



Montemayor Britton Bender PC

CERTIFIED PUBLIC ACCOUNTANTS

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10

INDEPENDENT AUDITOR'S REPORT
AND
FINANCIAL STATEMENTS

30 SEPTEMBER 2020



Montemayor Britton Bender PC
CERTIFIED PUBLIC ACCOUNTANTS

Board of Commissioners
Travis County Emergency Services District #10

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the governmental activities and general fund of the Travis County Emergency Services District #10 (District) as of and for the year ended 30 September 2020, which collectively comprise the District's basic financial statements and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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



Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the general fund of the District as of 30 September 2020, and the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the budgetary comparison information on pages 3 through 6 and on page 15 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Montemayor Britton Bender PC

17 March 2021
Austin, Texas

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following is a narrative overview and analysis of the financial activities of the Travis County Emergency Services District #10 ("the District") for the year ended 30 September 2020. Please read it in conjunction with the District's financial statements, which follow this section.

Financial Highlights

- The District's property tax rate remained at 10¢ per \$100 of assessed valuation for the year ended 30 September 2020. The statutory limit, as established by the State of Texas constitution, is 10¢ per \$100 of assessed valuation. Property tax revenues for the year were \$2,224,147, which represented an 8% increase over prior year.
- The District's fiscal year sales tax revenue totaled \$853,106.
- The District incurred an increase in net position of \$101,606 for the year.
- Current and other assets amounted to \$1,035,341 at 30 September 2020, which represented an increase of \$70,552 compared to the \$964,789 for current and other assets at 30 September 2019.
- Capital assets increased by \$647,063, due to depreciation expense of \$242,607, offset by additions of trucks, firefighting equipment, building improvements, and furniture and equipment of \$889,670.
- The District's capital lease balance decreased by principal payments of \$167,312.

Overview of the Financial Statements

This annual report consists of three parts—*management's discussion and analysis* (this section), the *basic financial statements*, and *required supplementary information*. The *basic financial statements* include two kinds of statements that present different views of the District. The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances in a manner similar to a private sector business reporting on a full accrual basis of accounting.

The *Statement of Net Position* presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Increases or decreases in net position may serve as a useful indicator of whether the financial position of the District has improved or deteriorated.

The *Statement of Activities* presents information showing how the District'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 the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (example: property taxes assessed but uncollected as of 60 days after year-end).

Because the District's principal source of revenue is property and sales taxes, the government-wide financial statements are grouped into one function that is supported by taxes (governmental activities).

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10
MANAGEMENT'S DISCUSSION AND ANALYSIS

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control and account for resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal or contractual requirements. The District has one fund, the General Fund.

Governmental Funds: The General Fund is 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, the governmental funds financial statements focus on current fiscal year cash inflows and outflows, as well as balances of resources available for spending at the end of the fiscal year. Such information may be useful in evaluating the District's recent financing requirements.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the General Fund 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 District's recent financing decisions. Both the Governmental Funds balance sheet and the Governmental Funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between Governmental Fund and government-wide financial statements.

Government-Wide Financial Analysis

Net position may serve as a useful indicator of the District's financial position. The District's net position (assets less liabilities) was \$1,982,436 as of 30 September 2020. Capital assets, net of depreciation and related debt, accounted for \$1,077,271 or 54% of the total net position. Capital assets reflect the large investments in facilities and equipment that are necessary to provide adequate fire suppression and emergency medical response services to the community. The remaining balance of net position of \$905,165 is unrestricted and available to meet the District's ongoing obligations to citizens and creditors. Governmental activities account for all of the changes in net position at the government-wide reporting level because the District engages in no business-type activities. The tables below summarize the financial position of the District at 30 September 2020 and 2019 and the results of operations for the same years ended.

