,292,688	5,812,133
Buildings	24,634,791	24,634,791	2,294,591	2,300,976	26,929,382	26,935,767
Improvements other than buildings	31,953,616	29,072,326	76,581,242	47,676,768	108,534,858	76,749,094
Sewage treatment facilities	-	-	76,583,424	76,583,424	76,583,424	76,583,424
Flood control projects	339,164,871	339,164,871	-	-	339,164,871	339,164,871
Restoration projects	512,913,746	236,996,307	-	-	512,913,746	236,996,307
Total capital assets, being depreciated	<u>922,555,554</u>	<u>644,222,966</u>	<u>164,174,437</u>	<u>135,383,524</u>	<u>1,086,729,991</u>	<u>779,606,490</u>
Accumulated depreciation	<u>(326,254,163)</u>	<u>(304,895,633)</u>	<u>(65,780,262)</u>	<u>(62,095,719)</u>	<u>(392,034,425)</u>	<u>(366,991,352)</u>
Capital assets, net	<u>\$ 638,356,982</u>	<u>\$ 650,733,121</u>	<u>\$ 130,134,702</u>	<u>\$ 127,461,201</u>	<u>\$ 768,491,684</u>	<u>\$ 778,194,322</u>

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the River Authority’s finances for anyone with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the San Antonio River Authority, Attn: Finance Department, 100 East Guenther, San Antonio, Texas 78204.



A POLITICAL SUBDIVISION OF THE STATE OF TEXAS.

Basic Financial Statements

SAN ANTONIO RIVER AUTHORITY
STATEMENT OF NET POSITION
AS OF SEPTEMBER 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash	\$ 1,632,144	\$ 991,502	\$ 2,623,646
Investments	62,848,358	72,878,113	135,726,471
Accounts receivable	992,370	2,676,509	3,668,879
Intergovernmental receivables	2,977,140	-	2,977,140
Other receivables	431,785	568,951	1,000,736
Taxes receivable (net of \$464,468 for allowance for uncollectible)	1,894,828	-	1,894,828
Notes receivable - current portion	-	46,046	46,046
Prepaid expenses and other assets	1,185,048	176,521	1,361,569
Restricted assets:			
Cash	130,000	-	130,000
Accounts receivable	-	57,015	57,015
Investments	2,693,413	4,062,496	6,755,909
Total restricted assets - current	<u>2,823,413</u>	<u>4,119,511</u>	<u>6,942,924</u>
Total current assets	<u>74,785,086</u>	<u>81,457,153</u>	<u>156,242,239</u>
Noncurrent assets:			
Restricted assets:			
Investments	14,660,724	38,972,414	53,633,138
Total restricted assets - noncurrent	<u>14,660,724</u>	<u>38,972,414</u>	<u>53,633,138</u>
Capital assets:			
Land	36,621,667	3,710,803	40,332,470
Water rights	227,447	-	227,447
Subscription asset	1,014,219	-	1,014,219
Office furniture, fixtures and equipment	2,029,627	157,202	2,186,829
Other machinery and equipment	8,104,487	4,005,487	12,109,974
Automobiles and trucks	2,740,197	4,552,491	7,292,688
Buildings	24,634,791	2,294,591	26,929,382
Improvements other than buildings	31,953,616	76,581,242	108,534,858
Sewage treatment facilities	-	76,583,424	76,583,424
Flood control projects	339,164,871	-	339,164,871
Restoration projects	512,913,746	-	512,913,746
Construction in progress	5,206,477	28,029,724	33,236,201
Less accumulated depreciation	<u>(326,254,163)</u>	<u>(65,780,262)</u>	<u>(392,034,425)</u>
Total capital assets (net of accumulated depreciation)	638,356,982	130,134,702	768,491,684
Lease receivable	-	644,433	644,433
Notes receivable	-	80,580	80,580
Total noncurrent assets	<u>653,017,706</u>	<u>169,832,129</u>	<u>822,849,835</u>
Total assets	<u>727,802,792</u>	<u>251,289,282</u>	<u>979,092,074</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflow for OPEB	156,040	46,747	202,787
Deferred loss of bond refunding	<u>380,281</u>	<u>331,691</u>	<u>711,972</u>
Total deferred outflows of resources	<u>536,321</u>	<u>378,438</u>	<u>914,759</u>

See accompanying notes to the financial statements.

**SAN ANTONIO RIVER AUTHORITY
STATEMENT OF NET POSITION
AS OF SEPTEMBER 30, 2025**

	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 8,160,497	\$ 12,928,376	\$ 21,088,873
Notes payable	-	28,188	28,188
Compensated absences	233,018	38,269	271,287
Other accrued liabilities	626,345	130,514	756,859
Current liabilities payable from restricted assets:			
Advance for construction	-	1,746,000	1,746,000
Accounts payable	-	631	631
Retainage payable	2,177,872	767,624	2,945,496
Subscription payable	324,725	-	324,725
Unearned revenue - services	2,487,293	-	2,487,293
Accrued interest payable	407,008	492,451	899,459
Bonds payable within one year, net premium	4,061,000	2,800,000	6,861,000
Total current liabilities payable			
from restricted assets	9,457,898	5,806,706	15,264,604
Total current liabilities	18,477,758	18,932,053	37,409,811
Noncurrent liabilities:			
Notes payable	-	761,200	761,200
Subscription payable	342,412	-	342,412
OPEB liability	121,652	48,774	170,426
Compensated absences	932,071	153,078	1,085,149
Bonds payable after one year, net of premium	24,592,616	68,460,930	93,053,546
Total noncurrent liabilities	25,988,751	69,423,982	95,412,733
Total liabilities	44,466,509	88,356,035	132,822,544
Deferred inflows of resources:			
Deferred inflows - leases	-	660,312	660,312
NET POSITION			
Net investment in capital assets	621,899,362	58,204,715	680,104,077
Restricted for:			
Debt service	-	3,570,045	3,570,045
Construction	370,525	38,473,165	38,843,690
Watershed management	361,362	-	361,362
Water management	10,757	-	10,757
Unrestricted	61,230,598	62,403,448	123,634,046
Total net position	\$ 683,872,604	\$ 162,651,373	\$ 846,523,977

See accompanying notes to the financial statements.

**SAN ANTONIO RIVER AUTHORITY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 42,508,335	\$ 8,638,991	\$ -	\$ -	\$ (33,869,344)	\$ -	\$ (33,869,344)
Operations	17,802,075	2,093,401	-	-	(15,708,674)	-	(15,708,674)
Technical services	16,324,530	13,035,816	669,746	-	(2,618,968)	-	(2,618,968)
Interest and other fees	1,017,615	-	-	-	(1,017,615)	-	(1,017,615)
Total governmental activities	<u>77,652,555</u>	<u>23,768,208</u>	<u>669,746</u>	<u>-</u>	<u>(53,214,601)</u>	<u>-</u>	<u>(53,214,601)</u>
Business-type activities:							
Operations:							
Utilities	<u>34,236,801</u>	<u>31,546,491</u>	<u>-</u>	<u>9,828,201</u>	<u>-</u>	<u>7,137,891</u>	<u>7,137,891</u>
Total primary government	<u>\$ 111,889,356</u>	<u>\$ 55,314,699</u>	<u>\$ 669,746</u>	<u>\$ 9,828,201</u>	<u>(53,214,601)</u>	<u>7,137,891</u>	<u>(46,076,710)</u>
General revenues:							
					48,891,804	-	48,891,804
					4,075,481	4,424,098	8,499,579
					(4,170)	(25,740)	(29,910)
					234,667	108,909	343,576
					<u>53,197,782</u>	<u>4,507,267</u>	<u>57,705,049</u>
					(16,819)	11,645,158	11,628,339
					<u>683,889,423</u>	<u>151,006,215</u>	<u>834,895,638</u>
					<u>\$ 683,872,604</u>	<u>\$ 162,651,373</u>	<u>\$ 846,523,977</u>

See accompanying notes to the financial statements.

**SAN ANTONIO RIVER AUTHORITY
BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF SEPTEMBER 30, 2025**

	<u>Special Revenue Fund</u>		<u>Capital Projects Funds</u>	
	General Fund	San Antonio River Public Facility Corp.	<u>Westside Creek Restoration</u>	
			Bexar County	SARA Project Fund
ASSETS				
Cash	\$ 385,417	\$ 67,880	\$ 176,199	\$ 25,513
Investments	18,759,035	1,635,110	3,132,184	31,271,986
Prepays and other assets	1,185,048	-	-	-
Accounts receivable	-	-	-	-
Intergovernmental receivables	196,969	-	1,037,432	-
Interest receivable	355,931	27,789	14,046	-
Taxes receivable (net of allowance for uncollectible)	1,894,828	-	-	-
Due from other funds of the Authority	787,020	-	-	3,036,845
Cash - restricted	-	-	-	-
Investments - restricted	-	14,660,724	-	-
Total assets	<u>\$ 23,564,248</u>	<u>\$ 16,391,503</u>	<u>\$ 4,359,861</u>	<u>\$ 34,334,344</u>
LIABILITIES				
Accounts payable	\$ 1,259,279	\$ 866,321	\$ 2,929,497	\$ 962,632
Retainage payable	-	61,551	1,263,213	31,775
Accrued expenses	(176)	-	-	-
Due to other funds of the Authority	-	-	-	-
Other accrued liabilities	626,345	-	-	-
Unearned revenue - services	79,954	-	-	-
Total liabilities	<u>1,965,402</u>	<u>927,872</u>	<u>4,192,710</u>	<u>994,407</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	1,770,928	-	-	-
FUND BALANCES				
Nonspendable:				
Prepaid items and other assets	1,185,048	-	-	-
Restricted:				
Construction	-	15,463,631	167,151	-
Watershed management	-	-	-	-
Water management	-	-	-	-
Committed:				
Future project reserve	-	-	-	6,675,181
Parks	-	-	-	-
Assigned:				
Contract commitments	3,384,473	-	-	-
Future operating costs	15,258,397	-	-	-
Projects	-	-	-	26,664,756
Unassigned (deficit)	-	-	-	-
Total fund balances (deficit)	<u>19,827,918</u>	<u>15,463,631</u>	<u>167,151</u>	<u>33,339,937</u>
Total liabilities deferred inflows of resources and fund balances	<u>\$ 23,564,248</u>	<u>\$ 16,391,503</u>	<u>\$ 4,359,861</u>	<u>\$ 34,334,344</u>

See accompanying notes to the financial statements.

**SAN ANTONIO RIVER AUTHORITY
BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF SEPTEMBER 30, 2025**

	<u>Capital Projects Funds</u>				
	(Previous Year Major Fund) Bexar County Project Fund	San Antonio River Improvement Project (Previous Year Major Fund) City of San Antonio	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash	\$ -	\$ -	\$ -	\$ 796,754	\$ 1,451,763
Investments	-	-	222,432	2,466,145	57,486,892
Prepays and other assets	-	-	-	-	1,185,048
Accounts receivable	-	-	-	989,042	989,042
Intergovernmental receivables	-	-	-	1,742,739	2,977,140
Interest receivable	-	-	-	9,114	406,880
Taxes receivable (net of allowance for uncollectible)	-	-	-	-	1,894,828
Due from other funds of the Authority	-	-	-	-	3,823,865
Cash - restricted	-	-	-	130,000	130,000
Investments - restricted	-	-	2,693,413	-	17,354,137
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,915,845</u>	<u>\$ 6,133,794</u>	<u>\$ 87,699,595</u>
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ 1,699,882	\$ 7,717,611
Retainage payable	-	-	-	821,333	2,177,872
Accrued expenses	-	-	-	-	(176)
Due to other funds of the Authority	-	-	3,036,845	787,020	3,823,865
Other accrued liabilities	-	-	-	-	626,345
Unearned revenue - services	-	-	-	2,407,339	2,487,293
Total liabilities	<u>-</u>	<u>-</u>	<u>3,036,845</u>	<u>5,715,574</u>	<u>16,832,810</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	-	-	-	-	1,770,928
FUND BALANCES					
Nonspendable:					
Prepaid items and other assets	-	-	-	-	1,185,048
Restricted:					
Construction	-	-	-	203,374	15,834,156
Watershed management	-	-	-	361,362	361,362
Water management	-	-	-	10,757	10,757
Committed:					
Future project reserve	-	-	-	-	6,675,181
Parks	-	-	-	653,439	653,439
Assigned:					
Contract commitments	-	-	-	-	3,384,473
Future operating costs	-	-	-	-	15,258,397
Projects	-	-	-	-	26,664,756
Unassigned (deficit)	<u>-</u>	<u>-</u>	<u>(121,000)</u>	<u>(810,712)</u>	<u>(931,712)</u>
Total fund balances (deficit)	<u>-</u>	<u>-</u>	<u>(121,000)</u>	<u>418,220</u>	<u>69,095,857</u>
Total liabilities deferred inflows of resources and fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,915,845</u>	<u>\$ 6,133,794</u>	<u>\$ 87,699,595</u>

See accompanying notes to the financial statements.

**SAN ANTONIO RIVER AUTHORITY
RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
AS OF SEPTEMBER 30, 2025**

Total fund balances - governmental funds	\$ 69,095,857
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets, including subscription assets, used in governmental activities are not current financial resources and, therefore, are not reported in the funds.	638,356,982
Other long-term assets (taxes receivable, net of \$464,468 allowance) are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	1,770,928
Other postemployment benefit liabilities and deferred outflows of resources do not relate to current financial resources and are not reported in the governmental funds.	
Other postemployment benefit liabilities	(121,652)
Deferred outflows of resources	156,040
Compensated absences are only recognized upon maturing, therefore are not reported in the funds.	(1,165,089)
Internal service funds are used by management to charge the costs of insurance to individual funds. Internal service funds predominantly serve the governmental funds; therefore, the assets and liabilities of this fund are included in governmental activities in the statement of net position.	5,127,194
Long-term liabilities, such as bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
Subscription payable	(667,137)
Bonds payable	(28,598,000)
Accrued interest	(407,184)
Issuance premium (to be amortized as interest expense)	(201,258)
Issuance discount (to be amortized as interest expense)	145,642
Deferred loss on bond refunding (to be amortized as interest expense)	<u>380,281</u>
Net position of governmental activities	<u><u>\$ 683,872,604</u></u>

See accompanying notes to the financial statements.

