

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**

**HARRIS AND FORT BEND COUNTIES, TEXAS**

**ANNUAL FINANCIAL REPORT**

**DECEMBER 31, 2021**



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## TABLE OF CONTENTS

	<u>PAGE</u>
INDEPENDENT AUDITOR’S REPORT	1-3
MANAGEMENT’S DISCUSSION AND ANALYSIS	4-8
BASIC FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET	9
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION	10
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE	11
RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES	12
NOTES TO FINANCIAL STATEMENTS	13-24
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-GENERAL FUND	26
SUPPLEMENTARY INFORMATION REQUIRED BY HARRIS COUNTY	
COMPUTATION OF NET LONG - TERM DEBT PER CAPITA (NOT APPLICABLE)	
LISTING OF THE NUMBER OF EMERGENCY RESPONSES MADE WITHIN AND OUTSIDE THE DISTRICT	28
SCHEDULE OF INSURANCE AND BONDING COVERAGE	29
STATEMENT OF ACTIVITIES – COMMUNITY PROTECTION AGENCY, INC.	30
OTHER SUPPLEMENTARY INFORMATION	
TAXES LEVIED AND RECEIVABLE	32-33
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES – GENERAL FUND – FIVE YEARS	34-35
BOARD OF COMMISSIONERS AND CONSULTANTS	36-37



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**INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
Harris-Fort Bend Emergency  
Services District No. 100  
Harris and Fort Bend Counties, Texas

**Opinions**

We have audited the accompanying financial statements of the governmental activities and major fund of Harris-Fort Bend Emergency Services District No. 100 (the "District") as of and for the year ended December 31, 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and major fund of the District as of December 31, 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.

**Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

**Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.





### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.



**Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information required by the Harris County Commissioners Court and other supplementary information are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The supplementary information, excluding that portion marked "Unaudited" on which we express no opinion or provide an assurance, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*McCall Gibson Swedlund Barfoot PLLC*

McCall Gibson Swedlund Barfoot PLLC  
Certified Public Accountants  
Houston, Texas

April 5, 2022



**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

Management’s discussion and analysis of Harris-Fort Bend Emergency Services District No. 100’s (the “District”) financial performance provides an overview of the District’s financial activities for the fiscal year ended December 31, 2021. Please read it in conjunction with the District’s financial statements.

**USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The basic financial statements include: (1) fund financial statements and government-wide financial statements and (2) notes to the financial statements. The fund financial statements and government-wide financial statements combine both: (1) the Statement of Net Position and Governmental Funds Balance Sheet and (2) the Statement of Activities and Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance. This report also includes required and other supplementary information in addition to the basic financial statements.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

The District’s annual report includes two financial statements combining the government-wide financial statements and the fund financial statements. The government-wide financial statements provide both long-term and short-term information about the District’s overall status. Financial reporting at this level uses a perspective like that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The Statement of Net Position includes all the District’s assets, liabilities, and, if applicable, deferred inflows and outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating. Evaluation of the overall health of the District would extend to other non-financial factors.

The Statement of Activities reports how the District’s net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid.

**FUND FINANCIAL STATEMENTS**

The combined statements also include fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District has one governmental fund type. The General Fund accounts for resources not accounted for in another fund, property tax and sales tax revenues, costs of assessing and collecting taxes and general expenditures.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

**FUND FINANCIAL STATEMENTS (Continued)**

Governmental funds are reported in each of the financial statements. The focus in the fund financial statements provides a distinctive view of the District's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of the District and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. The adjustments columns, the Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position and the Reconciliation of the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities explain the differences between the two presentations and assist in understanding the differences between these two perspectives.

**NOTES TO THE FINANCIAL STATEMENTS**

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements can be found in this report.

**OTHER INFORMATION**

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information ("RSI"). The budgetary comparison schedule is included as RSI for the General Fund.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net position may serve over time as a useful indicator of the District's financial position. In the case of the District, assets exceeded liabilities and deferred inflows of resources by \$93,514,539 as of December 31, 2021.