<u>Assets</u>	<u>9/30/2020</u>	<u>9/30/2019</u>
Current and other assets	\$1,035,341	\$964,789
Capital assets, net of accumulated depreciation	<u>2,490,616</u>	<u>1,843,553</u>
Total assets	<u>3,525,957</u>	<u>2,808,342</u>
 <u>Liabilities</u>		
Current and other liabilities	201,590	190,736
Long-term liabilities	<u>1,341,931</u>	<u>736,776</u>
Total liabilities	<u>1,543,521</u>	<u>927,512</u>
 <u>Net position</u>		
Net investment in capital assets	1,077,271	1,105,376
Unrestricted	<u>905,165</u>	<u>775,454</u>
Total net position	<u>\$1,982,436</u>	<u>\$1,880,830</u>

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10
MANAGEMENT'S DISCUSSION AND ANALYSIS

<u>Revenues</u>	<u>9/30/2020</u>	<u>9/30/2019</u>
Property taxes	\$2,224,147	\$2,058,607
Sales taxes	853,106	783,873
Interest and other income	<u>101,224</u>	<u>130,835</u>
Total revenues	<u>3,178,477</u>	<u>2,973,315</u>
<u>Expenses</u>		
Fire and emergency services	2,798,743	2,591,214
Depreciation	242,607	178,108
Interest expense	<u>35,521</u>	<u>23,327</u>
Total expenses	<u>3,076,871</u>	<u>2,792,649</u>
Change in net position	101,606	180,666
Net position, beginning	<u>1,880,830</u>	<u>1,700,164</u>
Net position, ending	<u>\$1,982,436</u>	<u>\$1,880,830</u>

Financial Analysis of the Governmental Fund

The focus of the District's Governmental Fund is to provide information on near-term inflows and outflows and on resource balances available for spending. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance serves as a useful measure of the District's net resources available for spending at fiscal year-end.

During the fiscal year ending 30 September 2020, the District's only Governmental Fund was the General Fund, and it reported ending fund balance of \$1,016,106, an increase of \$129,711 from \$886,395 as of 30 September 2019. The District's ending unassigned fund balance of \$1,007,885 was unencumbered and available for spending at the District's discretion.

General Fund Budgetary Highlights

General Fund revenues were \$278,096, or 10%, over budget, due primarily to \$246,106 more than anticipated in sales tax revenues, as well as an unbudgeted gain of the sale of fixed assets of \$65,000 and \$28,724 in other income in excess of budget. Expenses for the General Fund were \$1,055,865 more than budget, a variance of 37%. The budget variance resulted primarily from the acquisition of a fire truck for \$842,480 with unbudgeted proceeds from debt. Additionally, certain expenses were more than anticipated; salaries and benefits (\$141,381), debt service (\$75,044), fire and rescue equipment (\$28,974), utilities (\$16,966), station supplies (\$18,851), sales tax consulting (\$19,864) and insurance (\$9,988) expenses, offset by lower than anticipated station communications expenses (\$32,087) and training (\$21,730). Additionally, the contingency expense budget of \$74,798 was not used. The variances in all other line items combined was not significant.

Capital Assets

The District's capital assets at 30 September 2020, net of accumulated depreciation, totaled \$2,490,616. The current year increase of \$647,063 reflected capital outlay of \$889,670 offset by depreciation expense of \$242,607.

Long-Term Debt

The District's long-term debt at 30 September 2020, net of the current portion, totaled \$1,233,267 for capital leases. The current portion of the long-term debt was \$180,078. The fire station, trucks and equipment,

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10
MANAGEMENT'S DISCUSSION AND ANALYSIS

and property tax revenues are pledged as collateral on the leases. Activity during the year ended 30 September 2020 consisted of \$167,312 in principal payments and interest expense of \$35,521.