	Special Revenue Fund		Capital Project Funds		
	General	San Antonio River Public Facility Corp.	Westside Creek Restoration		SARA Project Fund
			Bexar County	(Previous Year Major Fund) City of San Antonio	
REVENUES					
Taxes	\$ 48,891,804	\$ -	\$ -	\$ -	\$ -
Investment earnings	2,970,856	626,325	70,027	-	142,460
Intergovernmental	1,267,356	-	6,375,414	-	-
Charges for services	654,637	-	-	-	-
Support fees	1,896,092	-	-	-	-
Miscellaneous	497,075	-	-	-	-
Total Revenues	<u>56,177,820</u>	<u>626,325</u>	<u>6,445,441</u>	<u>-</u>	<u>142,460</u>
EXPENDITURES					
Current:					
General government	18,296,646	-	-	-	-
Operations	10,141,721	-	241,755	-	1,642,182
Technical services	9,224,755	-	15,750	-	-
Debt Service:					
Bond principal	-	2,728,000	-	-	-
Interest and fees on bonds	-	568,568	-	-	-
Subscription payment - principal	347,592	-	-	-	-
Subscription payment - interest	7,454	-	-	-	-
Capital Outlay:					
Capital projects	-	-	-	-	828,246
General government	1,368,446	-	-	-	-
Operations	241,839	1,920,961	-	-	-
Technical services	274,672	-	6,402,600	-	-
Total expenditures	<u>39,903,125</u>	<u>5,217,529</u>	<u>6,660,105</u>	<u>-</u>	<u>2,470,428</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,274,695</u>	<u>(4,591,204)</u>	<u>(214,664)</u>	<u>-</u>	<u>(2,327,968)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	3,287,875	-	-	11,165,328
Issuance of lease and IT subscription debt	1,014,729	-	-	-	-
Transfers out	(14,581,810)	-	-	-	-
Total other financing sources and (uses)	<u>(13,567,081)</u>	<u>3,287,875</u>	<u>-</u>	<u>-</u>	<u>11,165,328</u>
Net change in fund balances	<u>2,707,614</u>	<u>(1,303,329)</u>	<u>(214,664)</u>	<u>-</u>	<u>8,837,360</u>
Fund (deficit) balances, Sep 30, as previously reported	<u>17,120,304</u>	<u>16,766,960</u>	<u>381,815</u>	<u>-</u>	<u>24,502,577</u>
Adjustment - changes from major fund to nonmajor fund	-	-	-	-	-
Adjustment - changes from nonmajor fund to major fund	-	-	-	-	-
Fund (deficit) balances, September 30	<u>17,120,304</u>	<u>16,766,960</u>	<u>381,815</u>	<u>-</u>	<u>24,502,577</u>
Fund (deficit) balances, September 30	<u>\$ 19,827,918</u>	<u>\$ 15,463,631</u>	<u>\$ 167,151</u>	<u>\$ -</u>	<u>\$ 33,339,937</u>

SAN ANTONIO RIVER AUTHORITY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Capital Project Funds				Total Governmental Funds
	(Previous Year Major Fund) Bexar County Capital Projects	San Antonio River Improvement Project (Previous Year Major Fund) City of San Antonio	Debt Service	Other Governmental Funds	
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 48,891,804
Investment earnings	-	-	14,425	55,555	3,879,648
Intergovernmental	-	-	1,325,233	7,745,303	16,713,306
Charges for services	-	-	-	108,858	763,495
Support fees	-	-	-	-	1,896,092
Miscellaneous	-	-	-	7,123	504,198
Total Revenues	-	-	1,339,658	7,916,839	72,648,543
EXPENDITURES					
Current:					
General government	-	-	-	-	18,296,646
Operations	-	-	-	1,699,483	13,725,141
Technical services	-	-	-	6,468,734	15,709,239
Debt Service:					
Bond principal	-	-	1,232,666	-	3,960,666
Interest and fees on bonds	-	-	234,917	-	803,485
Subscription payment - principal	-	-	-	-	347,592
Subscription payment - interest	-	-	-	-	7,454
Capital Outlay:					
Capital projects	-	-	-	179,701	1,007,947
General government	-	-	-	-	1,368,446
Operations	-	-	-	-	2,162,800
Technical services	-	-	-	-	6,677,272
Total expenditures	-	-	1,467,583	8,347,918	64,066,688
Excess (deficiency) of revenues over (under) expenditures	-	-	(127,925)	(431,079)	8,581,855
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	128,607	-	14,581,810
Issuance of lease and IT subscription debt	-	-	-	-	1,014,729
Transfers out	-	-	-	-	(14,581,810)
Total other financing sources and (uses)	-	-	128,607	-	1,014,729
Net change in fund balances	-	-	682	(431,079)	9,596,584
Fund (deficit) balances, Sep 30, as previously reported	(587,917)	171,879	(121,682)	1,265,337	59,499,273
Adjustment - changes from major fund to nonmajor fund	587,917	(171,879)	-	-	416,038
Adjustment - changes from nonmajor fund to major fund	-	-	-	(416,038)	(416,038)
Fund (deficit) balances, September 30	-	-	(121,682)	849,299	59,499,273
Fund (deficit) balances, September 30	\$ -	\$ -	\$ (121,000)	\$ 418,220	\$ 69,095,857

See accompanying notes to the financial statements.

**SAN ANTONIO RIVER AUTHORITY
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Net change in fund balances - total governmental funds \$ 9,596,584

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

Governmental funds report capital outlays as expenditures, however, in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide statements	11,216,015
Depreciation/amortization is reported in the government-wide statements	(23,588,434)

The net effect of various miscellaneous transactions (i.e., sales, trade-ins and transfer of assets) involving capital assets is to decrease net position.	(12,010)
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Other revenues and expenses in the statement of activities that do not provide current financial resources; therefore, not reported as revenues or expenditures in the governmental funds:

Change in unavailable revenue - property taxes	183,054
Change in other postemployment benefit liabilities and deferred inflows of resources.	139,308
Change in compensated absences	(206,556)

Bond and subscription asset proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Payment of bond principal is an expenditure in the governmental funds, but the payment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas some of these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Bond principal payments	3,960,666
Subscription liability payment	347,592
Accrued interest	(141,283)
Amortization of bond premium/discount	3,255
Amortization of loss on refunding	(70,201)
Addition of SBITA	(1,014,279)

Internal service funds are used by management to charge the costs of insurance to individual funds. Internal service funds predominantly serve the governmental funds; therefore, the net expense of this fund is reported with governmental activities.

(430,530)

Change in net position of governmental activities \$ (16,819)

**SAN ANTONIO RIVER AUTHORITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
AS OF SEPTEMBER 30, 2025**

	Business-type Activities - Enterprise Funds			Business-type	Governmental
	SARA	Salitrillo	Nonmajor Fund	Activities	Activities
	Wastewater Utilities System	Wastewater Treatment Plant	Randolph AFB Collection System	Enterprise Fund Total	Internal Service Fund
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 616,906	\$ 91,444	\$ 283,152	\$ 991,502	\$ 180,381
Investments	49,243,669	17,937,451	5,696,993	72,878,113	5,361,466
Accounts receivable	1,853,793	766,320	56,396	2,676,509	3,328
Other receivables	431,642	137,309	-	568,951	24,905
Notes receivable - current portion	46,046	-	-	46,046	-
Prepaid expenses and other assets	132,391	44,130	-	176,521	-
Restricted assets:					
Accounts receivable	57,015	-	-	57,015	-
Investments	2,872,169	1,190,327	-	4,062,496	-
Total restricted assets	2,929,184	1,190,327	-	4,119,511	-
Total current assets	55,253,631	20,166,981	6,036,541	81,457,153	5,570,080
Noncurrent assets:					
Restricted assets:					
Investments	36,462,178	2,510,236	-	38,972,414	-
Total noncurrent restricted assets	36,462,178	2,510,236	-	38,972,414	-
Capital assets:					
Land	3,580,204	130,599	-	3,710,803	-
Office furniture, fixtures, and equipment	117,319	39,883	-	157,202	-
Other machinery and equipment	2,024,061	1,739,924	241,502	4,005,487	-
Automobiles and trucks	2,463,113	2,089,378	-	4,552,491	-
Buildings	2,249,334	45,257	-	2,294,591	-
Improvements other than buildings	39,719,719	31,127,315	5,734,208	76,581,242	-
Sewage treatment facilities	51,454,221	23,719,679	1,409,524	76,583,424	-
Construction in progress	20,449,475	7,580,249	-	28,029,724	-
Less accumulated depreciation	(36,690,538)	(26,961,025)	(2,128,699)	(65,780,262)	-
Total capital assets (net of accumulated depreciation)	85,366,908	39,511,259	5,256,535	130,134,702	-
Lease receivable	644,433	-	-	644,433	-
Notes receivable	80,580	-	-	80,580	-
Total noncurrent assets	122,554,099	42,021,495	5,256,535	169,832,129	-
Total assets	177,807,730	62,188,476	11,293,076	251,289,282	5,570,080
Deferred outflows of resources:					
Deferred outflow for OPEB	32,723	14,024	-	46,747	-
Deferred loss of bond refunding	331,691	-	-	331,691	-
Total deferred outflows of resources:	364,414	14,024	-	378,438	-
Total assets and deferred outflows	\$178,172,144	\$ 62,202,500	\$ 11,293,076	\$251,667,720	\$ 5,570,080

See accompanying notes to the financial statements.

**SAN ANTONIO RIVER AUTHORITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
AS OF SEPTEMBER 30, 2025**

	Business-type Activities - Enterprise Funds			Business-type Activities	Governmental Activities
	SARA	Salitrillo	Nonmajor Fund	Enterprise	Internal
	Wastewater Utilities System	Wastewater Treatment Plant	Randolph AFB Collection System	Fund Total	Service Fund
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 12,548,527	\$ 379,849	-	\$ 12,928,376	-
Due to other funds of the Authority	-	-	-	-	-
Notes payable	-	-	28,188	28,188	-
Compensated absences	26,789	11,480	-	38,269	-
Other accrued liabilities	83,100	47,414	-	130,514	442,886
Current liabilities payable from restricted assets:					
Advance for construction	1,746,000	-	-	1,746,000	-
Accounts payable	631	-	-	631	-
Retainage payable	767,622	-	2	767,624	-
Accrued interest payable	418,576	73,875	-	492,451	-
Bonds payable within one year, net of premium	2,035,000	765,000	-	2,800,000	-
Total current liabilities payable from restricted assets	4,967,829	838,875	2	5,806,706	-
Total current liabilities	17,626,245	1,277,618	28,190	18,932,053	442,886
Noncurrent liabilities:					
Notes payable	-	-	761,200	761,200	-
OPEB liability	34,142	14,632	-	48,774	-
Compensated absences	108,819	44,259	-	153,078	-
Revenue bonds payable after one year, net of premium	46,458,050	22,002,880	-	68,460,930	-
Total noncurrent liabilities	46,601,011	22,061,771	761,200	69,423,982	-
Total liabilities	64,227,256	23,339,389	789,390	88,356,035	442,886
Deferred inflows of resources:					
Deferred inflows - leases	660,312	-	-	660,312	-
NET POSITION					
Net investment in capital assets	36,994,191	16,743,379	4,467,145	58,204,715	-
Restricted for debt service	2,453,593	1,116,452	-	3,570,045	-
Restricted for construction	35,962,929	2,510,236	-	38,473,165	-
Unrestricted	37,873,863	18,493,044	6,036,541	62,403,448	5,127,194
Total net position	\$113,284,576	\$ 38,863,111	\$ 10,503,686	\$162,651,373	\$ 5,127,194

See accompanying notes to the financial statements.

SAN ANTONIO RIVER AUTHORITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Business-type Activities - Enterprise Funds			Business-type Activities	Governmental Activities
	SARA	Salitrillo	Nonmajor Fund	Enterprise	Internal
	Wastewater Utilities System	Wastewater Treatment Plant	Randolph AFB Collection System	Fund Total	Service Fund
Operating revenues:					
Intergovernmental	\$ 535,858	\$ 273,248	\$ 704,935	\$ 1,514,041	\$ -
Utility service charges	20,710,610	9,271,573	-	29,982,183	-
Charges for services	50,267	-	-	50,267	-
Premiums	-	-	-	-	4,597,702
Miscellaneous	108,909	-	-	108,909	-
Total operating revenues	<u>21,405,644</u>	<u>9,544,821</u>	<u>704,935</u>	<u>31,655,400</u>	<u>4,597,702</u>
Operating expenses:					
Personnel services	2,811,621	1,736,900	-	4,548,521	-
Supplies	582,248	266,678	23,343	872,269	-
Other services & charges	21,119,687	2,185,460	79,564	23,384,711	5,224,067
Depreciation	2,109,523	1,686,028	197,440	3,992,991	-
Total operating expenses	<u>26,623,079</u>	<u>5,875,066</u>	<u>300,347</u>	<u>32,798,492</u>	<u>5,224,067</u>
Operating income (loss)	<u>(5,217,435)</u>	<u>3,669,755</u>	<u>404,588</u>	<u>(1,143,092)</u>	<u>(626,365)</u>
Nonoperating revenues (expenses):					
Investment earnings	3,555,941	843,334	24,823	4,424,098	195,835
Net loss on sale/disposal of capital assets	(25,740)	-	-	(25,740)	-
Interest expense and amortization	(1,079,269)	(297,141)	-	(1,376,410)	-
Bond agent fees	(3,625)	(58,274)	-	(61,899)	-
Total nonoperating revenues (expenses)	<u>2,447,307</u>	<u>487,919</u>	<u>24,823</u>	<u>2,960,049</u>	<u>195,835</u>
Income (loss) before capital contributions	<u>(2,770,128)</u>	<u>4,157,674</u>	<u>429,411</u>	<u>1,816,957</u>	<u>(430,530)</u>
Capital contributions	<u>9,458,601</u>	<u>369,600</u>	<u>-</u>	<u>9,828,201</u>	<u>-</u>
Change in net position	6,688,473	4,527,274	429,411	11,645,158	(430,530)
Net position, beginning	<u>106,596,103</u>	<u>34,335,837</u>	<u>10,074,275</u>	<u>151,006,215</u>	<u>5,557,724</u>
Net position, ending	<u>\$ 113,284,576</u>	<u>\$ 38,863,111</u>	<u>\$ 10,503,686</u>	<u>\$ 162,651,373</u>	<u>\$ 5,127,194</u>

See accompanying notes to the financial statements.

**SAN ANTONIO RIVER AUTHORITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

	Business-type Activities - Enterprise Funds			Business-type Activities	Governmental Activities
	SARA Wastewater Utilities System	Salitrillo Wastewater Treatment Plant	Nonmajor Fund Randolph AFB Collection System	Enterprise Fund Total	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 21,156,264	\$ 9,858,715	\$ 703,101	\$ 31,718,080	\$ 4,593,097
Payments to suppliers	(9,368,952)	(2,202,309)	(23,391)	(11,594,652)	(4,794,310)
Payments to employees	(2,849,672)	(1,749,789)	(79,564)	(4,679,025)	-
Net cash provided (used) by operating activities	<u>8,937,640</u>	<u>5,906,617</u>	<u>600,146</u>	<u>15,444,403</u>	<u>(201,213)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Capital contributions	9,458,601	369,600	-	9,828,201	-
Principal paid on capital debt	(2,290,000)	(735,000)	(28,188)	(3,053,188)	-
Interest and fees paid on capital debt	(1,715,277)	(925,064)	-	(2,640,341)	-
Due from other funds	4,600,000	-	-	4,600,000	-
Purchases of capital assets	(8,882,586)	(2,541,266)	(156,050)	(11,579,902)	-
Net cash used in capital and related financing activities	<u>1,170,738</u>	<u>(3,831,730)</u>	<u>(184,238)</u>	<u>(2,845,230)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from sales and maturities of investments	3,685,236	2,499,941	360,564	6,545,741	230,194
Purchase of investments	(9,049,324)	(6,138,759)	(885,387)	(16,073,470)	(565,256)
Interest on investments	3,555,941	843,334	24,823	4,424,098	195,835
Net cash provided by investing activities	<u>(1,808,147)</u>	<u>(2,795,484)</u>	<u>(500,000)</u>	<u>(5,103,631)</u>	<u>(139,227)</u>
Net increase (decrease) in cash and cash equivalents	8,300,231	(720,597)	(84,092)	7,495,542	(340,440)
Cash and cash equivalents - Beginning of the year	<u>22,491,467</u>	<u>15,143,890</u>	<u>367,244</u>	<u>38,002,601</u>	<u>520,819</u>
Cash and cash equivalents - End of the year	<u>\$ 30,791,698</u>	<u>\$ 14,423,293</u>	<u>\$ 283,152</u>	<u>\$ 45,498,143</u>	<u>\$ 180,379</u>
Noncash Capital and Related Financing Activities					
Change in construction payables	\$ 3,439,234	\$ 1,409,304	\$ 4,054	\$ 4,852,592	\$ -

See accompanying notes to the financial statements.

