



Montemayor Britton Bender PC

CERTIFIED PUBLIC ACCOUNTANTS

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10

INDEPENDENT AUDITOR'S REPORT AND FINANCIAL STATEMENTS

30 SEPTEMBER 2021



Montemayor Britton Bender PC

CERTIFIED PUBLIC ACCOUNTANTS

Board of Commissioners and Management
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 2021, 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.

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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 2021, 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

23 March 2022
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 2021. 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 2021. 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 \$2,335,060, which represented an 5% increase over prior year.
- The District's fiscal year sales tax revenue totaled \$915,575.
- The District incurred a decrease in net position of \$140,165 for the year.
- Current and other assets amounted to \$1,046,378 at 30 September 2021, which represented an increase of \$11,037 compared to the \$1,035,341 for current and other assets at 30 September 2020.
- Capital assets decreased by \$216,701, due to depreciation expense of \$262,315, offset by additions of trucks, firefighting equipment, building improvements, and furniture and equipment of \$45,614.
- The District's capital lease balance decreased by principal payments of \$179,872.

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 \$1,842,271 as of 30 September 2021. Capital assets, net of depreciation and related debt, accounted for \$1,040,442 or 56% 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 \$801,829 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 2021 and 2020 and the results of operations for the same years ended.

<u>Assets</u>	<u>9/30/2021</u>	<u>9/30/2020</u>
Current and other assets	\$1,046,378	\$1,035,341
Capital assets, net of accumulated depreciation	<u>2,273,915</u>	<u>2,490,616</u>
Total assets	<u>3,320,293</u>	<u>3,525,957</u>
 <u>Liabilities</u>		
Current and other liabilities	234,706	201,590
Long-term liabilities	<u>1,243,316</u>	<u>1,341,931</u>
Total liabilities	<u>1,478,022</u>	<u>1,543,521</u>
 <u>Net position</u>		
Net investment in capital assets	1,040,442	1,077,271
Unrestricted	<u>801,829</u>	<u>905,165</u>
Total net position	<u>\$1,842,271</u>	<u>\$1,982,436</u>

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

<u>Revenues</u>	<u>9/30/2021</u>	<u>9/30/2020</u>
Property taxes	\$2,335,060	\$2,224,147
Sales taxes	915,575	853,106
Interest and other income	<u>10,150</u>	<u>101,224</u>
Total revenues	<u>3,260,785</u>	<u>3,178,477</u>
<u>Expenses</u>		
Fire and emergency services	3,100,730	2,798,743
Depreciation	262,315	242,607
Interest expense	<u>37,905</u>	<u>35,521</u>
Total expenses	<u>3,400,950</u>	<u>3,076,871</u>
Change in net position	(140,165)	101,606
Net position, beginning	<u>1,982,436</u>	<u>1,880,830</u>
Net position, ending	<u>\$1,842,271</u>	<u>\$1,982,436</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 2021, the District's only Governmental Fund was the General Fund, and it reported ending fund balance of \$970,395, a decrease of \$45,711 from \$1,016,106 as of 30 September 2020. The District's ending unassigned fund balance of \$962,174 was unencumbered and available for spending at the District's discretion.

General Fund Budgetary Highlights

General Fund revenues were \$24,668, or 1%, over budget, due primarily to \$52,443 more than anticipated in property tax revenues, offset by \$27,425 less than anticipated in sales tax revenues. Expenses for the General Fund were \$69,709 more than budget, a variance of 2%. Certain expenses were more than anticipated- salaries and benefit (\$43,206), computer operations (\$23,554), station supplies (\$18,938), and capital outlay (\$25,864); which were offset by lower than anticipated exhaustive expenses (\$10,158), station communications (\$8,338) and fire and rescue equipment (\$16,865) expenses. The variances in all other line items combined was not significant. The budget was not amended during the year, as the overall net variances were not significant.

Capital Assets

The District's capital assets at 30 September 2021, net of accumulated depreciation, totaled \$2,273,915. The current year decrease of \$216,701 reflected capital outlay of \$45,614 offset by depreciation expense of \$262,315.

Long-Term Debt

The District's long-term debt at 30 September 2021, net of the current portion, totaled \$1,077,027 for capital leases. The current portion of the long-term debt was \$156,446. The fire station, trucks and equipment, and property tax revenues are pledged as collateral on the leases. Activity during the year ended 30 September 2021 consisted of \$179,874 in principal payments and interest expense of \$37,905.

