

**Texas Low-Level Radioactive Waste Disposal  
Compact Commission**

**ANNUAL FINANCIAL REPORT**

*For The Year Ended August 31, 2013*

**Robert C Wilson  
Chairman**

**Leigh Ing  
Executive Director**

September 30, 2013

Honorable Rick Perry, Governor  
Honorable Susan Combs, Texas Comptroller  
Ursula Parks, Acting Director, Legislative Budget Board  
John Keel, CPA, State Auditor

Dear Ladies and Gentlemen:

We are pleased to submit the Annual Financial Report of the Texas Low-Level Radioactive Waste Disposal Compact Commission for the year ended August 31, 2013, in compliance with TEX. GOV'T CODE ANN Section 2101.011 and in accordance with the requirements established by the Comptroller of Public Accounts.

Due to the statewide requirements embedded in Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements- and Management's Discussion and Analysis – for State and Local Governments*, the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all the requirements in this statement. The financial report will be considered for audit by the State Auditor as part of the audit of the State of Texas Comprehensive Annual Financial Report; therefore an opinion has not been expressed on the financial statements and related information contained in this report.

If you have any questions, please contact me at 512-305-8941.

Sincerely,

Leigh Ing  
Executive Director

Texas Low-Level Radioactive Waste Disposal Compact Commission #535  
 Exhibit VIII — Combined Statement of Net Position —  
 Discretely Presented Component Units  
 August 31, 2013

	Component Units (Exhibit K-1)
<b>ASSETS</b>	
Current Assets:	
Cash in State Treasury	\$ 85,829.76
Shared Cash	286,686.09
Total Current Assets	<u>372,515.85</u>
Non-Current Assets:	
Total Non-Current Assets	<u>0</u>
<b>Total Assets</b>	<b><u>372,515.85</u></b>
<b>LIABILITIES</b>	
Current Liabilities:	
Payables from:	
Accounts Federal	\$ 16,487.24
Other Intergovernmental	
Payroll	
Contracts	
Other	
Interfund Payable (Note 12)	
Due To Other Funds (Note 12)	
Due To Primary Government (Note 12)	286,686.09
Deferred Revenues	
Short Term Debt	
Notes and Loans Payable (Note 5)	
Revenue Bonds Payable (Note 5, 6)	
General Obligation Bonds Payable (Note 5, 6)	
Claims and Judgments (Note 5)	
Employees' Compensable Leave (Note 5)	
Capital Lease Obligations (Note 5, 8)	
Contract Retainage Payable	
Liabilities Payable from Restricted Assets	
Obligations/Reverse Repurchase Agreement	
Obligations Under Securities Lending	
Funds Held For Others	
Total Current Liabilities	<u>303,173.33</u>
Non-Current Liabilities	
Interfund Payables (Note 12)	
Notes and Loans Payable (Note 5)	
Revenue Bonds Payable (Note 5, 6)	
General Obligation Bonds Payable (Note 5, 6)	
Claims and Judgments (Note 5)	
Employees' Compensable Leave (Note 5)	
Capital Lease Obligations (Note 5, 8)	
Liabilities Payable from Restricted Assets	
Assets Held for Others	
Total Non-Current Liabilities	<u>0</u>
<b>Total Liabilities</b>	<b><u>303,173.33</u></b>
<b>NET POSITION</b>	
Invested in Capital Assets, Net of Related Debt	
Restricted For	
Debt Retirement	
Capital Projects	
Funds Held as Permanent Investments:	
Expendable	
Non-Expendable	
Other	
Unrestricted	69,342.52
<b>Total Net Position</b>	<b><u>\$ 69,342.52</u></b>

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

Texas Low-Level Radioactive Waste Disposal Compact Commission #535  
 Exhibit IX — Combined Statement of Revenues, Expenses and Changes in Net  
 Position —  
 Discretely Presented Component Units  
 For the Fiscal Year Ended August 31, 2013

	Component Units (Exhibit K-2)
<b>OPERATING REVENUES*</b>	<u>372,340.73</u>
<b>Total Operating Revenues</b>	<u>372,340.73</u>
<b>OPERATING EXPENSES:</b>	
Cost of Goods Sold	
Salaries and Wages	
Payroll Related Costs	
Professional Fees and Services	4,095.00
Travel	32,410.96
Materials and Supplies	8,745.84
Communication and Utilities	1,730.90
Repairs and Maintenance	8,020.13
Rentals and Leases	46.00
Printing and Reproduction	850.31
Federal Grant Pass-Through Expense	
State Grant Pass-Through Expense	
Depreciation and Amortization	
Bad Debt Expense	
Interest	
Scholarships	
Lottery Prizes	
Employee/Participation Benefit Payments	
Claims and Judgments	
Other Operating Expenses	130,827.19
<b>Total Operating Expenses</b>	<u>186,726.33</u>
Operating Income (Loss)	185,614.40
<b>NONOPERATING REVENUE (EXPENSES) *</b>	<u>175.12</u>
<b>Total Other Nonoperating Revenues (Expenses)</b>	<u>175.12</u>
Income (Loss) Before Other Revenues, Expenses, Gains/Losses, and Transfers	185,789.52
<b>OTHER REVENUES, EXPENSES, GAINS/LOSSES, and TRANSFERS</b>	
Capital Contributions	
Special Items	
Extraordinary Items	
Transfer In	
Transfer Out	
<b>Total Other Revenues, Expenses, Gains/Losses, and</b>	<u>0</u>
Change in Net Position	185,789.52
Total Net Position, September 1, 2012	(116,447.00)
Restatements	
Net Position, September 1, 2012, as Restated	(116,447.00)
<b>Net Position, August 31, 2013</b>	<u>\$ 69,342.52</u>