**SAN ANTONIO RIVER AUTHORITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

	Business-type Activities - Enterprise Funds			Business-type Activities	Governmental Activities
	SARA	Salitrillo	Nonmajor Fund	Enterprise	Internal
	Wastewater Utilities System	Wastewater Treatment Plant	Randolph AFB Collection System	Fund Total	Service Fund
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Net cash provided by (used in) operating activities:					
Operating income (loss)	\$ (5,217,435)	\$ 3,669,755	\$ 404,588	\$ (1,143,092)	\$ (626,365)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	2,109,523	1,686,028	197,440	3,992,991	-
Changes in operating assets, deferred outflows of resources and liabilities:					
Receivables	(249,380)	313,894	(1,830)	62,684	(4,605)
Prepaid and other assets	(16,456)	(7,900)	-	(24,356)	-
Accounts payable	12,328,769	246,998	(52)	12,575,715	429,757
Other accrued liabilities	20,531	8,293	-	28,824	-
Deferred inflow of resources	(13,527)	-	-	(13,527)	-
Post employment retirement benefit	(10,415)	(4,464)	-	(14,879)	-
OPEB related deferrals and liabilities	(13,970)	(5,987)	-	(19,957)	-
Net cash provided by (used in) operating activities	<u>\$ 8,937,640</u>	<u>\$ 5,906,617</u>	<u>\$ 600,146</u>	<u>\$ 15,444,403</u>	<u>\$ (201,213)</u>
Reconciliation of cash and cash equivalents to Statements of Net Position accounts:					
Cash and equivalents	\$ 616,906	\$ 91,444	\$ 283,152	\$ 991,502	\$ 180,381
Current investments	49,243,669	17,937,451	5,696,993	72,878,113	5,361,466
Restricted current investments	2,872,169	1,190,327	-	4,062,496	-
Restricted non current investments	36,462,178	2,510,236	-	38,972,414	-
Total Cash and Investments	89,194,922	21,729,458	5,980,145	116,904,525	5,541,847
Less: Noncash Equivalents	<u>(58,403,224)</u>	<u>(7,306,165)</u>	<u>(5,696,993)</u>	<u>(71,406,382)</u>	<u>(5,361,468)</u>
Total Cash and Cash Equivalents	<u>\$ 30,791,698</u>	<u>\$ 14,423,293</u>	<u>\$ 283,152</u>	<u>\$ 45,498,143</u>	<u>\$ 180,379</u>

See accompanying notes to the financial statements.



SAN ANTONIO
RIVER
AUTHORITY

Notes



Photo by Brandi Adams
2025 River Clicks Photo Contest
Animals – Bexar County

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

1. Reporting Entity and Significant Accounting Policies

Reporting Entity

The San Antonio River Authority (River Authority) was created and established in 1937 by a Special Act of the Texas Legislature. This Act, as amended and added to by subsequent legislation, is codified under Article 8280-119, Vernon's Revised Civil Statutes of Texas, Title 128, Chapter 12.

The River Authority is a conservation and reclamation district under the authority of Article 16, Section 59 of the Texas Constitution, and is declared to be "a governmental agency, a municipality, body politic and corporate, vested with all the authority and full sovereignty of the State, on behalf of the State, insofar as intended by this Act and with the authority to exercise the powers, rights, privileges and functions hereinafter specified." The legislated responsibilities of the River Authority include flood and pollution control, sewage treatment, water and soil conservation, fish preservation, and forestation development. The River Authority's territory comprises all of Bexar, Wilson, Karnes, and Goliad Counties, being substantially all of the natural drainage area of the San Antonio River and its tributaries. A twelve-member elected board of directors governs the River Authority.

During FY 2022-23, the River Authority, as a political subdivision, underwent its inaugural sunset review conducted by the Sunset Advisory Commission. Following this review, a state legislative bill was passed to amend the agency's governing statute. Among the recommendations was a change to the agency's fiscal year period. Beginning with FY 2024-25, the River Authority's fiscal year started on October 1. As a result, FY 2023-24 was a 15-month period.

As required by accounting principles generally accepted in the United States of America, these financial statements present the government and its blended component units; entities for which the government is considered to be financially accountable. A blended component unit, although a legally separate entity, is, in substance, part of the government's operations, and data from these units are combined with data of the primary government. A discretely presented component unit, on the other hand, would be reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government. The River Authority has one blended component unit with September 30 fiscal year-ends. The River Authority has no discretely presented component units. Financial statements of this blended component unit can be obtained by contacting the River Authority.

Blended Component Unit

The San Antonio River Authority Public Facilities Corporation (PFC) is a nonprofit public facility corporation that acts on behalf of the River Authority in cases of debt issuances for facility purchases utilizing lease revenue bonds. The PFC is governed by the San Antonio River Authority Board of Directors and the River Authority staff provides the staff support. The PFC is reported as a special revenue fund.

In 2019 and 2024, the PFC issued bonds and entered into an agreement with the River Authority which occupies the property. The payments from the River Authority to the PFC represent and are equal to the debt service payments on the bonds. The payments are operations & maintenance expense to the River Authority and do not require the River Authority to pledge any revenue to the bondholders; however, the PFC deeded a mortgage on the property to provide security for the bond holders.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the River Authority as a whole. The statements distinguish between governmental and business-type activities. Internal service fund activity is eliminated to avoid “doubling up” revenues and expenses. Governmental activities are generally financed through property tax revenue, intergovernmental revenues, and reimbursements from participants. Business-type activities are financed by fees charged to external parties for goods or services.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are presented on a consolidated basis by column and are reported on a full accrual basis of accounting and the economic resource measurement focus, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the River Authority and for each function of the River Authority’s governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The River Authority has certain indirect costs that are included in the program expense reported for individual function and activities. Program revenues include charges paid by the recipients of goods or services offered by the programs and grants that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, such as property taxes and investment earnings, are presented as general revenues.

Fund Financial Statements

Fund financial statements of the River Authority are organized into funds, each of which is considered separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into two major categories: governmental and proprietary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the River Authority or meets the following criteria:

- a) Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise funds are at least ten percent (10%) of the corresponding total for all funds of that category or type; and
- b) Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures/expenses of the individual governmental and enterprise funds are at least five percent (5%) of the corresponding total for all governmental and business-type activities combined
- c) In addition, any other governmental or enterprise fund that the River Authority believes is particularly important to financial statement users may be reported as a major fund.

Nonmajor funds are presented in the aggregate in the fund-based financial statements and individually in the Other Supplementary Information - Combining and Individual Fund Statements and Schedules section of this report.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Governmental funds are used to account for the River Authority's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period.

The River Authority considers ad valorem taxes as available if they are collected within sixty (60) days after year-end. Expenditures are recorded when the fund liability is incurred, except for unmatured principal on long-term debt which is recorded when payment is due.

Major governmental funds (5) include the following:

The *General Fund* is the River Authority's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Bexar County Westside Creeks Restoration Projects* is a capital project fund which accounts for improvements to the Westside Creek Restoration project supported by Bexar County.

The *SARA Project Fund* is a capital project fund which accounts for studies and projects that further the mission of the River Authority.

The *Debt Service Fund* accounts for resources to pay principal and interest on long-term debt for non-enterprise system capital improvement projects. Revenues come from the River Authority's portion of the Bexar County flood control property tax revenue and from the General Fund.

The *Public Facilities Corporation Fund* accounts for the San Antonio River Authority Public Facilities Corporation which acts on behalf of the River Authority in cases of debt issuances for facility purchases using lease revenue bonds.

Nonmajor governmental funds (10) of the River Authority are comprised of multiple special revenue and capital project funds.

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Proprietary funds of the River Authority consist of enterprise funds and an internal service fund.

Major enterprise funds include the following:

The *SARA Wastewater Utilities Systems Fund* is the River Authority's primary enterprise fund. It accounts for the activities of wastewater treatment systems for residential and business customers outside the jurisdiction of the City of San Antonio, Texas but within the San Antonio River Authority's watershed.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

The *Salitrillo Wastewater Treatment Plant Fund* accounts for the wastewater treatment plant activities for wholesale customers.

The nonmajor enterprise fund of the River Authority is the Randolph AFB Fund.

The **Internal Service Fund** is used to account for medical, dental and vision benefits to River Authority employees, participating dependents, and eligible retirees on a cost-reimbursement basis.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, consistent with the presentation of the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred or economic asset used, regardless of the timing of related cash flows.

Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Support fees are recognized annually and received from River Authority proprietary type funds based on what is calculated. Contribution revenues primarily consist of property donations and are recognized when the property is deeded over to the River Authority.

Government 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 River Authority considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are considered measurable and available only when cash is received by the River Authority.

The accounts of the River Authority are organized and operated on the basis of Funds. A Fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the River Authority's utility functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenue reported for the various functions concerned.

Amounts reported as program revenues include charges for services which represent 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.

SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the River Authority's enterprise funds are charges to customers for water and wastewater services. Operating expenses for enterprise funds include the cost of service, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents have original maturities of three months or less from the date of acquisition.

Investments

Investments for the River Authority are stated at fair value. The fair value framework uses a hierarchy that prioritizes the inputs to the valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the River Authority has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets.
- Quoted prices for identical or similar assets or liabilities in inactive markets.
- Inputs other than quoted prices that are observable for the asset or liability.
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability. Most investments in debt securities are valued using Level 2 measurements because the valuation uses interest rate curves and credit spreads applied to the terms of the debt instrument (maturity and coupon interest rate) and consider counter-party credit rating.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The valuation methodologies described above may produce a fair value calculation that may not be indicative of net realizable values or reflective of future fair values. Furthermore, while the River Authority believes its valuation methods are appropriate and consistent with those of other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified.

Assets restricted for the acquisition of capital assets or to pay noncurrent liabilities are reported as noncurrent assets in the balance sheet regardless of their relative liquidity.

Net Position

Net position represents the residual difference of assets and deferred outflows of resources less liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances, net of any premiums and discounts, or any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds.

Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Unrestricted net position represents the remaining portion of net position.

Deferred Outflows / Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This financial statement element, deferred outflows of resources, represents a consumption of assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This financial statement element, deferred inflows of resources, represents an acquisition of assets balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Capital Assets

Capital assets, which include property, plant, equipment, subscription assets, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for the proprietary funds. All purchased capital assets over \$5,000 are capitalized at cost. Donated capital assets are valued at their estimated acquisition value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized. Assets acquired are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Records of all capital assets, including these infrastructure capital assets, are maintained for both management and accountability purposes.

Depreciation of capital assets is charged as an expense against operations. Accumulated depreciation is reported on the Statement of Net Position. Depreciation is generally recorded on the straight-line basis over the estimated life of the assets. The estimated useful lives are as follows:

Asset Class	Life
Office furniture, fixtures, and equipment	3 – 10 years
Subscription assets and software	3 – 10 years
Other machinery and equipment	5 – 20 years
Automobiles and trucks	3 – 10 years
Buildings	10 – 30 years
Improvements other than buildings	5 – 30 years
Sewage treatment facilities	10 – 50 years
Water treatment facilities	10 – 50 years
Flood control infrastructures	10 – 50 years
Restoration projects	10 – 50 years

Ad Valorem Tax

In 1961, an ad valorem tax of two cents per one hundred dollars assessed valuation was approved by River Authority voters and was collected annually at its maximum rate by the tax collector of each county. Effective July 1, 1977, the tax was reduced to one and one-half cents per one hundred dollars, and effective July 1, 1979; the tax was further reduced to one cent per one hundred dollars valuation by action of the River Authority. Use of this tax income is limited to general administration, maintenance of completed projects, and updating of the River Authority’s master plan for water resource development. This tax revenue may not be pledged to debt service on any bonds, nor may it be used to construct works of improvement. No tax was levied for fiscal year 1981 and subsequent years. In June 2002, the River Authority’s Board of Directors, after approval of the five-year service plan, reinstated the ad valorem tax in the amount of \$0.016425 per one hundred dollars valuation. The tax rate for fiscal year 2025 was \$0.01787 per one hundred dollars valuation. The service areas to address were flood control, water resources, water quality, utilities and park services. Property taxes are levied each October 1 on the taxable value as of the preceding January 1, the date a lien attaches, for all real and personal property located in the River Authority’s territory. Taxes are due by January 31 following the October 1 assessment date and become delinquent on February 1, at which time they begin accruing penalty and interest.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Taxes/Accounts receivable

Tax receivables have been shown net of an allowance of uncollectible accounts of \$464,468, based on historical trends. The allowance for uncollectible accounts is established as losses are estimated to have occurred through a provision for bad debt charged to earnings. Losses are charged against the allowance using specific identification method when management believes it is probable the receivable will be recovered. As of September 30, 2025, management determined accounts receivable and intergovernmental receivables to be fully collectible.

Other Accrued Liabilities

Accrued liabilities consist of accrued payroll and other benefit related liabilities.

Long-Term Obligations

Long-term debt and other obligations are reported as the River Authority's liabilities. Bond premiums and discounts are amortized over the life of the bonds using a method which approximates the effective interest method. Gains or losses on prior refunding are amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter. The balance at year-end for premiums and discounts is shown as an increase or decrease in the liability section of the statement of net position. The balance at year-end for the loss on refunding is shown as a deferred outflow in the statement of net position.

Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, the River Authority's plan recognizes benefit payments when due and payable in accordance with benefit terms.

Unearned Revenue

Unearned revenue – funds received in advance from partnering entities for construction projects that the River Authority is managing. These funds are recognized as construction progresses.

Capital Contributions

Capital assets that have been funded or contributed by other governmental entities and developers (connection fees) are recorded as contributed capital at the time it is recognized.

Budgetary Information

By-laws of the River Authority require the Board of Directors to adopt an annual budget which estimates the amount of funds available from all sources and to allocate the amount of funds which may be expended during the forthcoming fiscal year. The responsibility for such allocations rests in the General Manager of the River Authority. After adoption of the allocations by the Board of Directors, the General Manager has full authority to expend within the fund allocations, which becomes the appropriation level. In practice, the General Manager submits all changes in total by fund to the Board for its approval. The annual budgetary data for governmental fund types included in the financial statements represents the original budget and amendments as adopted by

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

the Board of Directors of the River Authority and is on the same modified accrual basis used to reflect revenues and expenditures of the General Fund and Special Revenue Funds. Provisions of the bond orders and appropriated transfers from the General Fund control the Debt Service Fund. An annual budget has not been formally adopted for the Capital Project Funds as these funds are budgeted by project period rather than by fiscal year.

Encumbrances

Encumbrance accounting is utilized as an extension of the formal budgetary process to reflect the estimated amount of future expenditures arising from the issuance of purchase orders, contracts or other forms of legal commitments existing at year-end which will be paid in the future. Encumbrances lapse at year end; however, the succeeding year's budget provides for the re-appropriation of certain year-end encumbrances. These "open" encumbrances are included in the Assigned Fund Balance at fiscal year-end in accordance with their spending constraint. Encumbrances do not constitute expenditures or liabilities since goods and services are not yet received.