Economic Factors, Future Years' Budgets and Tax Rates

The October 2019 assessed valuation increased by approximately 8% compared to the October 2018 assessment. The tax rate of 10¢ per \$100 of assessed valuation for fiscal year 2018-2019 remained the same. The tax levy for fiscal year 2020-2021 is expected to provide an approximately 5% increase in tax revenues for the next fiscal year. Additionally, the District collects sales tax revenues. The total earned in fiscal 2020 was \$853,106, which represented an increase of 9% over the prior year. Average monthly collections to date in fiscal year 2020-2021 are approximately \$83,000.

The District considers many factors when approving budgets for the next year's fiscal activities. With increased tax revenues, the District's budget for operating expenses is expected to increase a proportional amount to support increased services.

Request for Information

This financial report is designed to provide a general overview of the finances of the District for all parties with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Travis County Emergency Services District #10
353 Commons Ford Road
Austin, TX 78733

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10
STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET
30 SEPTEMBER 2020

	General Fund	Adjustments (Note 10)	Statement of Net Position
ASSETS			
Cash	\$832,529		\$832,529
Sales tax receivable	173,159		173,159
Property taxes receivable	21,143		21,143
Prepaid expenses and other	8,510		8,510
Capital assets:			
Land	0	144,024	144,024
Other capital assets, net of depreciation	<u>0</u>	<u>2,346,592</u>	<u>2,346,592</u>
Total capital assets	<u>0</u>		<u>2,490,616</u>
Total assets	<u><u>\$1,035,341</u></u>		<u><u>3,525,957</u></u>
LIABILITIES			
Accrued liabilities	\$5,079	16,433	21,512
Long-term liabilities:			
Due within 1 year	0	180,078	180,078
Due in more than 1 year	<u>0</u>	1,341,931	<u>1,341,931</u>
Total liabilities	<u>5,079</u>		<u>1,543,521</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	<u>14,156</u>	<u>(14,156)</u>	<u>0</u>
FUND BALANCES/NET POSITION			
FUND BALANCES			
Nonspendable	8,221	(8,221)	
Unassigned fund balance	<u>1,007,885</u>	<u>(1,007,885)</u>	
Total fund balances	<u>1,016,106</u>		
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$1,035,341</u></u>	(1,035,341)	
NET POSITION			
Net investment in capital assets		1,077,271	1,077,271
Unrestricted		<u>905,165</u>	<u>905,165</u>
Total net position			<u><u>\$1,982,436</u></u>

The accompanying notes are an integral part of this financial statement presentation.

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS STATEMENT
OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED 30 SEPTEMBER 2020

EXPENDITURES/EXPENSES:	General <u>Fund</u>	Adjustments <u>(Note 10)</u>	Statement of <u>Activities</u>
Current service operations:			
Salaries and benefits	\$2,302,675		\$2,302,675
Fire and rescue equipment	79,974		79,974
Training	50,270		50,270
Insurance	44,988		44,988
Exhaustive Operations	41,772		41,772
Apparatus	41,757		41,757
Station repairs and maintenance	37,623		37,623
Utilities	35,466		35,466
Station supplies	27,851		27,851
Other	136,367		136,367
Depreciation	0	242,607	242,607
Capital outlay	889,670	(889,670)	0
Debt service:			
Interest	35,521		35,521
Principal payments	<u>167,312</u>	(167,312)	<u>0</u>
Total expenditures	<u>3,891,246</u>		<u>3,076,871</u>
GENERAL REVENUE:			
Property taxes	2,224,147		2,224,147
Sales tax	853,106		853,106
Gain on sale of fixed assets	65,000		65,000
Interest and other	<u>36,224</u>		<u>36,224</u>
Total revenues	<u>3,178,477</u>		<u>3,178,477</u>
REVENUE OVER EXPENDITURES	(712,769)		101,606
OTHER FINANCING SOURCES:			
Proceeds from debt	<u>842,480</u>	(842,480)	<u>0</u>
Change in fund balance/net position	129,711		101,606
Beginning fund balance/net position	<u>886,395</u>		<u>1,880,830</u>
Ending fund balance/net position	<u>\$1,016,106</u>		<u>\$1,982,436</u>

The accompanying notes are an integral part of this financial statement presentation.