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

Economic Factors, Future Years' Budgets and Tax Rates

The October 2021 assessed valuation increased by approximately 10% compared to the October 2020 assessment. The tax rate of 10¢ per \$100 of assessed valuation for fiscal year 2021-2022 remained the same. The tax levy for fiscal year 2021-2022 is expected to provide an approximately 7% increase in tax revenues for the next fiscal year. Additionally, the District collects sales tax revenues. The total earned in fiscal 2021 was \$915,575, which represented an increase of 7% over the prior year. Average monthly collections to date in fiscal year 2021-2022 are approximately \$89,000.

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 2021

ASSETS	General Fund	Adjustments (Note 10)	Statement of Net Position
Cash	\$843,432		\$843,432
Sales tax receivable	173,159		173,159
Property taxes receivable	21,143		21,143
Prepaid expenses and other	8,644		8,644
Capital assets:			
Land	0	144,024	144,024
Other capital assets, net of depreciation	<u>0</u>	2,129,891	<u>2,129,891</u>
Total capital assets	<u>0</u>		<u>2,273,915</u>
Total assets	<u>\$1,046,378</u>		<u>3,320,293</u>
LIABILITIES			
Accrued liabilities	\$61,827	16,433	78,260
Long-term liabilities:			
Due within 1 year	0	156,446	156,446
Due in more than 1 year	<u>0</u>	1,243,316	<u>1,243,316</u>
Total liabilities	<u>61,827</u>		<u>1,478,022</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>962,174</u>	<u>(962,174)</u>	
Total fund balances	<u>970,395</u>		
Total liabilities, deferred inflows of resources and fund balances	<u>\$1,046,378</u>	(1,046,378)	
NET POSITION			
Net investment in capital assets		1,040,442	1,040,442
Unrestricted		<u>801,829</u>	<u>801,829</u>
Total net position			<u>\$1,842,271</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 20201

EXPENDITURES/EXPENSES:	General <u>Fund</u>	Adjustments <u>(Note 10)</u>	Statement of <u>Activities</u>
Current service operations:			
Salaries and benefits	\$2,484,604	\$57,627	\$2,542,231
Station repairs and maintenance	94,570		94,570
Training	94,391		94,391
Station communications	48,662		48,662
Computer operations	41,554		41,554
Fire and rescue equipment	40,635		40,635
Exhaustive operations	39,842		39,842
Apparatus	38,870		38,870
Station supplies	33,938		33,938
Insurance	29,004		29,004
Other	97,033		97,033
Depreciation	0	262,315	262,315
Capital outlay	45,614	(45,614)	0
Debt service:			
Interest	37,905		37,905
Principal payments	<u>179,874</u>	(179,874)	<u>0</u>
Total expenditures	<u>3,306,496</u>		<u>3,400,950</u>
GENERAL REVENUE:			
Property taxes	2,335,060		2,335,060
Sales tax	915,575		915,575
Interest and other	<u>10,150</u>		<u>10,150</u>
Total revenues	<u>3,260,785</u>		<u>3,260,785</u>
Change in fund balance/net position	(45,711)		(140,165)
Beginning fund balance/net position	<u>1,016,106</u>		<u>1,982,436</u>
Ending fund balance/net position	<u>\$970,395</u>		<u>\$1,842,271</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.

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.

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10

NOTES TO FINANCIAL STATEMENTS

NOTE 3: DEPOSITS

At 30 September 2021, the bank balance of the District's cash deposits was \$880,558 and the carrying value was \$843,432. 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 2020 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 2021 were \$143,542.

NOTE 7: BUDGET VARIANCES

Total General Fund revenues were \$24,668, or 1%, over budget due primarily to higher than anticipated property taxes, offset by lower than expected sales tax revenues. Expenses for the General Fund were \$69,709, or 2%, more than budget. Salary and related expenses, computer operations and maintenance, station supplies, and capital outlay expense were greater than anticipated, which was offset partially by lower than anticipated exhaustive operations, stations communications and fire and rescue equipment expenses. The variances in all other line items combined were not significant. The budget was not amended during the year, as the overall net variances were not significant.