Leases

The River Authority is a lessor because it leases capital assets to other entities. As a lessor, the River Authority reports a lease receivable and corresponding deferred inflow of resources at the fund level and entity-wide statements (Note 5). The government continues to report and depreciate the capital assets being leased as capital assets of the primary government and business-type activities.

The River Authority is a lessee because it leases capital assets from other entities. As a lessee, the River Authority reports a lease liability and an intangible right-to-use capital asset (known as the lease asset) on the entity-wide statements and proprietary fund statements. In the governmental fund financial statements, the government recognizes lease proceeds and capital outlay at initiation of the lease, and the outflow of resources for the lease liability as a debt service payment.

Subscription Based Information Technology Arrangements (SBITA)

A SBITA is defined as a contract that conveys control of the right to use another party's (a SBITA vendor's) information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction. These type of technology arrangements follow the same thresholds for capitalization as identified in the lessor section of Leases discussed above.

Advance for Construction

The River Authority may receive advances or deposits for capital projects prior to construction commencing. These funds will be included as a liability on the financial statements until construction begins. At that time, funds will be recognized as revenue.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Allocation of Administrative Expenses

An allocation plan is utilized to charge the various operating divisions for administrative costs recorded in the General Fund. The allocations are recorded as reimbursements of expenditures (negative expenditures) in the General Fund and as expenditures/expenses in each fund receiving an allocation.

Compensated Absences

The River Authority allows employees to accumulate vacation and sick leave with certain limitations. Vacation and sick leave are accrued as the benefits are earned and are attributable to past service. Accumulated compensated absences that are expected to be liquidated with expendable available financial resources upon termination or as leave is taken are reported as an expenditure and a liability of the governmental funds that will pay the liability. Amounts of accumulated compensated absences that are not expected to be liquidated with expendable available financial resources are reported in the Governmental Activities. Accumulated compensated absences of the proprietary funds are recorded as an expense and liability of those funds as the benefits accrue to employees.

Fund Balances

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definition*, the River Authority reports several types of fund balances in its governmental funds: “Nonspendable, Restricted, Committed, Assigned, and Unassigned”.

- *Nonspendable* fund balances are those that include amounts that cannot be spent because they are (a) either not in spendable form or (b) legally or contractually required to be maintained intact.
- *Restricted* fund balances are those that have constraints placed on the use of their resources. These constraints can be: (a) externally imposed by creditors (i.e. debt covenants), grantors, contributors or laws/regulations of other governments; or (b) imposed by law through constitutional provision or enabling legislation. Both constraints are legally enforceable by an external party.
- *Committed* fund balances include amounts that can be used only for the specific purposes determined by a formal action of the River Authority’s highest level of decision-making authority. The Board of Directors is the highest level of decision-making authority for the River Authority that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.
- *Assigned* fund balances are those that are constrained by the River Authority’s “intent” to be used for specific purposes but are neither restricted nor committed. Assigned fund balances do not require River Authority Board of Director formal action and may be specified as “intent” simply through the budgeting process that the resources from these funds be spent for specific purposes within the fund. The River Authority has delegated the authority to make assignments to the General Manager or his designee.
- *Unassigned* fund balances are those that represent fund balance that has not been restricted, committed, or assigned. The General Fund is the only fund that reports a positive unassigned fund balance.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

When expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available, the River Authority considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned or unassigned fund balances are available, the River Authority considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless the River Authority Board of Directors or its delegated official has provided otherwise in its commitment or assignment actions.

Deficit Fund Balance

The following funds had a deficit in total balance at year-end:

Government Funds	
Major funds:	
Debt Service	\$ 121,000
Nonmajor funds:	
Bexar County Capital Projects	\$ 772,861
Other Capital Projects	\$ 37,851

The deficits are primarily attributed to overestimation of deferred revenue and bond-related expenses. The finance team is actively collaborating with the Project Management Office and Department Managers to refine revenue projections and ensure more accurate estimates for future capital project requests. This effort is aimed at setting the stage for more precise capital project budgeting.

Accounting Standard Implementation

In June 2023, the GASB issued Statement No. 101 – *Compensated Absences*. This statement provides updated guidance on the recognition and measurement of liabilities for compensated absences, including vacation leave and sick leave. GASB Statement No. 101 requires governments to recognize a liability for compensated absences that are attributable to past service and for which payment is probable. The statement is intended to improve consistency and comparability in the reporting of compensated absences across governments. The River Authority implemented this standard as of October 1, 2024.

In June 2023, the GASB issued Statement No. 102 – *Certain Risk Disclosures*. This statement establishes additional disclosure requirements related to concentrations and constraints that may affect a government's financial condition. GASB Statement No. 102 does not change recognition or measurement requirements but is intended to improve the clarity and usefulness of risk-related disclosures. The River Authority evaluated the requirements of this statement and determined that its implementation, effective October 1, 2024, did not have a material impact on the financial statements.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Effect of New Accounting Standards on Future Period Financial Statements

GASB has approved the following statements:

- Statement No. 103, *Financial Reporting Model Improvements*
- Statement No. 104, *Disclosure of Certain Capital Assets*
- Statement No. 105, *Subsequent Events*

The River Authority is in the process of evaluating these statements to determine the impact, if any, on the River Authority.

2. Cash and Investments

Cash includes currency on hand and demand deposits with financial institutions. Statutes and bond covenants allow the River Authority to invest in (1) obligations guaranteed or insured by the United States of America, which, in the opinion of the Attorney General of the United States, are backed by its full faith and credit or represent its general obligations; (2) obligations of the United States of America, including, but not limited to, evidence of indebtedness issued, insured, or guaranteed by such governmental agencies as the Federal Land Banks, Federal Intermediate Credit Banks, Banks for Cooperatives, Federal Home Loan Banks, Government National Mortgage Association, United States Postal Service, Farmers Home Administration, Federal Home Loan Mortgage Association, Small Business Administration, Federal Housing Association, or Participation Certificates in the Federal Assets Financing Trust; (3) certificates of deposit that are insured by the Federal Deposit Insurance Corporation (FDIC) or secured by obligations having a fair value of at least the principal amount of the certificates; and (4) fully collateralized direct repurchase agreements.

All custodial credit risk deposits are insured by Federal depository insurance and/or collateralized with securities held by the River Authority's agent in the River Authority's name. The River Authority's cash deposits are held in Wells Fargo Bank, which is qualified as a public depository under Texas law and is deemed to be insured and not subject to classification by credit risk.

To control custody and safekeeping risk, state law and the River Authority's adopted Investment Policy requires 102% fair value on collateral for all time and demand deposits, as well as 102% collateral for repurchase agreements. Investment risk is mitigated by (1) establishing diversification as a major objective in the Investment Policy and (2) setting maximum maturity date of five years as well as a maximum weighted average maturity of two years for the total portfolio. All of the River Authority's deposits are covered by FDIC or pledged collateral.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

The River Authority's investments at September 30, 2025 are as follows:

	Carrying Amount	Weighted Average Maturities (years)
Local Government Investment Pools		
TexPool	\$ 2,173,440	0.00
TexPool Prime	78,516,203	0.00
U.S. Agencies		
Federal Farm Credit Bank	8,142,610	2.65
Federal Home Loan Bank	29,456,880	1.43
Farmer Mac	4,871,600	1.44
U.S. Treasury Notes	72,954,785	3.04
	\$ 196,115,518	
Portfolio weighted average maturity		1.49

Investment Reconciliation:

Current Investments	\$ 135,726,471
Restricted Current Investments	6,755,909
Restricted Non-current Investments	53,633,138
Total Investments	\$ 196,115,518

Texas Local Government Investment Pool (TexPool) is a public funds investment pool and is rated as AAA by Standards & Poors under the TexPool Participation Agreement, administration, and investment services to TexPool are provided by Federated Investors, Inc. through an agreement with the State of Texas Comptroller of Public Accounts. The State of Texas Comptroller of Public Accounts is the sole officer, director, and shareholder of the Texas Treasury Safekeeping Trust Company authorized to operate TexPool.

Interest Rate Risk: In accordance with its investment policy, the River Authority manages its exposure to declines in fair values by investing in investments that match anticipated cash flow requirements, thereby avoiding the need to sell securities on the open market prior to maturity and by investing other operating funds in short-term securities. Investments are limited to final stated maturities of not more than five years from the date of purchase. Money market funds and pools have a maturity of less than one year.

Credit Risk: State Law limits investments in money market mutual funds to not less than AAA rating or its equivalent by nationally recognized statistical rating organizations (NRSROs). It is the River Authority's policy to limit its investments in these investment types to the AAA rating issued by NRSROs. FRMAC, FNMA, FFCEB and FHLB S&P rating is AA+. By policy and state law commercial paper must be rated A1/P1 or equivalent by two NRSROs and is policy restricted to a maximum maturity of 270 days.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Concentration of Credit Risk: The River Authority places no limit on the amount that may be invested in any one issuer. However, the River Authority's investment policy calls for portfolio diversification by avoiding over-concentration in a specific maturity sector or specific instruments. The River Authority's portfolio is 4.2% invested in Federal Farm Credit Bank and 15% invested in Federal Home Loan Bank as of September 30, 2025. The remaining 80.8% of the River Authority's investments are held in external investment pools, other U.S. agencies and U.S. Treasury notes.

Custodial Credit Risk – Investments: For an investment, this is the risk that, in the event of the failure of the counterparty, the River Authority will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The River Authority is not exposed to this risk since all investments are held in the River Authority's name.

TexPool uses amortized cost to value portfolio assets and follows the criteria for GASB Statement No. 79 for use of amortized cost. TexPool and Money Market investments do not place any limitations or restrictions such as notice periods or maximum transaction amounts, on withdrawals.

Investment Valuation

The River Authority categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of assets. The River Authority's investments for all funds at fiscal year-end are listed below at fair value, net of accruals. The River Authority has the following recurring fair value measurements as of September 30, 2025:

GASB 72	September 30, 2025	Level 1	Level 2	Level 3
Investments by Fair Value Level:				
Debt Securities				
Federal Farm Credit Bank	\$ 8,142,610	\$ -	\$ 8,142,610	\$ -
Federal Home Loan Bank	29,456,880	-	29,456,880	-
Farmer Mac	4,871,600	-	4,871,600	-
U.S. Treasury Notes	72,954,785	72,954,785	-	-
Total Debt Securities	<u>\$ 115,425,875</u>	<u>\$ 72,954,785</u>	<u>\$ 42,471,090</u>	<u>\$ -</u>
Total Investments Measured at Fair Value Level	<u>\$ 115,425,875</u>	<u>\$ 72,954,785</u>	<u>\$ 42,471,090</u>	<u>\$ -</u>
Investments Measured at Amortized Cost:				
TexPool	2,173,440			
TexPool Prime	78,516,203			
Total Investments Measured at Amortized Costs	<u>80,689,643</u>			
Total	<u>\$ 196,115,518</u>			

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

3. Notes Receivable

Business-type Activities. The San Antonio River Authority Board of Directors approved an agreement between the River Authority and the City of La Vernia that authorized the River Authority to loan the City of La Vernia funds to obtain, maintain and operate certain wastewater treatment and other related facilities in La Vernia. The River Authority loaned the City of La Vernia \$600,000 at an interest rate of 4.48% over a twenty (20) year term with annual payments to begin one year after the final draw is made. The River Authority will advance the money in installments at the request of the City.

	Balance 10/1/2024	Additions	Reductions	Balance 9/30/2025	Current Portion
Business-type activities:					
City of La Vernia	\$ 165,268	\$ -	\$ 38,642	\$ 126,626	\$ 46,046
Total notes receivable	<u>\$ 165,268</u>	<u>\$ -</u>	<u>\$ 38,642</u>	<u>\$ 126,626</u>	<u>\$ 46,046</u>

4. Lease Receivables

Business-Type Activities. As of September 30, 2025, the River Authority had the following lease receivable:

Lease receivables description	Date of Inception	Final Maturity	Interest Rate	Fiscal Year Lease Revenue	Interest Income	Receivable Balance	Current portion
Lease of land to TDS	1/1/2014	12/31/2043	4%	\$ 13,527	\$ 45,285	\$ 660,312	\$ 15,879

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

5. Capital Assets

The following tables summarize the changes in the components of the Capital Assets:

	Balance September 30, 2024	Additions	Deletions	Transfers	Balance September 30, 2025
<i>Governmental Activities:</i>					
Capital assets, not being depreciated:					
Land	\$ 36,621,666	\$ -	\$ -	\$ -	\$ 36,621,666
Water rights	227,447	-	-	-	227,447
Construction in progress	274,556,674	9,177,587	-	(278,527,784)	5,206,477
Total capital assets, not being depreciated	<u>311,405,787</u>	<u>9,177,587</u>	<u>-</u>	<u>(278,527,784)</u>	<u>42,055,590</u>
Capital assets, being depreciated:					
Subscription asset	959,065	1,014,729	(959,065)	-	1,014,729
Office furniture, fixtures and equipment	2,792,240	278,437	(1,041,050)	-	2,029,627
Other machinery and equipment	8,052,082	284,622	(232,217)	-	8,104,487
Automobiles and trucks	2,551,284	190,146	(67,990)	66,757	2,740,197
Buildings	24,634,791	-	-	-	24,634,791
Improvements other than buildings	29,072,326	270,945	-	2,610,345	31,953,616
Flood control projects	339,164,871	-	-	-	339,164,871
Restoration projects	236,996,307	-	-	275,917,439	512,913,746
Total capital assets, being depreciated	<u>644,222,966</u>	<u>2,038,879</u>	<u>(2,300,322)</u>	<u>278,594,541</u>	<u>922,556,064</u>
Accumulated depreciation					
Subscription asset	(660,766)	(356,231)	959,065	-	(57,932)
Office furniture, fixtures and equipment	(2,315,282)	(101,551)	1,036,880	-	(1,379,953)
Other machinery and equipment	(5,657,026)	(389,005)	232,217	-	(5,813,814)
Automobiles and trucks	(1,762,909)	(154,340)	67,990	(66,757)	(1,916,016)
Buildings	(13,774,423)	(806,663)	-	-	(14,581,086)
Improvements other than buildings	(5,447,278)	(1,562,384)	-	-	(7,009,662)
Flood control projects	(181,093,736)	(6,581,660)	-	-	(187,675,396)
Restoration projects	(94,184,213)	(13,636,600)	-	-	(107,820,813)
Total accumulated depreciation	<u>(304,895,633)</u>	<u>(23,588,434)</u>	<u>2,296,152</u>	<u>(66,757)</u>	<u>(326,254,672)</u>
Governmental activities capital assets, net	<u>\$ 650,733,120</u>	<u>\$ (12,371,968)</u>	<u>\$ (4,170)</u>	<u>\$ -</u>	<u>\$ 638,356,982</u>

