

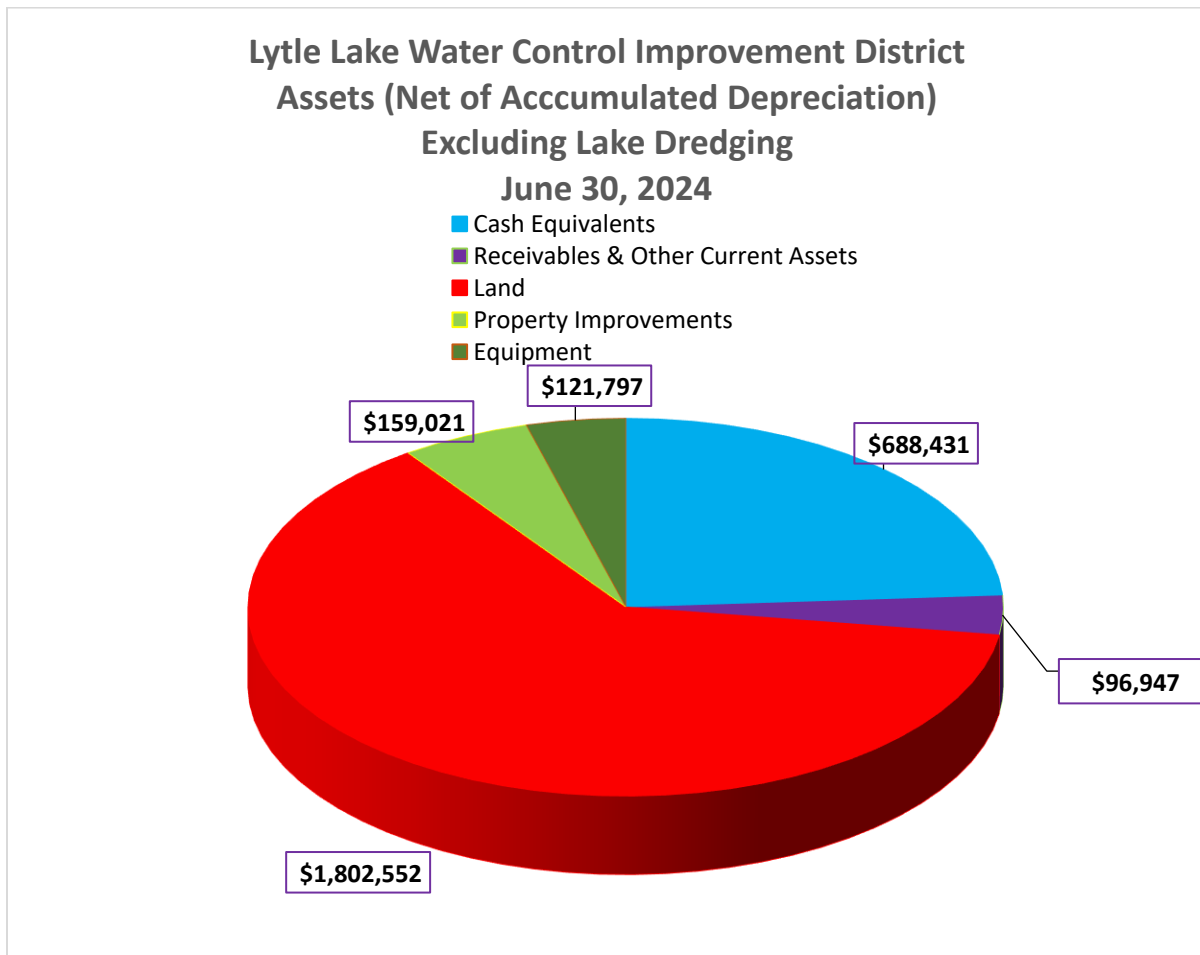
**Report to the  
Taxpayers of the  
Lytle Lake Water Control Improvement District  
For the Nine Months Ended June 30, 2024**

This is a report of the finances of the Lytle Lake Water Control Improvement District ("LLWCID" or "District") to the taxpayers of the District. It details the assets of LLWCID as of June 30, 2024, and its income and expenses for the nine months ended June 30, 2024. Because the graphs present only a selected portion of the operations of LLWCID, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

The financial statements of LLWCID are audited annually. A full copy of the audit report for the year ended September 30, 2023, is available on the District's website at the following link:

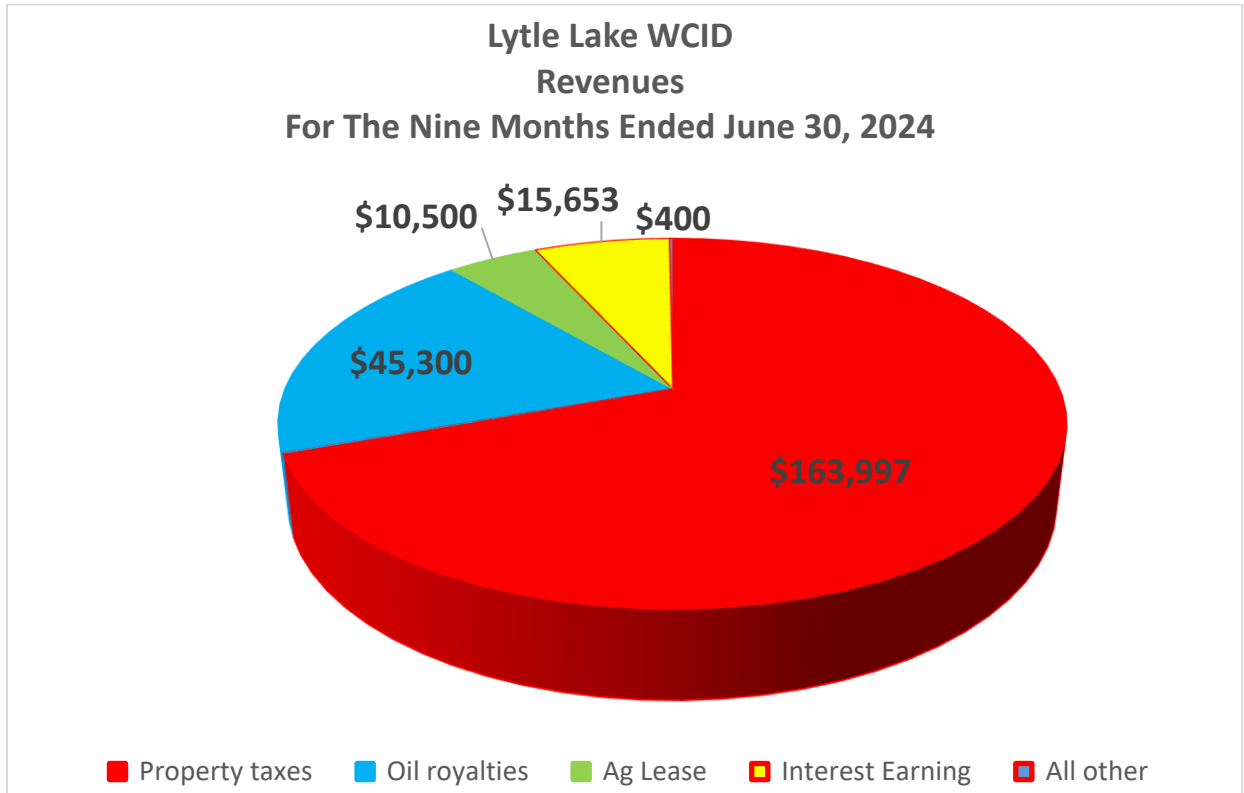
<http://llwcid.org/generalinformation.html>.

Total assets of LLWCID as June 30, 2024 were \$6.8 million. The lake was dredged back in 2004 at a cost of \$5.6 million. Accounting principles require this cost to be depreciated over the expected life of the dredging. \$1.7 million in depreciation has been recorded to date, leaving \$3.9 million on the books as an asset. This is 57.5% of the District's total assets. The following chart shows the assets of LLWCID excluding the dredging costs.



District liabilities at this date were \$8,891.

LLWCID recorded \$235,850 of revenues during the nine months ended June 30, 2024, as shown in the chart below. LLWCID owns approximately 600 acres of land that was gifted to it when LLWCID was formed in 2001. The oil royalties and the ag lease income are generated from that acreage.



Operating expenses of the District fall within three categories: District management, other professional services, and property maintenance. Total operating expenses of LLWCID for the nine months ended June 30, 2024, were \$119,647 broken down as follows:

District Management & Office Expense	\$44,027
Other Professional Services	\$26,333
Property Maintenance	\$49,287

Expenses through June 30, 2024, were 69% of the annual budget.

Questions concerning this financial presentation may be directed to any Board member or to the District's accountant by contract, Bob Benham, at [robert.benham@cpa.com](mailto:robert.benham@cpa.com).