



# Montemayor Britton Bender PC

CERTIFIED PUBLIC ACCOUNTANTS

## **HAYS COUNTY EMERGENCY SERVICES DISTRICT #2**

### INDEPENDENT AUDITOR'S REPORT AND FINANCIAL STATEMENTS

SEPTEMBER 30, 2021

## **HAYS COUNTY EMERGENCY SERVICES DISTRICT #2**

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**Montemayor Britton Bender PC**  
CERTIFIED PUBLIC ACCOUNTANTS

Board of Commissioners  
Hays County Emergency Services District #2

**INDEPENDENT AUDITOR'S REPORT**

We have audited the accompanying financial statements of the governmental activities and general fund of the Hays County Emergency Services District #2 (District), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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 September 30, 2021, and the respective 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 on pages 3 through 5 and the budgetary comparison information on pages 13 to 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

April 7, 2022  
Austin, Texas

## HAYS COUNTY EMERGENCY SERVICES DISTRICT #2

### MANAGEMENT'S DISCUSSION AND ANALYSIS

The following is a narrative overview and analysis of the financial activities of the Hays County Emergency Services District #2 ("the District") for the year ended September 30, 2021. Please read it in conjunction with the District's financial statements, which follow this section.

#### **Financial Highlights**

- The District's property tax rate was assessed at \$.075 per \$100 of assessed valuation for the year ended September 30, 2021. Property tax revenues for the year were \$3,595,505, an increase of \$347,782 over prior year.
- The District incurred an increase in net position of \$837,362 for the year.
- Cash and investments amounted to \$3,308,378 at September 30, 2021, which represented an increase of \$691,399 over the \$2,616,979 balance at September 30, 2020.

#### **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 31 days after year-end). Because the District's principal source of revenue is property taxes, the government-wide financial statements are grouped into one function that is supported by taxes (governmental activities).

#### **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

## HAYS COUNTY EMERGENCY SERVICES DISTRICT #2

### MANAGEMENT'S DISCUSSION AND ANALYSIS

inflows and outflows, as well as balances of resources available for spending at the end of the fiscal year.

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. 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 \$4,178,210 as of September 30, 2021. The District's net position includes a net investment of \$829,795 in capital assets and \$3,348,415, which is unrestricted, and available to meet the District's ongoing obligations to citizens. The tables below summarize the financial position of the District at September 30, 2021 and 2020 and the results of operations for the same years ended.

<b><u>Assets</u></b>	<b><u>9/30/2021</u></b>	<b><u>9/30/2020</u></b>
Current	\$3,348,415	\$2,650,776
Capital, net	<u>829,795</u>	<u>690,072</u>
Total assets	<u>4,178,210</u>	<u>3,340,848</u>
 <b><u>Total liabilities</u></b>	 <u>0</u>	 <u>0</u>
 <b><u>Net position</u></b>		
Net investment in capital assets	829,795	690,072
Unrestricted	<u>3,348,415</u>	<u>2,650,776</u>
Total net position	<u>\$4,178,210</u>	<u>\$3,340,848</u>
 <b><u>Revenues</u></b>	<b><u>9/30/2021</u></b>	<b><u>9/30/2020</u></b>
Ad Valorem property taxes	\$3,595,505	\$3,247,723
Interest and other	<u>27,566</u>	<u>20,600</u>
Total revenues	<u>3,623,071</u>	<u>3,268,323</u>
 <b><u>Expenses</u></b>		
ESD#8 contract	1,915,099	2,041,110
Station user fee	550,000	550,000
Emergency/contingency equipment	106,795	0
Tax collection fees	26,671	22,682
Administrative	4,323	2,422
Professional services	3,350	3,420
Depreciation	<u>179,471</u>	<u>158,049</u>
Total expenses	<u>2,785,709</u>	<u>2,777,683</u>
Change in net position	837,362	490,640
Net position, beginning	<u>3,340,848</u>	<u>2,850,208</u>
Net position, ending	<u>\$4,178,210</u>	<u>\$3,340,848</u>

## **HAYS COUNTY EMERGENCY SERVICES DISTRICT #2**

### **MANAGEMENT'S DISCUSSION AND ANALYSIS**

#### **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 September 30, 2021, the District's only Governmental Fund was the General Fund, and it reported ending fund balance of \$3,308,378, an increase of \$691,399 over the year-ended September 30, 2020. The District's ending unassigned fund balance of \$3,308,378 was unencumbered and available for spending at the District's discretion.