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

	Balance September 30, 2024	Additions	Deletions	Transfers	Balance September 30, 2025
Business-type Activities:					
Capital assets, not being depreciated:					
Land	\$ 3,408,858	\$ 301,945	\$ -	\$ -	\$ 3,710,803
Construction in progress	50,764,538	5,792,255	-	(28,527,069)	28,029,724
Total capital assets, not being depreciated	<u>54,173,396</u>	<u>6,094,200</u>	<u>-</u>	<u>(28,527,069)</u>	<u>31,740,527</u>
Capital assets, being depreciated:					
Office furniture, fixtures and equipment	150,791	\$ 29,035	\$ (22,624)	\$ -	157,202
Other machinery and equipment	5,410,717	32,878	(126,610)	(1,311,496)	4,005,489
Automobiles and trucks	3,260,849	161,766	(114,864)	1,244,739	4,552,490
Buildings	2,300,976	-	(6,385)	-	2,294,591
Improvements other than buildings	47,676,766	377,405	-	28,527,069	76,581,240
Sewage treatment facilities	76,583,425	-	-	-	76,583,425
Total capital assets, being depreciated	<u>135,383,524</u>	<u>601,084</u>	<u>(270,483)</u>	<u>28,460,312</u>	<u>164,174,437</u>
Accumulated depreciation					
Office furniture, fixtures and equipment	(47,690)	(7,498)	22,624	-	(32,564)
Other machinery and equipment	(3,932,038)	(289,658)	115,438	-	(4,106,258)
Automobiles and trucks	(1,264,252)	(341,901)	97,244	66,757	(1,442,152)
Buildings	(1,572,090)	(108,288)	6,385	-	(1,673,993)
Improvements other than buildings	(9,069,291)	(1,673,696)	-	-	(10,742,987)
Sewage treatment facilities	(46,210,358)	(1,571,950)	-	-	(47,782,308)
Total accumulated depreciation	<u>(62,095,719)</u>	<u>(3,992,991)</u>	<u>241,691</u>	<u>66,757</u>	<u>(65,780,262)</u>
Business-type activities capital assets, net	<u>\$ 127,461,201</u>	<u>\$ 2,702,293</u>	<u>\$ (28,792)</u>	<u>\$ -</u>	<u>\$ 130,134,702</u>

Depreciation expense was charged to functions/programs of the River Authority as follows:

<u>Fund</u>	<u>2025</u>
<u>Governmental activities</u>	
General government	\$ 18,980,876
Operations	4,042,774
Technical services	564,784
Total depreciation expense - governmental activities	<u>\$ 23,588,434</u>
Business-type activities	<u>\$ 3,992,991</u>

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

6. Summary of Long-Term Debt

Long-term liability activity for the year ended September 30, 2025 was as follows:

	Balance			Balance	Current
	September 30, 2024	Additions*	Reductions*	September 30, 2025	Portion
Governmental activities:					
Bonds payable	\$ 32,551,000	\$ -	\$ 3,953,000	\$ 28,598,000	\$ 4,061,000
Subscription liability	-	1,014,729	347,592	667,137	324,725
Premiums (discounts)	58,871	-	3,255	55,616	-
Compensated absences	958,533	206,556	-	1,165,089	233,018
Total long-term liabilities	<u>\$ 33,568,404</u>	<u>\$ 1,221,285</u>	<u>\$ 4,303,847</u>	<u>\$ 30,485,842</u>	<u>\$ 4,618,743</u>
Business-type activities:					
Bonds payable	\$ 69,570,000	\$ -	\$ 3,025,000	\$ 66,545,000	\$ 2,800,000
Premiums (discounts)	5,901,172	-	1,185,242	4,715,930	-
Notes payable	817,576	-	28,188	789,388	28,188
Compensated absences	193,924	-	2,578	191,346	38,269
Total long-term liabilities	<u>\$ 76,482,672</u>	<u>\$ -</u>	<u>\$ 4,241,008</u>	<u>\$ 72,241,664</u>	<u>\$ 2,866,457</u>

* Changes in compensated absences are reported as a net amount as permitted by GASB Statement No. 101.

The River Authority liquidates compensated absences during the fiscal year from the General Fund, SARA Wastewater Fund, or Salitrillo Wastewater Fund based on where the employee's pay originates.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
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The River Authority issues bonds where the River Authority pledges income derived from the acquired or constructed assets to pay debt service. The following is a summary of changes in long-term debt of the River Authority during the year ended September 30, 2025.

Series	Effective Interest Rate	Range of Maturity	Original Amount	Outstanding September 30, 2024	Additions	Deletions	Outstanding September 30, 2025	Amount Due within One Year
SACIP Improvement Revenue Bonds:								
2015	1.9000%	2017-2028	\$ 8,265,000	\$ 705,000	\$ -	\$ 230,000	\$ 475,000	\$ 235,000
2016	1.7700%	2017-2026	1,200,000	255,000	-	125,000	130,000	130,000
2019	3.1500%	2019-2032	11,530,000	6,725,000	-	870,000	5,855,000	900,000
			<u>20,995,000</u>	<u>7,685,000</u>	<u>-</u>	<u>1,225,000</u>	<u>6,460,000</u>	<u>1,265,000</u>
Public Facilities Corp. Lease Revenue Bonds:								
2014	3.7200%	2016-2035	3,100,000	1,796,000	-	148,000	1,648,000	151,000
2019	1.9700%	2020-2035	10,600,000	8,070,000	-	665,000	7,405,000	675,000
2024	4.0000%	2024-2031	15,000,000	15,000,000	-	1,915,000	13,085,000	1,970,000
			<u>28,700,000</u>	<u>24,866,000</u>	<u>-</u>	<u>2,728,000</u>	<u>22,138,000</u>	<u>2,796,000</u>
			<u>\$ 49,695,000</u>	<u>\$ 32,551,000</u>	<u>\$ -</u>	<u>\$ 3,953,000</u>	<u>\$ 28,598,000</u>	<u>\$ 4,061,000</u>

Business-type Activities

The River Authority has pledged future SARA wastewater customer revenue net of specified operating expenses, to repay an initial principal amount of \$55,435,000 in Wastewater system revenue bonds issued in 2013A, 2017, 2017A, 2021 and 2023. Proceeds from these bonds have provided financing extensions and improvements to the SARA wastewater system including the expansions/improvements to the Martinez II and IV plants. These bonds are payable solely from SARA Wastewater Utilities System customer net revenues and are payable through 2048. Annual principal and interest payments on the bonds are expected to require approximately nine (9) percent of operating revenues. The total principal and interest remaining to be paid on the bonds is \$64,423,921. Principal and interest paid for the current year and total pledged revenues were \$3,910,074 and \$29,076,308 respectively.

The River Authority has pledged future Salitrillo wastewater customer revenue net of specified operating expenses, to repay an initial principal amount of \$23,535,000 in Wastewater system revenue bonds issued in 2019 and 2020. Proceeds from these bonds have provided financing for the expansion and improvements to the Salitrillo Wastewater treatment plant. These bonds are payable solely from Salitrillo Wastewater Utilities System customer net revenues and are payable through 2045. Annual principal and interest payments on the bonds are expected to require approximately 11 percent of operating revenues. The total principal and interest remaining to be paid on the bonds is \$29,632,258. Principal and interest paid for the current year and total pledged revenues were \$2,188,408 and \$10,757,755, respectively.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
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Series		Effective Interest Rate	Range of Maturity	Original Amount	Outstanding 30-Sep-24	Additions	Deletions	Outstanding 30-Sep-25	Amount Due Within One Year
SARA Wastewater Utilities System									
Revenue Refunding Bonds:	2017A	4.0000%	2019-2031	\$ 6,855,000	\$ 4,325,000	\$ -	\$ 555,000	\$ 3,770,000	\$ 570,000
SARA Wastewater Utilities System									
Revenue Bonds:	2017	0.7200%	2019-2038	9,500,000	6,885,000	-	445,000	6,440,000	450,000
SARA Wastewater Utilities System									
Revenue Bonds:	2021	4.0000%	2021-2046	20,765,000	19,515,000	-	590,000	18,925,000	610,000
SARA Wastewater Utilities System									
Revenue Bonds:	2023	6.0000%	2023-2048	18,315,000	17,615,000	-	590,000	17,025,000	620,000
Salitrillo Wastewater Utility System									
Revenue Bonds:	2020	5.0000%	2020-2045	21,885,000	20,145,000	-	700,000	19,445,000	405,000
Contract Revenue Bonds:	2019	1.9100%	2020-2031	1,650,000	1,085,000	-	145,000	940,000	145,000
				<u>\$ 78,970,000</u>	<u>\$ 69,570,000</u>	<u>\$ -</u>	<u>\$ 3,025,000</u>	<u>\$ 66,545,000</u>	<u>\$ 2,800,000</u>

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Various issues	\$ 28,598,000	\$ 66,545,000
Unamortized premiums	153,511	4,715,930
Unamortized (discount)	(97,895)	-
Total bonds payable, net	<u>28,653,616</u>	<u>71,260,930</u>
Less bonds payable within one year	<u>4,061,000</u>	<u>2,800,000</u>
Bonds payable after one year, net	<u>\$ 24,592,616</u>	<u>\$ 68,460,930</u>

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Principal and interest requirements to maturity for all long-term debt of the River Authority as of September 30, 2025 are summarized as follows:

Fiscal Year	Governmental Activities			Business-type Activities			Total Debt
	Principal	Interest	Total	Principal	Interest	Total	
2026	\$ 4,061,000	\$ 873,662	\$ 4,934,662	\$ 2,800,000	\$ 2,469,635	\$ 5,269,635	\$ 10,204,297
2027	4,064,000	740,437	4,804,437	2,915,000	2,356,122	5,271,122	10,075,559
2028	3,952,000	603,721	4,555,721	3,040,000	2,236,786	5,276,786	9,832,507
2029	4,090,000	466,818	4,556,818	3,165,000	2,113,805	5,278,805	9,835,623
2030	4,228,000	324,968	4,552,968	3,285,000	1,987,421	5,272,421	9,825,389
2031-2035	8,203,000	352,849	8,555,849	14,715,000	8,174,060	22,889,060	31,444,909
2036-2040	-	-	-	15,470,000	5,407,994	20,877,994	20,877,994
2041-2045	-	-	-	16,650,000	2,521,438	19,171,438	19,171,438
2046-2050	-	-	-	4,505,000	243,919	4,748,919	4,748,919
	<u>\$ 28,598,000</u>	<u>\$ 3,362,455</u>	<u>\$ 31,960,455</u>	<u>\$ 66,545,000</u>	<u>\$ 27,511,179</u>	<u>\$ 94,056,179</u>	<u>\$ 126,016,634</u>

Additional bonds for the wastewater facility funds are on parity with all outstanding bonds. Bonds may be issued when the net revenues of the System (1) are at least 1.25 times the average annual principal and interest requirements on all outstanding bonds and the then-proposed additional bonds for the past fiscal year or 12-month period ending within 90 days of the sale of the additional bonds, and (2) are estimated by a Registered Professional Engineer to be at least 1.50 times the future principal and interest requirement on the then-outstanding bonds and the then-proposed additional bonds. Management deems the River Authority is in compliance with bond covenants.

The Federal Tax Reform Act of 1986 requires issuers of tax-exempt debt to make payments to the United States Treasury for investment income received at yields that exceed the issuer's tax-exempt borrowing rates. The Treasury requires payment for each issue every five years. The liability is not recorded until payment is actually made or the liability has become due and payable.

Notes Payable

Business-type Activities. As of September 30, 2025, the River Authority had the following notes for the purchase of a collection system. The gross amount of the sewage treatment facilities is \$1,409,524, with accumulated depreciation of \$620,189.

	Interest Rate	Range of Maturity	Original Amount	Balance 9/30/2024	Additions	Payments	Balance 9/30/2025	Current Portion
Dept of Defense	0.00%	2004-2054	<u>\$ 1,409,524</u>	<u>\$ 817,576</u>	<u>\$ -</u>	<u>\$ 28,188</u>	<u>\$ 789,388</u>	<u>\$ 28,188</u>

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Principal and interest requirements to maturity for all notes payable of the River Authority as of September 30, 2025, are as follows:

<u>Fiscal Year</u>	<u>Business-type Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 28,188	\$ -	\$ 28,188
2027	28,188	-	28,188
2028	28,188	-	28,188
2029	28,188	-	28,188
2030	28,188	-	28,188
2031-2035	140,940	-	140,940
2036-2040	140,940	-	140,940
2041-2045	140,940	-	140,940
2046-2050	140,940	-	140,940
2051-2054	84,688	-	84,688
	<u>\$ 789,388</u>	<u>\$ -</u>	<u>\$ 789,388</u>

Subscription Based Information Technology Arrangements (SBITA)

Governmental Activities. As of September 30, 2025, the River Authority had the following subscription payable:

	<u>Date of Inception</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Principal payment</u>	<u>Interest payment</u>	<u>Total Payment</u>	<u>Current portion</u>	<u>Long-term portion</u>
Subscription payable	8/1/2025	8/1/2028	6.97%	\$ 347,592	\$ 7,454	\$ 355,046	\$ 324,725	\$ 342,412

Principal and interest requirements to maturity for the subscription payable of the River Authority as of September 30, 2025, are as follows:

<u>Years</u>	<u>Government-wide Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 324,725	\$ 30,321	\$ 355,046
2027	342,412	12,634	355,046
Totals	<u>\$ 667,137</u>	<u>\$ 42,955</u>	<u>\$ 710,092</u>

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
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7. Pension Plan

Defined Contribution Pension Plan

The River Authority has a defined contribution pension Plan with MissionSquare that was adopted in 1979. To be eligible for the Plan, a participant must be a full-time employee with one year's service. A participant is fully vested after three years of service. The Plan's benefit provisions were established and may be amended by the River Authority's General Manager. The River Authority is required to contribute a minimum of 8% of eligible payroll each plan year into each employee's 401(k) account. The Plan also allows voluntary after-tax employee contributions. Effective January 1, 1987, voluntary employee contributions (made after December 31, 1986) may no longer be withdrawn without penalty. The Plan allows for early and late retirement. MissionSquare is the independent administrator of the Plan.

The River Authority's total payroll for all employees (full-time and part-time) was \$21,474,410 for the year ended September 30, 2025. Employer contributions to the Plan were \$2,213,327. The River Authority's policy is to fund all Plan costs as they accrue.

Plan Provisions

All full-time employees are eligible to participate in the Plan from the date of employment. Normal retirement age is 55 years. After one year of employment, the River Authority contributes eight percent of each pay periods eligible earnings on behalf of each participant. Earnings are described as W-2 earnings less overtime, shift differential, auto allowances, taxable fringe benefits, and other non-routine portions of employee's compensation, compensation voluntarily deferred under an eligible deferred compensation plan under Section 457, a flexible Section 125 compensation plan as defined by the Internal Revenue Code, or a Retirement Health Savings Plan.

Participants may also make voluntary, after-tax contributions. Voluntary contributions are 25 percent vested at the start of employment, 50 percent vested at the end of year one, 75 percent vested at the end of year two, and fully vested once an employee reaches three years of employment. A participant may direct the investment of the money contributed by the River Authority on their behalf in any of the available MissionSquare investment options. There is no investment restriction on any voluntary contribution made by each employee.

The River Authority has no responsibility or authorization to direct the investment of the Plan assets. Accordingly, the financial statements of the River Authority Employee's Defined Contribution Pension Plan are not presented in this report.

Deferred Compensation Plan

The River Authority maintains a deferred compensation plan, which is available to all employees. The plan complies with Section 457(b) of the Internal Revenue Code (Deferred Compensation Plans with Respect to Service for State and Local Governments.) MissionSquare is the independent administrator of the plan.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

MissionSquare issues a publicly available financial report that includes financial information related to participating entities. The report may be obtained by contacting MissionSquare at:

MissionSquare Headquarters
777 North Capitol Street, NE
Washington, DC 20002
Telephone: 1-800-326-7272
Website: www.missionsq.org

Other Post-Employment Benefits (OPEB)

In addition to providing pension benefits described previously, the River Authority provides certain health care benefits for eligible retirees, their spouses, and their dependents through a single-employer defined benefit plan administered by the River Authority. The authority to establish and amend the OPEB provisions is vested in the River Authority management.