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10

NOTES TO FINANCIAL STATEMENTS

NOTE 1: ORGANIZATION

Travis County Emergency Services District #10 (District) was created and operates under the provisions of Chapter 775 of the Health and Safety Code. The District provides fire suppression services as well as emergency medical response services to a particular geographic portion of western Travis County.

Funding for the District is primarily through the collection of property taxes billed annually in October. Additionally, the District receives significant revenues from monthly sales tax collections. Prior to 1 January 2014, the District collected property taxes and then disbursed funds to Ce-BAR Volunteer Fire Department (Ce-BAR), a non-profit corporation, which had a service contract with the District to provide operational services. As of 1 January 2014, the service agreement between the District and Ce-BAR was terminated, and all operational responsibilities of Ce-BAR were assumed by the District. All assets and liabilities of Ce-BAR were transferred to the District. The District is not included in any other reporting entity.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the District conform to U.S. generally accepted accounting principles applicable to governments promulgated by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants (AICPA). The following is a summary of the significant accounting policies.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The District is considered a special purpose government under GASB Statement No. 34. This allows the District to present the required fund and government-wide statements in a single schedule. The requirement for fund financial statements to be prepared on the modified accrual basis of accounting is met with the "General Fund" column. An adjustment column includes those entries needed to convert to the full accrual basis government-wide statements. The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the District's activities. The District services are supported primarily by property and sales taxes. The Statement of Activities demonstrates how the District used revenue.

NET POSITION/FUND BALANCE

Net position represents the difference between assets and liabilities. The net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first and then unrestricted resources as they are needed.

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10

NOTES TO FINANCIAL STATEMENTS

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

When both assigned and unassigned funds are available for expenditure, assigned funds are used first.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collectible within 60 days after year-end. Expenditures are recognized in the accounting period in which the liability is incurred. Interest and tax revenues associated with the current fiscal year are considered susceptible to accrual and have been recognized as revenues in the current fiscal year. All other revenue is considered measurable and available only when cash is received by the District.

COMPENSATED ABSENCES

Full-time regular employees work either a 40 hour work week for administrative employees or a 53 hour work week for shift employees. Accruals for leave are based on length of service and the schedule worked. Employees earn up to 240 hours of paid leave per year, with no limit on the number of hours that can be accrued. If unused, the leave will be paid to the employee upon termination.

ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

CAPITAL ASSETS

All capital assets are recorded at historical cost (or estimated historical cost) and updated for additions and retirements during the year. The District maintains a capitalization threshold of \$1,000 for assets with a useful life of two years or more.

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10

NOTES TO FINANCIAL STATEMENTS

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The District does not possess any infrastructure. Improvements are capitalized. The cost of normal repairs and maintenance that do not add to the value of the asset or materially extend the asset's life are recorded as expenses. Depreciation is calculated on a straight-line basis. Estimated useful lives are 10 years for vehicles, furniture, fixtures and equipment and 35 years for building.

NOTE 3: DEPOSITS

At 30 September 2020, the bank balance of the District's cash deposits was \$842,577 and the carrying value was \$832,529. All of the District's deposits are collateralized.

The District has adopted an investment strategy to pursue limited investment risk, the objectives of which are safety of principal, maintenance of liquidity, and maximization of yield. The District is authorized to invest in money market mutual funds, certificates of deposit, commercial paper, public investment pools and governmental obligations or repurchase agreements.

NOTE 4: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft and destruction of assets, errors and omissions, natural disasters, etc. The District maintains commercial insurance coverage for these types of risks.

NOTE 5: PROPERTY TAXES

The District has the authority to levy a tax to a maximum of \$0.10 per \$100 of value. Ad valorem taxes are levied each October 1 on the assessed valuation of all taxable property in the District. The tax rate for the October 2019 levy was \$0.10 per \$100 of value. Taxes are due upon receipt of the bill and are delinquent if not paid before the first day of January in the year following levy. On February 1 of each year, a tax lien attaches to the property to secure the payment of all taxes, penalties and interest ultimately imposed. Taxes are billed and collected by the Travis County Tax Assessor-Collector.