#### **General Fund Budgetary Highlights**

General Fund revenues were \$93,802, or 3%, over budget, due primarily to \$88,985 more than anticipated in property tax revenues. Expenses for the General Fund were \$150,192 less than budget, a variance of (5%). The budget variance resulted primarily from expenses for emergency/contingency equipment and new equipment being less than anticipated by \$149,011 in total.

#### **Capital Asset Administration**

At September 30, 2021, the District had \$829,795 invested in capital assets, which consists of ambulances, vehicles and equipment. Current year activity consists of additions of \$319,314 offset by \$179,471 in depreciation expense.

#### **Economic Factors, Future Years' Budgets and Tax Rates**

The tax levy for fiscal year 2021-2022 is expected to provide an approximately \$477,000 increase in tax revenues for the next fiscal year. The tax rate for fiscal year 2021-2022 of \$.075 per \$100 of assessed valuation remained the same.

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:

Halley Ortiz, President  
Hays County Emergency Services District #2  
P.O. Box 153  
Buda, TX 78610

**HAYS COUNTY EMERGENCY SERVICES DISTRICT #2**  
**STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET**  
**SEPTEMBER 30, 2021**

	General Fund	Adjustments (Note 8)	Statement of Net Position
<b>ASSETS</b>			
Cash	\$ 31,521		\$ 31,521
Short-term investments	3,276,857		3,276,857
Taxes receivable	40,037		40,037
Capital assets, net of depreciation	-	829,795	829,795
Total assets	<u>\$ 3,348,415</u>		<u>4,178,210</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	<u>\$ -</u>		<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue - property taxes	<u>40,037</u>	(40,037)	<u>-</u>
<b>FUND BALANCES/NET POSITION</b>			
<b>FUND BALANCES</b>			
Fund balance - unassigned	<u>3,308,378</u>	(3,308,378)	
	<u>\$ 3,348,415</u>		
<b>NET POSITION</b>			
Net investment in capital assets		829,795	829,795
Unrestricted		3,348,415	3,348,415
			<u>\$ 4,178,210</u>

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



**HAYS COUNTY EMERGENCY SERVICES DISTRICT #2**  
**STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS STATEMENT**  
**OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>General Fund</u>	<u>Adjustments (Note 8)</u>	<u>Statement of Activities</u>
<b>EXPENDITURES/EXPENSES:</b>			
ESD#8 contract	\$ 1,915,099		\$ 1,915,099
Station user fee	550,000		550,000
Emergency/contingency equipment	106,795		106,795
Tax collection fees	26,671		26,671
Administrative	4,323		4,323
Professional services	3,350		3,350
Capital outlay	319,194	(319,194)	-
Depreciation	-	179,471	179,471
	<u>2,925,432</u>		<u>2,785,709</u>
<b>GENERAL REVENUES:</b>			
Ad Valorem tax revenues	3,589,265	6,240	3,595,505
Other income	26,257		26,257
Interest	1,309		1,309
	<u>3,616,831</u>		<u>3,623,071</u>
<b>CHANGE IN FUND BALANCE/NET POSITION</b>	691,399		837,362
<b>BEGINNING FUND BALANCE/NET POSITION</b>	<u>2,616,979</u>		<u>3,340,848</u>
<b>ENDING FUND BALANCE/NET POSITION</b>	<u><u>\$ 3,308,378</u></u>		<u><u>\$ 4,178,210</u></u>

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

## **HAYS COUNTY EMERGENCY SERVICES DISTRICT #2**

### **NOTES TO FINANCIAL STATEMENTS**

#### **NOTE 1: ORGANIZATION**

Emergency services districts may be organized in the State of Texas under the provisions of Article III, Section 48-3 of the State Constitution. The Hays County Emergency Services District #2 (the District) was created in 1989 by an election of the residents of Hays County. The District was established to arrange for emergency services within its boundaries. The District operated under the Health and Safety Code in Chapter 775, Emergency Services District. The District contracts with and disburses funds to the nonprofit emergency services corporation located in San Marcos to provide for services in the Buda area. The District has no employees.