Retirees are eligible to continue medical, dental, and vision insurance coverage after retirement dependent upon initial hire date and retirement eligibility as follows:

- Hired prior to May 1, 2007;
- Must be 40 years of age or older as of May 1, 2007;
- Under the age of 65 and not eligible for Medicare; and,
- Age 55 with 7 continuous years of service.

Upon attaining age 65 or becoming Medicare eligible, all retirees are automatically de-enrolled from the plan.

Hired on or after May 1, 2007

- There are no health care benefits available for these retirees

At June 30, 2023, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefits payments	3
Inactive employees entitled to but not yet receiving benefit payments	0
Active employees	<u>16</u>
Total	<u>19</u>

The contribution requirements of the plan members and the River Authority are established and may be amended by the River Authority management. To date, the River Authority has funded all obligations arising under these plans. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

OPEB Liability

The River Authority's total OPEB liability of \$170,426 was measured as of September 30, 2024 and was determined by an actuarial valuation as of June 30, 2023.

The following table summarizes the actuarial assumptions used in the most recent actuarial valuation for the River Authority's defined health care benefit plan.

Measurement date:	September 30, 2024
Actuarial cost method:	Entry-Age Normal
Actuarial valuation date:	June 30, 2023
Actuarial Assumptions:	
Inflation:	2.50%
Salary increases:	0.50%
Discount rate:	3.88%
Prior year discount rate:	4.63%
Healthcare cost trend rate:	6.20%

The discount rate was based on the September 30, 2024 Fidelity Municipal AA 20-year yield.

Mortality rates for active employees were based in the PubG.H-2010 Employee Mortality Table, Generational with Projection Scale MP-2021 for males or females, as appropriate.

Mortality rates for retirees/disabled employees were based on the PubG.H-2010 Healthy Retiree Mortality Table, Generational with Projection Scale MP-2021 for males or females, as appropriate.

The following table shows the changes in the OPEB liability as of the measurement date:

	Changes in Total OPEB Liability
Balance at September 30, 2024	\$ 244,821
Changes for the year:	
Service Cost	828
Interest	8,988
Difference Between Expected and Actual Experience	32,599
Changes of Assumptions/Inputs	(13,770)
Benefit Payments	<u>(103,040)</u>
Net Changes	<u>(74,395)</u>
Balance at September 30, 2025	<u>\$ 170,426</u>

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

The following presents the total OPEB liability of the River Authority, as well as what the total liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.88%) or 1 percentage-point higher (4.88%) than the current discount rate:

	1% Decrease in Discount Rate	Discount Rate	1% Increase in Discount Rate
Total OPEB Liability	\$ <u>171,901</u>	\$ <u>170,426</u>	\$ <u>168,815</u>

The following presents the total OPEB liability of the River Authority, as well as what the total liability would be using if it were calculated using a health care cost trend rate that is 1 percentage-point lower (5.2%) or 1 percentage-point higher (7.2%) than the current health care cost trend rate:

	1% Decrease in Health Trend Rate	Discount Rate	1% Increase in Health Trend Rate
Total OPEB Liability	\$ <u>166,362</u>	\$ <u>170,426</u>	\$ <u>174,559</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2025, the River Authority recognized OPEB expense of \$28,645. At September 30, 2025, the River Authority reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources
Contributions Subsequent to the Measurement Date	\$ <u>202,787</u>
Total	\$ <u><u>202,787</u></u>

The \$202,787 reported as deferred outflows of resources resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ending September 30, 2026.

A copy of the River Authority's actuarial study may be obtained from the Finance Department at the River Authority's main office, 100 E. Guenther, San Antonio, Texas 78204.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

8. Net Position

The following table summarizes net position by purpose at September 30, 2025:

	Governmental Activities	Business-type Activities	Total
Net investment in capital assets:			
Capital assets – net of accumulated depreciation	\$638,356,982	\$130,134,702	\$768,491,684
Deferred loss on bond refunding	380,281	331,691	711,972
Debt	(28,653,616)	(72,938,245)	(101,591,861)
Subscription asset payables	(667,137)	-	(667,137)
Construction payables	(2,177,872)	(767,624)	(2,945,496)
Reserve funds	-	555,947	555,947
Unspent bond proceeds	14,660,724	317	14,661,041
Net investment in capital assets	<u>\$621,899,362</u>	<u>\$ 57,316,788</u>	<u>\$679,216,150</u>
Restricted net position:			
Debt service	\$ -	\$ 3,570,045	\$ 3,570,045
Watershed management	361,362	-	361,362
Water management	10,757	-	10,757
Construction	370,525	38,473,165	38,843,690
Total restricted net position	<u>\$ 742,644</u>	<u>\$ 42,043,210</u>	<u>\$ 42,785,854</u>
Unrestricted net position:			
Total net position	\$683,872,604	\$161,763,446	\$845,636,050
Less: invested in capital assets	(621,899,362)	(57,316,788)	(679,216,150)
Less: restricted net position	<u>(742,644)</u>	<u>(42,043,210)</u>	<u>(42,785,854)</u>
Total unrestricted net position	<u>\$ 61,230,598</u>	<u>\$ 62,403,448</u>	<u>\$123,634,046</u>

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

9. Encumbrances

Purchase orders are issued throughout the fiscal year to encumber budgets in the governmental funds. Significant encumbrances as of September 30, 2025, that will be re-appropriated in the subsequent year are as follows:

General Fund:	
General Government	\$ 1,961,542
Watershed Park Operations	1,043,945
Watershed Engineering	378,986
Total Encumbrances	\$ 3,384,473

10. Interfund Balances and Transfers

The interfund receivables and payables consist primarily of changes to loan funds to prevent negative cash balances arising at year-end.

Receivable Fund	Payable Fund	Amount
General Fund	Non Major Capital Project Fund	\$ 787,020
SARA Project Fund	Debt Service Fund	3,036,845
Total fund financial statements		3,823,865
Less: Fund eliminations		(3,823,865)
Total Internal Balances - Government Wide Statement of Net Position		\$ -

The transfers in and out consist primarily of earnings from investments in funds being transferred to other funds for capital projects.

Fund Transferred To	Fund Transferred From	Amount	Purpose
SARA Project Fund	General Fund	\$ 11,165,328	Capital Expenditures
Debt Service Fund	General Fund	128,607	Debt Service
Public Facilities Corporation Fund	General Fund	3,287,875	Capital Expenditures
Total fund financial statements		14,581,810	
Less: Fund eliminations		(14,581,810)	
Total Transfers - Government Wide Statement of Activities		\$ -	

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

11. Commitments and Contingencies

Listed below are the estimated costs to complete construction in progress at year-end:

<i>Governmental Activities</i>	
SARA Project Fund	\$ 24,434,704
City of San Antonio Fund	18,997,516
Public Facilities Corporation Fund	14,660,724
Other Capital Projects Fund	625,911
Bexar County Capital Projects	63,824,728
Westside Creeks-City of San Antonio Fund	167,358
	<u>\$ 122,710,941</u>
 <i>Business-type Activities</i>	
SARA Wastewater Utilities System	\$ 18,932,443
Salitrillo Wastewater Treatment Plant	2,429,566
Randolph Air Force Base	2,984,661
	<u>\$ 24,346,670</u>

Grants

The River Authority has received significant financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements, and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, liabilities resulting from disallowed claims, if any, will not have a materially adverse effect on the River Authority's financial position at September 30, 2025.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

12. Risk Management

The River Authority is subject to various litigation and claims arising out of the course of its operations. While the results of the lawsuits cannot be predicted with certainty, management does not believe these matters will have an adverse effect on the River Authority's financial position.

On November 9, 2018, Martinez IV Sewer Plant, Ltd. ("M4") filed a lawsuit against the River Authority alleging that the River Authority has taken certain positions and actions that would constitute a breach of the Sewer Reimbursement Agreements (the "Agreements") between M4 and the River Authority dated December 10, 2007, and amended on the August 8, 2008 and a subsequent agreement dated September 23, 2011. The Agreements generally requires that the River Authority deliver certain connection fees, if, as and when received by the River Authority to M4 as pro-rata reimbursement for the improvements constructed by M4.

On January 26, 2026, the parties executed a settlement agreement to resolve outstanding claims. The details of the settlement agreement are confidential and therefore the settlement amount has not been disclosed. However, all amounts agreed upon have been accrued in the financial statement and will be paid in fiscal years 2026 and 2027.

The River Authority is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. State law imposes limits on losses from torts. The River Authority carries commercial insurance in amounts that are subject to certain deductibles considered by management to be immaterial in case of loss.

There has been no significant reduction in insurance coverage from coverage in the prior year by major category of risk. There were no settlements in excess of the insurance coverage in any of the three prior fiscal years.

In addition, the River Authority sponsors a partially self-insured, voluntary employee benefit plan that provides both medical and dental coverage to participating employees and their dependents. The plan is designed to provide a specified level of coverage, with excess insurance coverage provided by a commercial insurer. The River Authority's maximum medical claim exposure is limited to \$35,000 in claims per occurrence and a dental benefit of \$2,000 per covered person per year. Total claims per year are limited based on the number of participating employees. The plan includes a pre-existing clause to deter adverse selection into the plan. Features of the medical plan include a preferred provider organization and various cost containment features such as outpatient testing and surgery. The plan is funded by contributions from the River Authority and participating employees based on recommendations as calculated by an employee benefits specialty firm. Projected claim costs are based on claims experience, lag studies, consideration of claims run off, and aggregate factors. A liability for claims is established if information indicates that it is probable that liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. The stop loss carrier establishes the aggregate attachment point based on census and aggregate facets agreed to in the contract.

**SAN ANTONIO RIVER AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

A reconciliation of changes in the aggregate liabilities of the prior and current year is present below:

Period ended as of	Beginning Liability	Current Year Claims And Changes in Estimates	Claim Payments	Ending Liability	Amount Due Within One Year
30-Sep-24	\$ -	\$ 5,318,025	\$ 5,304,896	\$ 13,129	\$ 13,129
30-Sep-25	13,129	4,044,632	3,614,875	442,886	442,886

13. Financial Reporting Changes

The reclassification of Major and Nonmajor funds for the year ended September 30, 2025 was as follows:

	9/30/2024 As Previously Reported	Changes within SARA's Financial Reporting		9/30/2025 As Restated
		Move from Major to Nonmajor Fund	Move from Nonmajor to Major Fund	
Governmental Funds				
Major Funds:				
General Fund	\$ 17,120,304	\$ -	\$ -	\$ 17,120,304
San Antonio River Public Facility Corp.	16,766,960	-	-	16,766,960
WC Restoration Bexar County Fund	381,815	-	-	381,815
SARA Project Fund	24,502,577	-	-	24,502,577
Bexar County Capital Projects Fund	(587,917)	587,917	-	-
City of San Antonio Fund	171,879.00	(171,879)	-	-
Debt Service	(121,682)	-	-	(121,682)
Total Major Funds	58,233,936	416,038	-	58,649,974
Nonmajor Funds	1,265,337	(416,038)	-	849,299
Total Governmental Funds	\$ 59,499,273	\$ -	\$ -	\$ 59,499,273



A POLITICAL SUBDIVISION OF THE STATE OF TEXAS.

Required Supplementary Information

**SAN ANTONIO RIVER AUTHORITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 48,799,934	\$ 48,799,934	\$48,891,804	\$ 91,870
Investment earnings (loss)	1,623,188	1,623,188	2,970,856	1,347,668
Intergovernmental	590,500	590,500	1,267,356	676,856
Charges for services	590,100	590,100	654,637	64,537
Support Fees	1,896,092	1,896,092	1,896,092	-
Miscellaneous	231,409	231,409	497,075	265,666
Total revenues	<u>53,731,223</u>	<u>53,731,223</u>	<u>56,177,820</u>	<u>2,446,597</u>
EXPENDITURES				
Current:				
General Government:				
Organizational Support:				
Personnel services	650,750	650,750	542,789	107,961
Materials and supplies	33,900	33,900	45,319	(11,419)
Other services and charges	778,076	778,076	698,018	80,058
	<u>1,462,726</u>	<u>1,462,726</u>	<u>1,286,126</u>	<u>176,600</u>
Board of Directors:				
Personnel services	79,385	79,385	70,747	8,638
Materials and supplies	-	-	2,184	(2,184)
Other services and charges	757,804	757,804	86,124	671,680
	<u>837,189</u>	<u>837,189</u>	<u>159,055</u>	<u>678,134</u>
Executive Offices:				
Personnel services	2,794,400	2,794,400	2,398,723	395,677
Materials and supplies	800	800	2,515	(1,715)
Other services and charges	783,826	783,826	454,224	329,602
	<u>3,579,026</u>	<u>3,579,026</u>	<u>2,855,462</u>	<u>723,564</u>
Human Resources:				
Personnel services	586,410	586,410	608,079	(21,669)
Materials and supplies	42,350	42,350	24,852	17,498
Other services and charges	299,949	299,949	155,687	144,262
	<u>928,709</u>	<u>928,709</u>	<u>788,618</u>	<u>140,091</u>
Facilities:				
Personnel services	892,624	892,624	840,760	51,864
Materials and supplies	179,896	179,896	235,973	(56,077)
Other services and charges	760,552	760,552	647,826	112,726
Capital outlay	430,000	430,000	327,869	102,131
	<u>2,263,072</u>	<u>2,263,072</u>	<u>2,052,428</u>	<u>210,644</u>

**SAN ANTONIO RIVER AUTHORITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
General Government: (Continued):				
Finance:				
Personnel services	\$ 1,842,993	\$ 1,842,993	\$ 1,476,668	\$ 366,325
Materials and supplies	3,700	3,700	2,687	1,013
Other services and charges	<u>498,401</u>	<u>498,401</u>	<u>534,890</u>	<u>(36,489)</u>
	<u>2,345,094</u>	<u>2,345,094</u>	<u>2,014,245</u>	<u>330,849</u>
Project Management Office:				
Personnel services	1,473,181	1,473,181	1,469,357	3,824
Materials and supplies	650	650	457	193
Other services and charges	<u>328,090</u>	<u>328,090</u>	<u>61,605</u>	<u>266,485</u>
	<u>1,801,921</u>	<u>1,801,921</u>	<u>1,531,419</u>	<u>270,502</u>
Information Technology:				
Personnel services	1,765,419	1,765,419	1,804,404	(38,985)
Materials and supplies	293,193	293,193	294,443	(1,250)
Other services and charges	2,513,170	2,513,170	1,918,985	594,185
Capital outlay	<u>-</u>	<u>-</u>	<u>1,040,577</u>	<u>(1,040,577)</u>
	<u>4,571,782</u>	<u>4,571,782</u>	<u>5,058,409</u>	<u>(486,627)</u>
Intergovernmental & Community Relations:				
Personnel services	1,766,866	1,766,866	1,636,564	130,302
Materials and supplies	69,850	69,850	94,695	(24,845)
Other services and charges	<u>2,235,576</u>	<u>2,235,576</u>	<u>2,241,710</u>	<u>(6,134)</u>
	<u>4,072,292</u>	<u>4,072,292</u>	<u>3,972,969</u>	<u>99,323</u>
Total Cost Allocations:	<u>(186,000)</u>	<u>(186,000)</u>	<u>(53,639)</u>	<u>(132,361)</u>
Total General Government	<u>21,675,811</u>	<u>21,675,811</u>	<u>19,665,092</u>	<u>2,010,719</u>
Operations:				
Watershed and Parks Operations:				
Personnel services	6,771,786	6,771,786	6,493,082	278,704
Materials and supplies	963,026	963,026	1,002,201	(39,175)
Other services and charges	2,852,032	2,852,032	2,646,438	205,594
Capital outlay	<u>252,864</u>	<u>252,864</u>	<u>241,839</u>	<u>11,025</u>
	<u>10,839,708</u>	<u>10,839,708</u>	<u>10,383,560</u>	<u>456,148</u>
Total Operations	<u>10,839,708</u>	<u>10,839,708</u>	<u>10,383,560</u>	<u>456,148</u>