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

UNAUDITED

## Texas Low-Level Radioactive Waste Disposal Compact Commission (535)

### **Note 1: Summary of Significant Accounting Policies**

#### Entity

The Texas Low-Level Radioactive Waste Disposal Compact Commission ("TLLRWDC" or "Commission") is not an agency of the State of Texas. It is an entity created by the Low-Level Radioactive Waste Disposal Policy Amendment Act of 1985 and approved by Congress as Public Law 105-236. However, the TLLRWDC's financial records comply with the State of Texas statutes and regulations. This includes compliance with the Texas Comptroller of Public Accounts' Reporting Requirements for State Agencies.

The mission of the TLLRWDC is to promote the health, safety and welfare of the citizens and the environment of the Compact's party states which are currently Texas and Vermont. It is also the mission of the TLLRWDC to limit the number of radioactive waste disposal facilities and to effectively, efficiently, and economically manage low-level radioactive waste and to encourage the reduction of the generation thereof. The Commission fulfills its mission through the regulation of the import and export of low-level radioactive waste to and from the Compact party states.

Due to the statewide requirements embedded in Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all the requirements in this statement. The financial report will be considered for audit by the State Auditor as part of the audit of the State of Texas Comprehensive Annual Financial Report; therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

Texas Low-Level Radioactive Waste Disposal Compact Commission is considered a discrete component unit by the Texas Comptroller of Public Accounts. Information on the component unit can be found in Note 19. Discrete component units are reported under GAAP fund type 15.

## **Fund Structure**

The fund of the individual discrete component unit is available from the component units' separately issued financial statements. Additional information about component units can be found in Note 19.

## **Basis of Accounting**

The basis of accounting determines when revenues and expenditures or expenses are recognized in the accounts reported in the financial statements. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

Proprietary funds, pension trust funds, external investment trust funds and private-purpose trust funds are accounted for on the full accrual basis of accounting. Under the full accrual basis of accounting, revenues are recognized when earned and expenses are recognized at the time liabilities are incurred.

Proprietary funds distinguish operating from non-operating items. Operating revenues and expenses result from providing services or producing and delivering goods in connection with the proprietary funds' principal ongoing operations. Operating expenses for the enterprise and internal services funds include the cost of sales and services, administrative expenses and depreciation on capital assets.

## **Assets, Liabilities, and Fund Balances/Net Assets**

### **Assets**

### **Liabilities**

Accounts Payable: Accounts Payable represents the liability for the value or services received at the balance sheet date for which payment is pending.

Current Payables – Other: Payables are the accrual at year-end of expenditure transactions. Payables may be included in either the governmental or proprietary fund types.

### **Fund Balance/Net Assets**

The difference between fund assets and liabilities is 'Net Assets' on the government-wide, proprietary and fiduciary fund statements.

### **Invested In Capital Assets, Net Of Related Debt**

Invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bond, notes and other debt that are attributed to the acquisition, construction or improvement of those assets.

### **Restricted Net Assets**

Restricted net assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors and the like or imposed by law through constitutional provisions or enabling legislation.

### **Unrestricted Net Assets**

Unrestricted net assets consist of net assets that do not meet the definition of the two preceding categories. Unrestricted net assets often have constraints on resources that are imposed by management but can be removed or modified.

UNAUDITED

**TEXAS LOW-LEVEL RADIOACTIVE WASTE  
DISPOSAL COMPACT COMMISSION (535)**

**Note 12: Interfund Activity and Transactions**

In Interfund Activities and Balances, there are numerous transactions between funds and agencies. At year-end amounts to be received or paid are reported as:

Interfund Receivables or Interfund Payables  
Due From Other Agencies or Due to Other Agencies  
Due to Other Funds or Due From other Funds  
Transfers In or Transfers Out  
Legislative Transfers In or Legislative Transfers Out

The agency experienced routine transfers with other state agencies, which were consistent with the activities of the fund making the transfer. Repayment of interfund balances will occur within one year from the date of the financial statement.