The District is not included in any other governmental reporting entity as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards. Additionally, no other entity meets the requirements for inclusion in the District's financial statements.

The District is governed by a five-member Board of Fire Commissioners (the Board) appointed for two-year terms by the Hays County Commissioners. The District has no employees, office location or fixed assets. The Board sets the budget and tax rate within limits authorized by Chapter 775 of the Health and Safety Code.

#### **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 by ad valorem property taxes. The Statement of Activities demonstrates how the District used revenue and demonstrates how direct expenses of a given function are offset by program revenues.

#### **MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION**

The government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned

## **HAYS COUNTY EMERGENCY SERVICES DISTRICT #2**

### **NOTES TO FINANCIAL STATEMENTS**

#### **NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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 31 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.

#### **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**

Capital assets are recorded at cost (or estimated historical cost) and the time of acquisition and updated for additions and retirements during the year. The District does not possess any infrastructure. Improvements are capitalized. The cost of normal maintenance and repairs that do not add value to the asset or materially extend its life are expensed as incurred. Depreciation is calculated on a straight-line base over the estimated useful life of the asset: ten years for ambulances and vehicles and five years for equipment.

#### **NET POSITION**

Net position represents the difference between assets, deferred outflows, liabilities and deferred inflows. 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.

## **HAYS COUNTY EMERGENCY SERVICES DISTRICT #2**

### **NOTES TO FINANCIAL STATEMENTS**

#### **NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### **FUND BALANCES**

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District can establish limitations of the use of resources through either a commitment or an assignment. When both unassigned and committed or assigned funds are available for expenditure, committed or assigned funds are used first.

Nonspendable fund balances are amounts that cannot be spent because they are not in a spendable form or legally or contractually required to be maintained intact. Committed fund balances include amounts that can only be used for specific purposes determined by a formal action of the Board or adoption of an ordinance. Limitations imposed by commitments remain in place until formal Board action is taken to remove the limitation. Amounts in the assigned fund balances are intended to be used by the District for specific purposes but do not meet the criteria to be committed. Assignments are generally temporary and do not require Board action to be taken to remove the assignment.

##### **DEFERRED OUTFLOWS/INFLOWS OF RESOURCES**

The statement of net position and governmental funds balance sheet reports a separate section for deferred outflows of resources representing a consumption of net position that applies to a future period and is not recognized as an outflow of resources in the current period. The District's does not have any deferred outflows. The statement of financial position and governmental funds balance sheet reports a separate section for deferred inflows of resources representing an acquisition of net position that applies to a future period and is not recognized as an inflow of resources or revenue until that time. The District has one item which qualifies for reporting in this category- unavailable property tax revenue. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

#### **NOTE 3: DEPOSITS AND INVESTMENTS**

At September 30, 2021, the carrying amount of the District's cash deposits was \$31,521 and the bank balance was \$32,620. The District did not have any deposits in excess of FDIC insurance.

The Board of Fire Commissioners has authorized the District under a written investment policy to invest funds in compliance with the Texas Public Funds Investment Act, Chapter 2256 of the Texas Government Code. Investment vehicles authorized by Chapter 2256 include, but are not limited to, certificates of deposit, obligations backed by the U.S. and state governments, and public fund investment pools. All investments at year end were held in the Texas Local Government Investment Pool (TexPool). TexPool investments are carried at amortized cost, which approximates fair value. The State Comptroller oversees TexPool, with Federated Investors managing the daily operations of the pool under a contract with the State Comptroller.

## HAYS COUNTY EMERGENCY SERVICES DISTRICT #2

### NOTES TO FINANCIAL STATEMENTS

#### NOTE 3: DEPOSITS AND INVESTMENTS

TexPool is a 2(a)7 like fund, which means that it is structured similar to a money market mutual fund. It allows shareholders the ability to deposit or withdraw funds on a daily basis. Such funds seek to maintain a constant net asset value of \$1.00, although this cannot be fully guaranteed. TexPool is rated AAAM (the highest rating a local government investment pool can achieve) and must maintain a dollar weighted average maturity not to exceed 60 days, which is the limit. At September 30, 2021, the TexPool portfolio had a weighted average maturity of 34 days. However, the District considers the holdings in these funds to have a one day weighted average maturity because the share position can usually be redeemed each day at the discretion of the shareholder, unless there has been a significant change in value.