**SAN ANTONIO RIVER AUTHORITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Technical Services:				
Ecological Engineering:				
Personnel services	4,696,785	4,696,785	4,618,218	78,567
Materials and supplies	14,615	14,615	11,610	3,005
Other services and charges	550,317	550,317	473,212	77,105
Capital outlay	78,500	78,500	65,004	13,496
	<u>5,340,217</u>	<u>5,340,217</u>	<u>5,168,044</u>	<u>172,173</u>
Environmental Sciences:				
Personnel services	2,996,380	2,996,380	2,858,396	137,984
Materials and supplies	215,070	215,070	218,928	(3,858)
Other services and charges	856,809	856,809	799,858	56,951
Capital outlay	118,760	118,760	19,522	99,238
	<u>4,187,019</u>	<u>4,187,019</u>	<u>3,896,704</u>	<u>290,315</u>
Safety and Fleet:				
Materials and supplies	218,058	218,058	198,866	19,192
Other services and charges	72,278	72,278	59,087	13,191
Capital outlay	190,300	190,300	190,146	154
	<u>480,636</u>	<u>480,636</u>	<u>448,099</u>	<u>32,537</u>
Real Estate:				
Personnel services	446,132	446,132	375,290	70,842
Materials and supplies	250	250	282	(32)
Other services and charges	200,570	200,570	150,247	50,323
	<u>646,952</u>	<u>646,952</u>	<u>525,819</u>	<u>121,133</u>
Total Cost Allocations:	<u>(1,114,000)</u>	<u>(1,114,000)</u>	<u>(539,239)</u>	<u>(574,761)</u>
 Total Technical Services	 <u>9,540,824</u>	 <u>9,540,824</u>	 <u>9,499,427</u>	 <u>41,397</u>
Debt Service:				
Subscription payment - principal	-	-	347,592	347,592
Subscription payment - interest	-	-	7,454	7,454
Total Debt Service	<u>-</u>	<u>-</u>	<u>355,046</u>	<u>355,046</u>
 Total expenditures	 <u>42,056,343</u>	 <u>42,056,343</u>	 <u>39,903,125</u>	 <u>2,153,218</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,674,880</u>	<u>11,674,880</u>	<u>16,274,695</u>	<u>4,599,815</u>
 OTHER FINANCING SOURCES (USES)				
Issuance of lease and IT subscription debt	-	-	(1,014,729)	1,014,729
Transfers out	(10,762,921)	(10,765,178)	(14,581,810)	(3,816,632)
Total other financing sources and (uses)	<u>(10,762,921)</u>	<u>(10,765,178)</u>	<u>(15,596,539)</u>	<u>(2,801,903)</u>
Net change in fund balances	<u>911,959</u>	<u>909,702</u>	<u>678,156</u>	<u>(231,546)</u>
Fund balance, beginning of year	<u>17,120,304</u>	<u>17,120,304</u>	<u>17,120,304</u>	<u>-</u>
Fund balance, end of year	<u>\$ 18,032,263</u>	<u>\$ 18,030,006</u>	<u>\$ 17,798,460</u>	<u>\$ (231,546)</u>

**SAN ANTONIO RIVER AUTHORITY
SAN ANTONIO RIVER PUBLIC FACILITY CORPORATION
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(UNAUDITED)**

	<u>Budgeted Amounts</u>			Variance -
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Positive (Negative)
REVENUES				
Investment earnings	\$ 35,500	\$ 35,500	\$ 626,325	\$ 590,825
Total revenues	<u>35,500</u>	<u>35,500</u>	<u>626,325</u>	<u>590,825</u>
EXPENDITURES				
Debt service:				
Bond principal	774,244	774,244	2,728,000	(1,953,756)
Interest on bonds	221,301	223,558	568,568	(345,010)
Capital Outlay				
Operations	<u>6,747,270</u>	<u>4,862,424</u>	<u>1,920,961</u>	<u>2,941,463</u>
Total expenditures	<u>7,742,815</u>	<u>5,860,226</u>	<u>5,217,529</u>	<u>642,697</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(7,707,315)</u>	<u>(5,824,726)</u>	<u>(4,591,204)</u>	<u>1,233,522</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>995,545</u>	<u>995,545</u>	<u>3,287,875</u>	<u>2,292,330</u>
Total other financing sources and (uses)	<u>995,545</u>	<u>995,545</u>	<u>3,287,875</u>	<u>2,292,330</u>
Net change in fund balance	(6,711,770)	(4,829,181)	(1,303,329)	3,525,852
Fund balance, beginning of year	<u>16,766,960</u>	<u>16,766,960</u>	<u>16,766,960</u>	<u>-</u>
Fund balance, end of year	<u>\$ 10,055,190</u>	<u>\$ 11,937,779</u>	<u>\$ 15,463,631</u>	<u>\$ 3,525,852</u>

SAN ANTONIO RIVER AUTHORITY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2025

1. Budgeting

By-laws of the River Authority require the Board of Directors (Board) to adopt an annual budget which estimates the amount of funds available from all sources and allocates the amount of funds that may be expended during the forthcoming fiscal year. The responsibility for such allocation rests with the General Manager of the River Authority. After adoption by the Board of Directors, the General Manager has full authority to expend within the fund allocations which become the appropriation level. In practice, the General Manager submits all changes by total fund to the Board for its approval. The annual budgetary data for governmental fund types included in the financial statements represent the original budget and amendments as adopted by the Board of Directors of the River Authority and are on the same modified accrual basis (GAAP basis) used to reflect revenues and expenditures of the General Fund.

Encumbrance accounting is utilized as an extension of the formal budgetary process to reflect the estimated amount of future expenditures arising from the issuance of purchase orders, contracts or other forms of legal commitments existing at year-end which will be paid in the future. Encumbrances lapse at year-end; however, the succeeding year's budget provides for the re-allocating of certain year-end encumbrances. These "open" encumbrances are included in the Assigned Fund Balance at fiscal year-end in accordance with their spending constraint. Encumbrances do not constitute expenditures or liabilities since goods and services are not yet received.



**SAN ANTONIO RIVER AUTHORITY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE TOTAL OPEB
LIABILITY AND RELATED RATIOS
(UNAUDITED)**

	Fiscal year ended							
	6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023	9/30/2024*	9/30/2025
Total OPEB Liability:								
Service cost	\$ 2,936	\$ 2,951	\$ 3,109	\$ 3,886	\$ 4,780	\$ 2,558	\$ 2,457	\$ 828
Interest	16,567	16,626	16,486	19,514	15,297	5,733	11,565	8,988
Difference btw expected and actual experience	(30,663)	(16,590)	197,129	(31,645)	(286,704)	(10,234)	34,851	32,599
Changes in assumptions	-	(2,116)	(23,728)	64,560	16,392	2,492	(29,566)	(13,770)
Benefit payments	<u>5,149</u>	<u>4,530</u>	<u>(29,841)</u>	<u>(21,626)</u>	<u>(90,924)</u>	<u>(55,680)</u>	<u>(43,256)</u>	<u>(103,040)</u>
Net Change in Total OPEB Liability	(6,011)	5,401	163,155	34,689	(341,159)	(55,131)	(23,949)	(74,395)
Total OPEB Liability - Beginning	<u>467,827</u>	<u>461,816</u>	<u>467,217</u>	<u>630,372</u>	<u>665,061</u>	<u>323,902</u>	<u>268,771</u>	<u>244,822</u>
Total OPEB Liability - Ending	<u>\$ 461,816</u>	<u>\$ 467,217</u>	<u>\$ 630,372</u>	<u>\$ 665,061</u>	<u>\$ 323,902</u>	<u>\$ 268,771</u>	<u>\$ 244,822</u>	<u>\$ 170,427</u>
 Covered Payroll	 \$ 3,101,526	 \$ 3,117,034	 \$ 2,714,671	 \$ 2,728,244	 \$ 1,536,498	 \$ 1,544,180	 \$ 1,498,152	 \$ 1,505,643
 Total OPEB Liability as a Percentage of Covered Payroll	 14.9%	 15.0%	 23.2%	 24.4%	 21.1%	 17.4%	 16.3%	 11.3%

* Fifteen months ended September 30, 2024

**SAN ANTONIO RIVER AUTHORITY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES IN THE TOTAL OPEB
 LIABILITY AND RELATED RATIOS
 (UNAUDITED)**

Notes to Schedule:

Changes of Benefit Terms: None

Changes of Assumptions: In 2020, mortality tables were updated from using the RPH-2014 tables with a generational projection using Projection Scale MP-2018, to using the PubG.H-2010 mortality tables using MP-2019 generational projection. In 2021, mortality tables were updated to using mortality improvement Scale MP-2020. In 2022, mortality tables were updated to using Scale MP-2021.

Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

June 30, 2018	3.56%
June 30, 2019	3.62%
June 30, 2020	3.13%
June 30, 2021	2.45%
June 30, 2022	1.92%
June 30, 2023	3.69%
September 30, 2024	4.63%
September 30, 2025	3.88%

There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75 to pay related benefits.

GASB Statement No. 75 requires 10 years of data to be provided in the Schedule of Changes of Total Liability. As the Authority adopted GASB 75 in fiscal year 2018, only eight years of data is available. A full 10 years of data will be presented by 2028.



SAN ANTONIO
RIVER
AUTHORITY

Supplementary Information



Photo by Alfonso Rosales
2025 River Clicks Photo Contest
Seasonal Variation - Bexar County



A POLITICAL SUBDIVISION OF THE STATE OF TEXAS.

Supplemental Statements & Schedules

**SAN ANTONIO RIVER AUTHORITY
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

	Budgeted Amounts		Actual	Variance -
	Original	Final		Positive (Negative)
REVENUES				
Investment earnings	\$ -	\$ -	\$ 14,425	\$ 14,425
Intergovernmental	<u>1,325,233</u>	<u>2,869,179</u>	<u>1,325,233</u>	<u>(1,543,946)</u>
Total revenues	<u>1,325,233</u>	<u>2,869,179</u>	<u>1,339,658</u>	<u>(1,529,521)</u>
EXPENDITURES				
Debt service:				
Bond principal	1,625,000	2,823,062	1,232,666	1,590,396
Interest and fees on bonds	<u>288,269</u>	<u>288,269</u>	<u>234,917</u>	<u>53,352</u>
Total expenditures	<u>1,913,269</u>	<u>3,111,331</u>	<u>1,467,583</u>	<u>1,643,748</u>
Deficiency of revenues under expenditures	<u>(588,036)</u>	<u>(242,152)</u>	<u>(127,925)</u>	<u>114,227</u>
OTHER FINANCING SOURCES				
Transfers in	<u>128,607</u>	<u>599,348</u>	<u>128,607</u>	<u>(470,741)</u>
Total other financing sources	<u>128,607</u>	<u>599,348</u>	<u>128,607</u>	<u>(470,741)</u>
Net change in fund balance	(459,429)	357,196	682	(356,514)
Fund balance (deficit), beginning of year	<u>(121,682)</u>	<u>(121,682)</u>	<u>(121,682)</u>	<u>-</u>
Fund balance (deficit), end of year	<u>\$ (581,111)</u>	<u>\$ 235,514</u>	<u>\$ (121,000)</u>	<u>\$ (356,514)</u>

**SAN ANTONIO RIVER AUTHORITY
COMBINING BALANCE SHEET –
NONMAJOR GOVERNMENTAL FUNDS
AS OF SEPTEMBER 30, 2025**

	Special Revenue Funds	Capital Project Funds	Total Nonmajor Governmental Funds
ASSETS			
Cash	\$ 610,654	\$ 186,100	\$ 796,754
Investments	1,053,574	1,412,571	2,466,145
Accounts receivable	-	989,042	989,042
Intergovernmental receivables	769,882	972,857	1,742,739
Interest receivables	5,546	3,568	9,114
Cash - restricted	-	130,000	130,000
Total assets	\$ 2,439,656	\$ 3,694,138	\$ 6,133,794
LIABILITIES			
Accounts payable	\$ 423,920	\$ 1,275,962	\$ 1,699,882
Retainage payable	97,718	723,615	821,333
Unearned revenue - services	892,460	1,514,879	2,407,339
Due to other funds of the Authority	-	787,020	787,020
Total liabilities	1,414,098	4,301,476	5,715,574
FUND BALANCES			
Restricted:			
Construction	-	203,374	203,374
Watershed management	361,362		361,362
Water management	10,757	-	10,757
Committed:			
Parks	653,439	-	653,439
Unassigned (deficit)	-	(810,712)	(810,712)
Total fund balances	1,025,558	(607,338)	418,220
Total liabilities and fund balances	\$ 2,439,656	\$ 3,694,138	\$ 6,133,794

**SAN ANTONIO RIVER AUTHORITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES –NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

	Special Revenue Funds	Capital Project Funds	Total Nonmajor Governmental Funds
REVENUES			
Investment earnings	\$ 36,217	\$ 19,338	\$ 55,555
Intergovernmental	2,297,065	5,448,238	7,745,303
Charges for services	108,858	-	108,858
Miscellaneous	-	7,123	7,123
Total revenues	2,442,140	5,474,699	7,916,839
EXPENDITURES			
Current:			
Operations	-	1,699,483	1,699,483
Technical services	2,513,968	3,954,768	6,468,736
Capital outlay:			
Capital projects	-	179,701	179,701
Technical Services	-	-	-
Total expenditures	2,513,968	5,833,952	8,347,920
Excess (deficiency) of revenues over (under) expenditures	(71,828)	(359,253)	(431,081)
Fund balances, October 1	1,097,386	(248,085)	849,301
Fund balances, September 30	\$ 1,025,558	\$ (607,338)	\$ 418,220

**SAN ANTONIO RIVER AUTHORITY
NONMAJOR GOVERNMENTAL FUNDS
AS OF SEPTEMBER 30, 2025**

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Grants Fund – Accounts for all grants funded by local, state, and federal agencies.

Edwards Water Acquisition – Works to collectively purchase Edwards Aquifer water for the area. Revenue comes from water lease and purchase payments from entities that are using the water rights. Additional operating revenue comes from an administrative fee, which is a percentage of the water lease or purchase amount, along with an annual participation fee. Expenditures relate to water rights acquisition and administrative services provided by San Antonio River Authority staff as well as some outside resources that work together to manage the water rights program.

Regional Water Alliance – Used to promote and facilitate the sharing of ideas, knowledge, experience, and resources of 21 water purveyors and regional water entities that have joined together to form the Regional Water Alliance. This group seeks out and implements collaborative solutions to effectively meet the region’s diverse water needs. Revenue comes from membership dues. Expenditures mainly relate to San Antonio River Authority staff and some outside resources to support the group’s activities.