Individual fund balances and activity at August 31, 2013 are as follows:

	Due From Other Agencies	Due To Other Agencies
Discrete Component Unit (FT15)		
Appd Fund 0088, D23 Fund 0088		
To Agency 582, D23 Fund 0088		\$286,686.09
<b>Total Due From/To Other Agencies</b>		<b>\$286,686.09</b>

Texas Low-Level Radioactive Waste Disposal Compact Commission #535  
 Exhibit K1 — Combining Statement of Net Position —  
 Discretely Presented Component Units  
 August 31, 2013

	GR Acct-TLLRWDC (4156)* U/F (0088)	TLLRWDC (4156)* U/F (5151)
<b>ASSETS</b>		
Current Assets:		
Cash in State Treasury	\$ (286,686.09)	\$ 372,515.85
Shared Cash	286,686.09	
<b>Total Current Assets</b>	<b>0</b>	<b>372,515.85</b>
Non-Current Assets:		
<b>Total Non-Current Assets</b>	<b>0</b>	<b>0</b>
<b>Total Assets</b>	<b>0</b>	<b>372,515.85</b>
<b>LIABILITIES</b>		
Current Liabilities:		
Payables from:		
Accounts Federal	\$ 16,487.24	\$ 0
Other Intergovernmental		
Payroll		
Contracts		
Other		
Interfund Payable (Note 12)		
Due To Other Funds (Note 12)		
Due To Primary Government (Note 12)	286,686.09	
Deferred Revenues		
Short Term Debt		
Notes and Loans Payable (Note 5)		
Revenue Bonds Payable (Note 5, 6)		
General Obligation Bonds Payable (Note 5, 6)		
Claims and Judgments (Note 5)		
Employees' Compensable Leave (Note 5)		
Capital Lease Obligations (Note 5, 8)		
Contract Retainage Payable		
Liabilities Payable from Restricted Assets		
Obligations/Reverse Repurchase Agreement		
Obligations Under Securities Lending		
Funds Held For Others		
<b>Total Current Liabilities</b>	<b>303,173.33</b>	<b>0</b>
Non-Current Liabilities		
Interfund Payables (Note 12)		
Notes and Loans Payable (Note 5)		
Revenue Bonds Payable (Note 5, 6)		
General Obligation Bonds Payable (Note 5, 6)		
Claims and Judgments (Note 5)		
Employees' Compensable Leave (Note 5)		
Capital Lease Obligations (Note 5, 8)		
Liabilities Payable from Restricted Assets		
Assets Held for Others		
<b>Total Non-Current Liabilities</b>	<b>0</b>	<b>0</b>
<b>Total Liabilities</b>	<b>303,173.33</b>	<b>0</b>
<b>NET POSITION</b>		
Invested in Capital Assets, Net of Related Debt		
Restricted For		
Debt Retirement		
Capital Projects		
Funds Held as Permanent Investments:		
Expendable		
Non-Expendable		
Other		
Unrestricted	(303,173.33)	372,515.85
<b>Total Net Position</b>	<b>\$ (303,173.33)</b>	<b>\$ 372,515.85</b>

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

Texas Low-Level Radioactive Waste Disposal Compact Commission #535  
Exhibit K-2 — Combining Statement of Revenues, Expenses and Changes in Net Position —  
Discretely Presented Component Units  
For the Fiscal Year Ended August 31, 2013

	GR Acct-TLLRWDC (4156)* U/F (0088)	TLLRWDC (4156)* U/F (5151)
<b>OPERATING REVENUES*</b>		372,340.73
<b>Total Operating Revenues</b>	<b>0</b>	<b>372,340.73</b>
<b>OPERATING EXPENSES:</b>		
Cost of Goods Sold		
Salaries and Wages		
Payroll Related Costs		
Professional Fees and Services	4,095.00	
Travel	32,410.96	
Materials and Supplies	8,745.84	
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Bad Debt Expense		
Interest		
Scholarships		
Lottery Prizes		
Employee/Participation Benefit Payments		
Claims and Judgments		
Other Operating Expenses	130,827.19	
<b>Total Operating Expenses</b>	<b>186,726.33</b>	<b>0</b>
Operating Income (Loss)	(186,726.33)	372,340.73
<b>NONOPERATING REVENUE (EXPENSES) *</b>		<b>175.12</b>
<b>Total Other Nonoperating Revenues (Expenses)</b>	<b>0</b>	<b>175.12</b>
Income (Loss) Before Other Revenues, Expenses, Gains/Losses, and Transfers	(186,726.33)	372,515.85
<b>OTHER REVENUES, EXPENSES, GAINS/LOSSES, and TRANSFERS</b>		
Capital Contributions		
Special Items		
Extraordinary Items		
Transfer In		
Transfer Out		
<b>Total Other Revenues, Expenses, Gains/Losses, and</b>	<b>0</b>	<b>0</b>
Change in Net Position	(186,726.33)	372,515.85
Total Net Position, September 1, 2012	(116,447.00)	
Restatements		
Net Position, September 1, 2012, as Restated	(116,447.00)	0
<b>Net Position, August 31, 2013</b>	<b>\$ (303,173.33)</b>	<b>\$ 372,515.85</b>

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