#### NOTE 4: CAPITAL ASSETS

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<u>Capital assets being depreciated:</u>				
Ambulances and vehicles	\$1,182,599	\$229,742	(\$109,020)	\$1,303,321
Equipment	<u>562,300</u>	<u>89,452</u>	<u>(5,924)</u>	<u>645,828</u>
	<u>1,744,899</u>	<u>319,194</u>	<u>(114,944)</u>	<u>1,949,149</u>
<u>Accumulated depreciation</u>				
Ambulances and vehicles	(610,918)	(112,093)	109,020	(613,991)
Equipment	<u>(443,909)</u>	<u>(67,378)</u>	<u>5,924</u>	<u>(505,363)</u>
Total accumulated depreciation	<u>(1,054,827)</u>	<u>(179,471)</u>	<u>114,944</u>	<u>(1,119,354)</u>
Total capital assets	<u>\$690,072</u>	<u>\$139,723</u>	<u>\$0</u>	<u>\$829,795</u>

#### NOTE 5: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft, damage and destruction of assets, errors and omissions, lawsuits and natural disasters. The District purchases insurance to provide coverage for these risks.

#### NOTE 6: 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 1, 2020 levy was \$0.075 per \$100 of value. Taxes are due upon receipt of the bill and are delinquent if not paid before the first day of February in the year following levy. On January 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 Hays County Tax Assessor-Collector.

## HAYS COUNTY EMERGENCY SERVICES DISTRICT #2

### NOTES TO FINANCIAL STATEMENTS

#### NOTE 7: BUDGET

The District adopts an annual budget for each fiscal year and amends the budget as needed during the year. There were no current year amendments. The District does not use an encumbrance system and appropriations lapse at the end of each fiscal year.

Certain revenue and expenses were different than budgeted, resulting in a higher than budgeted fund balance. Primarily, property tax revenue was higher than budgeted, and professional services, emergency/contingency equipment and new equipment expenses were less than anticipated.

#### NOTE 8: ADJUSTMENTS TO CONVERT FUND STATEMENTS TO GOVERNMENT-WIDE

Fund balance - general fund	\$3,308,378
Increase net position for capital assets not reported in the fund financial statements	829,795
Taxes receivables deferred in the fund financial statements and not in the government-wide financial statements	<u>40,037</u>
Net position - governmental activities	<u>\$4,178,210</u>
Change in fund balance - general fund	\$691,399
Depreciation expense not recognized in the fund financial statements	(179,471)
Capital outlay recognized in the fund financial statements and not in the government-wide financial statements	319,194
Change in taxes receivables deferred in the fund financial statements and not in the government-wide financial statements	<u>6,240</u>
Change in net position - governmental activities	<u>\$837,362</u>

**HAYS COUNTY EMERGENCY SERVICES DISTRICT #2**  
**BUDGETARY COMPARSION SCHEDULE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
<b>GENERAL REVENUES</b>			
Ad Valorem tax revenues	\$ 3,500,279	\$ 3,589,265	\$ 88,986
Other income	5,000	26,257	21,257
Interest	17,750	1,309	(16,441)
	<u>3,523,029</u>	<u>3,616,831</u>	<u>93,802</u>
<b>EXPENDITURES</b>			
ESD#8 contract	1,915,099	1,915,099	-
Station user fee	550,000	550,000	-
Emergency/contingency equipment	250,000	106,795	143,205
Tax collection fees	26,525	26,671	(146)
Administrative	5,500	4,323	1,177
Professional services	3,500	3,350	150
Capital outlay	325,000	319,194	5,806
	<u>3,075,624</u>	<u>2,925,432</u>	<u>150,192</u>
<b>CHANGE IN FUND BALANCE</b>	<u>447,405</u>	<u>691,399</u>	<u>243,994</u>
<b>BEGINNING FUND BALANCE</b>	<u>2,616,979</u>	<u>2,616,979</u>	<u>-</u>
<b>ENDING FUND BALANCE</b>	<u><u>\$ 3,064,384</u></u>	<u><u>\$ 3,308,378</u></u>	<u><u>\$ 243,994</u></u>

See independent auditor's report