NOTE 6: RETIREMENT PLAN

The District maintains a SEP-IRA pension plan for its employees. The District makes discretionary contributions not to exceed 12% of employee wages for all full-time employees. Retirement plan contributions for the year ended 30 September 2020 were \$151,349.

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10

NOTES TO FINANCIAL STATEMENTS

NOTE 7: CAPITAL ASSETS

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	<u>\$144,024</u>	<u>\$0</u>	<u>\$0</u>	<u>\$144,024</u>
Capital assets being depreciated:				
Vehicles and engines	1,684,037	851,504	(334,206)	2,201,335
Buildings	1,258,088	5,125	0	1,263,213
Equipment	810,919	33,041	0	843,960
Furniture and fixtures	<u>93,113</u>	<u>0</u>	<u>0</u>	<u>93,113</u>
	<u>3,846,157</u>	<u>889,670</u>	<u>(334,206)</u>	<u>4,401,621</u>
Accumulated depreciation				
Vehicles and engines	(906,598)	(166,060)	334,206	(738,452)
Buildings	(583,051)	(37,828)	0	(620,879)
Equipment	(589,229)	(35,299)	0	(624,528)
Furniture and fixtures	<u>(67,750)</u>	<u>(3,420)</u>	<u>0</u>	<u>(71,170)</u>
	<u>(2,146,628)</u>	<u>(242,607)</u>	<u>334,206</u>	<u>(2,055,029)</u>
Net capital assets being depreciated	<u>1,699,529</u>	<u>647,063</u>	<u>0</u>	<u>2,346,592</u>
Total capital assets	<u>\$1,843,553</u>	<u>\$647,063</u>	<u>\$0</u>	<u>\$2,490,616</u>

NOTE 8: BUDGET VARIANCES

Total General Fund revenues were \$278,096, or 10%, over budget due primarily to higher than anticipated sales tax and other revenues. Expenses for the General Fund were \$1,055,865, or 37%, more than budget. The budget variance for expenses resulted primarily from the unbudgeted purchase of a fire truck for approximately \$842,000, which was acquired with proceeds from debt in the same amount, which was also unbudgeted. Additionally, salary expenses, debt service, insurance, utilities, fire and rescue equipment, station supplies, sales tax consulting, and other capital outlay expense were also greater than anticipated, which was offset partially by lower than anticipated stations communications and training expenses. The contingency expense budget was also not used. The District received unbudgeted proceeds from debt of \$65,000. The variances in all other line items combined were not significant.

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10

NOTES TO FINANCIAL STATEMENTS

NOTE 9: LONG-TERM LIABILITIES

Long-term debt from direct borrowings:

<u>Asset Acquired</u>	<u>Original Issue</u>	<u>Maturity</u>	<u>Interest Rate</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Payments</u>	<u>Ending Balance</u>
Fire Engine 1	\$785,235	2030	2.63%	\$0	\$842,480	\$57,245	\$785,235
F550 Truck	176,000	2021	2.17%	63,649	0	35,953	27,696
Fire Engine	704,124	2027	2.84%	642,003	0	63,608	578,395
SCBA's	<u>98,517</u>	2022	3.92%	<u>32,525</u>	<u>0</u>	<u>10,506</u>	<u>22,019</u>
	<u>\$1,763,876</u>			<u>\$738,177</u>	<u>\$842,480</u>	<u>\$167,312</u>	1,413,345
					Less Current Portion		<u>(180,078)</u>
					Long-term Portion		<u>\$1,233,267</u>

<u>Maturities September 30:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$180,078	\$37,691	\$217,769
2022	156,446	32,897	189,343
2023	149,324	28,469	177,793
2024	153,415	24,377	177,792
2025	157,620	22,193	179,813
2026-2030	<u>616,462</u>	<u>34,435</u>	<u>650,897</u>
	<u>\$1,413,345</u>	<u>\$180,062</u>	<u>\$1,593,407</u>

The District's long-term debt is secured by the underlying asset acquired and by tax revenues for the SCBA's. The debt agreements contain purchase options.