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10

NOTES TO FINANCIAL STATEMENTS

NOTE 8: 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	2,201,335	0	0	2,201,335
Buildings	1,263,213	20,160	0	1,283,373
Equipment	843,960	21,156	0	865,116
Furniture and fixtures	<u>93,113</u>	<u>4,298</u>	<u>0</u>	<u>97,411</u>
	<u>4,401,621</u>	<u>45,614</u>	<u>0</u>	<u>4,447,235</u>
Accumulated depreciation				
Vehicles and engines	(738,452)	(180,402)	0	(918,854)
Buildings	(620,879)	(39,764)	0	(660,643)
Equipment	(624,528)	(38,156)	0	(662,684)
Furniture and fixtures	<u>(71,170)</u>	<u>(3,993)</u>	<u>0</u>	<u>(75,163)</u>
	<u>(2,055,029)</u>	<u>(262,315)</u>	<u>0</u>	<u>(2,317,344)</u>
Net capital assets being depreciated	<u>2,346,592</u>	<u>(216,701)</u>	<u>0</u>	<u>2,129,891</u>
Total capital assets	<u>\$2,490,616</u>	<u>(\$216,701)</u>	<u>\$0</u>	<u>\$2,273,915</u>

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%	\$785,235	\$0	\$75,848	\$709,387
F550 Truck	176,000	2021	2.17%	27,696	0	27,696	0
Fire Engine	704,124	2027	2.84%	578,395	0	65,414	512,981
SCBA's	<u>98,517</u>	2022	3.92%	<u>22,021</u>	<u>0</u>	<u>10,916</u>	<u>11,105</u>
	<u>\$1,763,876</u>			<u>\$1,413,347</u>	<u>\$0</u>	<u>\$179,874</u>	1,233,473
						Less Current Portion	(156,446)
						Long-term Portion	<u>\$1,077,027</u>

<u>Maturities at September 30:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$156,446	\$32,897	\$189,343
2023	149,324	28,469	177,793
2024	153,416	24,377	177,793
2025	157,621	20,173	177,794
2026	161,939	15,854	177,793
2027-2030	<u>454,727</u>	<u>17,601</u>	<u>472,328</u>
	<u>\$1,233,473</u>	<u>\$139,371</u>	<u>\$1,372,844</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>\$143,866</u>	<u>\$86,241</u>	<u>\$166,289</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	\$970,395
Increase net position for capital assets not reported in the governmental funds	2,273,915
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	(166,289)
Long-term debt not reported in the fund statements	<u>(1,233,473)</u>
Net position - governmental activities	<u>\$1,842,271</u>
Net change in fund balance - governmental fund	(\$45,711)
Capital outlays recognized as expenditures in the fund financial statements	45,614
Depreciation expense not recognized in the fund financial statements	(262,315)
Paid leave not recognized in the fund financial statements	(57,627)
Long-term debt principal payments recognized as expenditures in the fund financial statements	<u>179,874</u>
Change in net position - governmental activities	<u>(\$140,165)</u>

NOTE 11: SUBSEQUENT EVENTS

In October 2021, the District executed a purchase order for a new brush truck at a cost of \$179,610. The District is expected to finance this purchase with payments to begin during the fiscal 2022 year.

TRAVIS COUNTY EMERGENCY SERVICES DISTRICT #10
BUDGETARY COMPARISON - GENERAL FUND
YEAR ENDED 30 SEPTEMBER 2021

	<u>Budget</u>	<u>Actual</u>	Favorable/ (Unfavorable) <u>Variance</u>
GENERAL REVENUES			
Property taxes	\$2,282,617	\$2,335,060	\$52,443
Sales tax	943,000	915,575	(27,425)
Interest and other	<u>10,500</u>	<u>10,150</u>	<u>(350)</u>
	<u>3,236,117</u>	<u>3,260,785</u>	<u>24,668</u>
EXPENDITURES			
Current service operations:			
Salaries and benefits	2,441,400	2,484,604	(43,204)
Station repairs and maintenance	87,500	94,570	(7,070)
Training	92,500	94,391	(1,891)
Station communications	57,000	48,662	8,338
Computer operations	18,000	41,554	(23,554)
Fire and rescue equipment	57,500	40,635	16,865
Exhaustive operations	50,000	39,842	10,158
Apparatus	36,500	38,870	(2,370)
Station supplies	15,000	33,938	(18,938)
Insurance	35,000	29,004	5,996
Other	102,848	97,033	5,815
Capital outlay	19,750	45,614	(25,864)
Debt service	<u>223,789</u>	<u>217,779</u>	<u>6,010</u>
	<u>3,236,787</u>	<u>3,306,496</u>	<u>(69,709)</u>
NET CHANGE IN FUND BALANCE	(670)	(45,711)	(45,041)
BEGINNING FUND BALANCE	<u>1,016,106</u>	<u>1,016,106</u>	<u>0</u>
ENDING FUND BALANCE	<u>\$1,015,436</u>	<u>\$970,395</u>	<u>(\$45,041)</u>

See independent auditor's report.