San Antonio Capital Improvement Project (SACIP) Land Sales – Accounts for revenue received for land use activities as authorized in the 1999 amendatory contract with Bexar County. Funds are used to support flood control capital improvement projects.

Park Resources Development Fund – Accounts for revenues received from the sale of nonessential lands or revenues from leases, license agreements and easements. The funds can only be used for land acquisition and/or the development of any project included in the San Antonio River Authority’s River Basin Plan for Nature-based Park Resources or subsequent regional park and recreation plans.

**SAN ANTONIO RIVER AUTHORITY
COMBINING BALANCE SHEET –
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025, WITH COMPARATIVE TOTALS FOR 2024**

	Grants Fund	Edwards Water Acquisition	Regional Water Alliance	SACIP Land Sales	Park Resources Development	Total Nonmajor Special Revenue Funds	
						2025	2024
ASSETS							
Cash	\$ 434,095	\$ -	\$ -	\$ 5,176	\$ 171,383	\$ 610,654	\$ 90,219
Investments	219,595	-	-	354,195	479,784	1,053,574	1,040,280
Intergovernmental receivables	769,882	-	-	-	-	769,882	776,491
Interest receivable	1,283	-	-	1,991	2,272	5,546	4,323
Total assets	<u>\$ 1,424,855</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 361,362</u>	<u>\$ 653,439</u>	<u>\$ 2,439,656</u>	<u>\$ 1,911,313</u>
LIABILITIES							
Accounts payable	\$ 423,920	\$ -	\$ -	\$ -	\$ -	\$ 423,920	\$ 194,005
Retainage payable	97,718	-	-	-	-	97,718	36,492
Due to other funds of the Authority	-	-	-	-	-	-	559,279
Unearned revenue - services	892,460	-	-	-	-	892,460	24,153
Total liabilities	<u>1,414,098</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,414,098</u>	<u>813,929</u>
FUND BALANCES							
Restricted:							
Watershed management	-	-	-	361,362	-	361,362	348,594
Water management	10,757	-	-	-	-	10,757	225,095
Committed:							
Parks	-	-	-	-	653,439	653,439	523,695
Total fund balances	<u>10,757</u>	<u>-</u>	<u>-</u>	<u>361,362</u>	<u>653,439</u>	<u>1,025,558</u>	<u>1,097,384</u>
Total liabilities and fund balances	<u>\$ 1,424,855</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 361,362</u>	<u>\$ 653,439</u>	<u>\$ 2,439,656</u>	<u>\$ 1,911,313</u>

SAN ANTONIO RIVER AUTHORITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025, WITH COMPARATIVE TOTALS FOR 2024

	Grants Fund	Edwards Water Acquisition	Regional Water Alliance	SACIP Land Sales	Park Resources Development	Total Nonmajor Special Revenue Funds	
						2025	2024
REVENUES							
Investment earnings	\$ -	\$ -	\$ -	\$ 12,968	\$ 23,249	\$ 36,217	\$ 45,933
Intergovernmental	2,086,094	210,971	-	-	-	2,297,065	4,119,309
Charges for services	-	2,562	-	(200)	106,496	108,858	104,120
Miscellaneous	-	-	-	-	-	-	41,321
Total revenues	<u>2,086,094</u>	<u>213,533</u>	<u>-</u>	<u>12,768</u>	<u>129,745</u>	<u>2,442,140</u>	<u>4,310,683</u>
EXPENDITURES							
Current:							
Technical services	2,086,094	388,674	39,200	-	-	2,513,968	4,117,766
Capital Outlay							
Technical services	-	-	-	-	-	-	10,913
Total expenditures	<u>2,086,094</u>	<u>388,674</u>	<u>39,200</u>	<u>-</u>	<u>-</u>	<u>2,513,968</u>	<u>4,128,679</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(175,141)</u>	<u>(39,200)</u>	<u>12,768</u>	<u>129,745</u>	<u>(71,828)</u>	<u>182,004</u>
OTHER FINANCING SOURCES							
Net change in fund balances	<u>-</u>	<u>(175,141)</u>	<u>(39,200)</u>	<u>12,768</u>	<u>129,745</u>	<u>(71,828)</u>	<u>182,004</u>
Fund balances, October 1, as previously reported	10,757	175,141	39,200	348,594	523,694	1,097,386	4,768,419
Adjustment - changes from nonmajor fund to major fund	-	-	-	-	-	-	(3,853,039)
Fund balances, October 1, as adjusted	<u>10,757</u>	<u>175,141</u>	<u>39,200</u>	<u>348,594</u>	<u>523,694</u>	<u>1,097,386</u>	<u>915,380</u>
Fund balances, September 30	<u>\$ 10,757</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 361,362</u>	<u>\$ 653,439</u>	<u>\$ 1,025,558</u>	<u>\$ 1,097,384</u>

**SAN ANTONIO RIVER AUTHORITY
GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance -</u>
	<u>Original</u>	<u>Final</u>		<u>Positive</u>
				<u>(Negative)</u>
REVENUES				
Intergovernmental	\$ 5,974,934	\$ 6,895,904	\$ 2,086,094	\$ (4,809,810)
Total revenues	<u>5,974,934</u>	<u>6,895,904</u>	<u>2,086,094</u>	<u>(4,809,810)</u>
EXPENDITURES				
Current:				
Technical services	<u>5,974,934</u>	<u>6,895,904</u>	<u>2,086,094</u>	<u>4,809,810</u>
Total expenditures	<u>5,974,934</u>	<u>6,895,904</u>	<u>2,086,094</u>	<u>4,809,810</u>
Fund balance, beginning of year	<u>10,757</u>	<u>10,757</u>	<u>10,757</u>	<u>-</u>
Fund balance, end of year	<u>\$ 10,757</u>	<u>\$ 10,757</u>	<u>\$ 10,757</u>	<u>\$ -</u>

**SAN ANTONIO RIVER AUTHORITY
EDWARDS WATER ACQUISITIONS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance -</u>
	<u>Original</u>	<u>Final</u>		<u>Positive</u> <u>(Negative)</u>
REVENUES				
Intergovernmental	\$ 200,590	\$ 250,732	\$ 210,971	\$ (39,761)
Charges for services	<u>3,009</u>	<u>1,200</u>	<u>2,562</u>	<u>1,362</u>
Total revenues	<u>203,599</u>	<u>251,932</u>	<u>213,533</u>	<u>(38,399)</u>
EXPENDITURES				
Current:				
Technical Services	<u>377,869</u>	<u>377,869</u>	<u>388,674</u>	<u>(10,805)</u>
Net change in fund balances	(174,270)	(125,937)	(175,141)	(49,204)
Fund balance, beginning of year	<u>175,141</u>	<u>175,141</u>	<u>175,141</u>	<u>-</u>
Fund balance, end of year	<u>\$ 871</u>	<u>\$ 49,204</u>	<u>\$ -</u>	<u>\$ (49,204)</u>

SAN ANTONIO RIVER AUTHORITY
REGIONAL WATER RESOURCE ALLIANCE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	<u>Budgeted Amounts</u>			Variance -
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Positive (Negative)
REVENUES				
Investment earnings	\$ 892	\$ 892	\$ -	\$ (892)
EXPENDITURES				
Current:				
Technical Services	<u>-</u>	<u>-</u>	<u>39,200</u>	<u>(39,200)</u>
Net change in fund balances	892	892	(39,200)	(40,092)
Fund balance, beginning of year	<u>39,200</u>	<u>39,200</u>	<u>39,200</u>	<u>-</u>
Fund balance, end of year	<u><u>\$ 40,092</u></u>	<u><u>\$ 40,092</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (40,092)</u></u>

SAN ANTONIO RIVER AUTHORITY
SACIP LAND SALES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance -
	<u>Original</u>	<u>Final</u>		Positive (Negative)
REVENUES				
Investment earnings	\$ 5,000	\$ 5,000	\$ 12,968	\$ 7,968
Charges for services	<u>-</u>	<u>-</u>	<u>(200)</u>	<u>(200)</u>
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>12,768</u>	<u>7,768</u>
EXPENDITURES				
Current:				
Technical services	<u>4,659</u>	<u>4,659</u>	<u>-</u>	<u>4,659</u>
Net change in fund balances	341	341	12,768	12,427
Fund balance, beginning of year	<u>348,594</u>	<u>348,594</u>	<u>348,594</u>	<u>-</u>
Fund balance, end of year	<u><u>\$ 348,935</u></u>	<u><u>\$ 348,935</u></u>	<u><u>\$ 361,362</u></u>	<u><u>\$ 12,427</u></u>

**SAN ANTONIO RIVER AUTHORITY
PARK RESOURCES DEVELOPMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance -</u>
	<u>Original</u>	<u>Final</u>		<u>Positive</u>
				<u>(Negative)</u>
REVENUES				
Investment earnings	\$ 4,300	\$ 4,300	\$ 23,249	\$ 18,949
Charges for services	<u>128,414</u>	<u>128,414</u>	<u>106,496</u>	<u>(21,918)</u>
Total revenues	<u>132,714</u>	<u>132,714</u>	<u>129,745</u>	<u>(2,969)</u>
EXPENDITURES				
Capital Outlay				
Operations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>132,714</u>	<u>132,714</u>	<u>129,745</u>	<u>(2,969)</u>
OTHER FINANCING SOURCES				
Sale of capital assets	<u>128,414</u>	<u>128,414</u>	<u>-</u>	<u>(128,414)</u>
Net change in fund balances over (under) expenditures	261,128	261,128	129,745	(131,383)
Fund balance, beginning of year	<u>523,694</u>	<u>523,694</u>	<u>523,694</u>	<u>-</u>
Fund balance, end of year	<u>\$ 784,822</u>	<u>\$ 784,822</u>	<u>\$ 653,439</u>	<u>\$ (131,383)</u>

**SAN ANTONIO RIVER AUTHORITY
NONMAJOR GOVERNMENTAL FUNDS
AS OF SEPTEMBER 30, 2025**

Capital Project Funds

The Capital Project Funds account for proceeds from bond issues, federal grants and contracts, and other similar resources that are specifically designated for capital expenditures.

The Westside Creek Restoration City of San Antonio Fund is a capital project fund which accounts for capital projects in the Westside Creek area which includes the Linear Creekways and Elmendorf Lake Park and Drainage.

Other Capital Projects Fund accounts for projects funded by entities other than the City of San Antonio and Bexar County. The River Authority is reimbursed for all expenses incurred for projects in this fund.

Project Highlight: San Pedro Creek Culture Park – In collaboration with Bexar County, the City of San Antonio, SAWS, and Union Pacific Railroad the River Authority is restoring San Pedro Creek’s natural environment, creating a world-class linear park, and reducing flooding to this highly urban area. The San Pedro Creek Culture Park encompass a total of four phases. Phase 1 was complete October 2022. Phases 2 and 4 were complete October 2023 and Phase 3 was complete May 2025.



**SAN ANTONIO RIVER AUTHORITY
COMBINING BALANCE SHEET –
NONMAJOR CAPITAL PROJECT FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025, WITH COMPARATIVE TOTALS FOR 2024**

	<u>San Antonio River Improvement Project</u>		<u>Westside Creek Restoration</u>		Total Nonmajor Capital Project Funds	
	(Previous Year Major Fund) City of San Antonio	(Previous Year Major Fund) Bexar County Capital Projects	City of San Antonio	Other Capital Projects	2025	2024
ASSETS						
Cash	\$ 647	\$ 39,493	\$ 145,960	\$ -	\$ 186,100	\$ 144,236
Investments	152,893	975,000	6,643	278,035	1,412,571	281,072
Interest receivable	-	1,173	2,395	-	3,568	2,236
Intergovernmental receivables	795,881	-	176,976	-	972,857	176,976
Accounts receivable	-	-	-	989,042	989,042	1,386,153
Cash - restricted	-	-	-	130,000	130,000	130,000
Total assets	<u>\$ 949,421</u>	<u>\$ 1,015,666</u>	<u>\$ 331,974</u>	<u>\$ 1,397,077</u>	<u>\$ 3,694,138</u>	<u>\$ 2,120,673</u>
LIABILITIES						
Accounts payable	\$ 731,106	\$ 365,596	\$ -	\$ 179,260	\$ 1,275,962	\$ 2,523
Retainage payable	60,656	-	194,311	468,648	723,615	662,519
Unearned revenue - services	-	1,422,931	91,948	-	1,514,879	91,948
Due to other funds of the Authority	-	-	-	787,020	787,020	1,195,730
Total liabilities	<u>791,762</u>	<u>1,788,527</u>	<u>286,259</u>	<u>1,434,928</u>	<u>4,301,476</u>	<u>1,952,720</u>
FUND BALANCES						
Restricted:						
Construction	157,659	-	45,715	-	203,374	167,953
Unassigned	-	(772,861)	-	(37,851)	(810,712)	-
Total fund balances	<u>157,659</u>	<u>(772,861)</u>	<u>45,715</u>	<u>(37,851)</u>	<u>(607,338)</u>	<u>167,953</u>
Total liabilities and fund balances	<u>\$ 949,421</u>	<u>\$ 1,015,666</u>	<u>\$ 331,974</u>	<u>\$ 1,397,077</u>	<u>\$ 3,694,138</u>	<u>\$ 2,120,673</u>

SAN ANTONIO RIVER AUTHORITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – NONMAJOR CAPITAL PROJECT FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025, WITH COMPARATIVE TOTALS FOR 2024

	<u>San Antonio River Improvement Project</u>		<u>Westside Creek Restoration</u>		<u>Total Nonmajor Capital Project Funds</u>	
	(Previous Year Major Fund) City of San Antonio	(Previous Year Major Fund) Bexar County Capital Projects	City of San Antonio	Other Capital Projects	2025	2024
REVENUES						
Investment earnings	\$ -	\$ 13,849	\$ 5,489	\$ -	\$ 19,338	\$ 2,027
Intergovernmental	1,687,386	3,755,975	-	4,877	5,448,238	2,038,448
Miscellaneous	-	-	-	7,123	7,123	-
	<u>1,687,386</u>	<u>3,769,824</u>	<u>5,489</u>	<u>12,000</u>	<u>5,474,699</u>	<u>2,040,475</u>
EXPENDITURES						
Current:						
Operations	1,701,606	-	-	(2,123)	1,699,483	301,599
Technical services	-	3,954,768	-	-	3,954,768	-
Capital projects	-	-	-	179,701	179,701	1,612,427
Total expenditures	<u>1,701,606</u>	<u>3,954,768</u>	<u>-</u>	<u>177,578</u>	<u>5,833,952</u>	<u>1,914,026</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(14,220)</u>	<u>(184,944)</u>	<u>5,489</u>	<u>(165,578)</u>	<u>(359,253)</u>	<u>126,449</u>
Fund balances, October 1, as previously reported	171,879	(587,917)	40,226	127,727	(248,085)	175,184
Adjustment - changes from major fund to nonmajor fund	-	-	-	-	-	38,199
Adjustment - changes from nonmajor fund to major fund	-	-	-	-	-	(171,879)
Fund balances, October 1, as adjusted	<u>171,879</u>	<u>(587,917)</u>	<u>40,226</u>	<u>127,727</u>	<u>(248,085)</u>	<u>41,504</u>
Fund balances, September 30	<u>\$ 157,659</u>	<u>\$ (772,861)</u>	<u>\$ 45,715</u>	<u>\$ (37,851)</u>	<u>\$ (607,338)</u>	<u>\$ 167,953</u>



SAN ANTONIO
RIVER
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