<u>Other Long-Term Liabilities:</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Total</u>
Compensated absences	<u>\$108,664</u>	<u>\$91,253</u>	<u>\$91,253</u>	<u>\$108,664</u>

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10

NOTES TO FINANCIAL STATEMENTS

NOTE 10: ADJUSTMENTS TO CONVERT FUND STATEMENTS TO GOVERNMENT-WIDE STATEMENTS

Ending fund balance - governmental fund	\$1,016,106
Increase net position for capital assets not reported in the governmental funds	2,490,616
Taxes receivable deferred in the fund financial statements and not in the government-wide financial statements	14,156
Accrued interest not reported in the fund statements because it is not payable with current resources	(16,433)
Compensated absences not reported in the fund statements because it is not payable with current resources	(108,664)
Long-term debt not reported in the fund statements	<u>(1,413,345)</u>
Net position - governmental activities	<u>\$1,982,436</u>
Net change in fund balance - governmental fund	\$129,711
Capital outlays recognized as expenditures in the fund financial statements	889,670
Depreciation expense not recognized in the fund financial statements	(242,607)
Debt proceeds recognized as revenue in the fund financial statements	(842,480)
Long-term debt principal payments recognized as expenditures in the fund financial statements	<u>167,312</u>
Change in net position - governmental activities	<u>\$101,606</u>

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10
BUDGETARY COMPARISON - GENERAL FUND
YEAR ENDED 30 SEPTEMBER 2020

	<u>Budget</u>	<u>Actual</u>	Favorable/ (Unfavorable) <u>Variance</u>
GENERAL REVENUES			
Property taxes	\$2,220,881	\$2,224,147	\$3,266
Sales tax	607,000	853,106	246,106
Interest and other	<u>7,500</u>	<u>36,224</u>	<u>28,724</u>
	<u>2,835,381</u>	<u>3,113,477</u>	<u>278,096</u>
EXPENDITURES			
Current service operations:			
Salaries and benefits	2,161,294	2,302,675	(141,381)
Fire and rescue equipment	51,000	79,974	(28,974)
Training	72,000	50,270	21,730
Insurance	35,000	44,988	(9,988)
Exhaustive operations	40,000	41,772	(1,772)
Apparatus expense	36,500	41,757	(5,257)
Station repairs and maintenance	37,000	37,623	(623)
Utilities	18,500	35,466	(16,966)
Station supplies	9,000	27,851	(18,851)
Sales tax consulting	6,000	25,864	(19,864)
Station communications and repairs	55,000	22,913	32,087
Contingency	74,798	0	74,798
Other	86,500	87,590	(1,090)
Capital outlay	25,000	889,670	(864,670)
Debt service	<u>127,789</u>	<u>202,833</u>	<u>(75,044)</u>
	<u>2,835,381</u>	<u>3,891,246</u>	<u>(1,055,865)</u>
REVENUE OVER/(UNDER) EXPENDITURES	0	(777,769)	(777,769)
PROCEEDS FROM DEBT	0	842,480	842,480
PROCEEDS FROM SALE OF FIXED ASSETS	<u>0</u>	<u>65,000</u>	<u>65,000</u>
NET CHANGE IN FUND BALANCE	0	129,711	129,711
BEGINNING FUND BALANCE	<u>886,395</u>	<u>886,395</u>	<u>0</u>
ENDING FUND BALANCE	<u>\$886,395</u>	<u>\$1,016,106</u>	<u>\$129,711</u>

See independent auditor's report.