A portion of the District's net position reflects its net investment in capital assets (land, buildings, vehicles and equipment less any debt used to acquire those assets that is still outstanding). The District uses these assets to provide for firefighting and emergency services.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)**

The following is a comparative analysis of government-wide changes in net position:

	<u>Summary of Changes in the Statement of Net Position</u>		
	<u>2021</u>	<u>2020</u>	Change Positive (Negative)
Current and Other Assets	\$ 66,081,551	\$ 59,596,844	\$ 6,484,707
Capital Assets (Net of Accumulated Depreciation)	<u>36,447,940</u>	<u>32,554,650</u>	<u>3,893,290</u>
Total Assets	<u>\$ 102,529,491</u>	<u>\$ 92,151,494</u>	<u>\$ 10,377,997</u>
Total Liabilities	<u>\$ 1,922,289</u>	<u>\$ 3,229,513</u>	<u>\$ 1,307,224</u>
Deferred Inflows of Resources	<u>\$ 7,092,663</u>	<u>\$ 6,539,587</u>	<u>\$ (553,076)</u>
Net Position:			
Net Investment in Capital Assets	\$ 36,447,940	\$ 32,554,650	\$ 3,893,290
Unrestricted	<u>57,066,599</u>	<u>49,827,744</u>	<u>7,238,855</u>
Total Net Position	<u>\$ 93,514,539</u>	<u>\$ 82,382,394</u>	<u>\$ 11,132,145</u>

The following table provides comparative analysis of the District's operations for the years ended December 31, 2021, and December 31, 2020.

	<u>Summary of Changes in the Statement of Activities</u>		
	<u>2021</u>	<u>2020</u>	Change Positive (Negative)
Revenues:			
Property Taxes	\$ 6,418,843	\$ 7,109,270	\$ (690,427)
Sales Tax Receipts	18,558,180	14,050,805	4,507,375
Other Revenues	<u>1,889,541</u>	<u>1,527,617</u>	<u>361,924</u>
Total Revenues	<u>\$ 26,866,564</u>	<u>\$ 22,687,692</u>	<u>\$ 4,178,872</u>
Expenses for Services	<u>15,734,419</u>	<u>14,324,878</u>	<u>(1,409,541)</u>
Change in Net Position	\$ 11,132,145	\$ 8,362,814	\$ 2,769,331
Net Position, Beginning of Year	<u>82,382,394</u>	<u>74,019,580</u>	<u>8,362,814</u>
Net Position, End of Year	<u>\$ 93,514,539</u>	<u>\$ 82,382,394</u>	<u>\$ 11,132,145</u>

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

**FINANCIAL ANALYSIS OF THE DISTRICT'S GOVERNMENTAL FUND**

The District's General Fund fund balance as of December 31, 2021, was \$56,919,874, an increase of \$7,245,332 from the prior year. The increase was primarily due to the collection of property taxes and sales tax receipts exceeding service operations and capital outlay.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The Board of Commissioners amended the budget during the fiscal year to increase estimated sales tax receipts and contributions to Fort Bend County as well as decrease estimated capital outlay. Actual revenues were \$6,640,041 more than budgeted revenues. Actual expenditures were \$2,033,911 less than budgeted expenditures, due to the timing of capital outlay projects and lower than anticipated contracted services expenditures.

**CAPITAL ASSETS**

Capital assets as of December 31, 2021, total \$36,447,940 (net of accumulated depreciation) and include land, buildings, vehicles and equipment. Capital asset events during the current fiscal year included the purchase or completion of the following:

- Four 2020 Ford F450 Ambulances - \$1,085,144
- Two 2020 Chevy Tahoe Police Vehicles - \$131,997
- 2021 Ford F250 Special Ops Vehicle - \$79,618
- Air-Pak X3 Pro SCBA - \$1,052,870
- Smoke Trainer System - \$253,270
- Communication Equipment and Software - \$1,370,482
- Station No. 1 Additions - \$386,594
- Station 3 Roof Replacement - \$256,166
- Dispatch Center - \$1,953,890

Capital Assets At Year-End, Net of Accumulated Depreciation

	2021	2020	Change Positive (Negative)
Capital Assets Not Being Depreciated:			
Land and Land Improvements	\$ 3,700,919	\$ 3,700,919	\$
Construction in Progress	4,021,572	1,512,718	2,508,854
Capital Assets, Net of Accumulated Depreciation:			
Buildings and Improvements	21,713,811	22,049,519	(335,708)
Vehicles	4,697,861	4,907,733	(209,872)
Equipment	2,313,777	383,761	1,930,016
Total Net Capital Assets	<u>\$ 36,447,940</u>	<u>\$ 32,554,650</u>	<u>\$ 3,893,290</u>



**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide a general overview of District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Harris-Fort Bend Emergency Services District No. 100, c/o Coveler & Peeler, P.C., 820 Gessner, Suite 1710, Houston, TX 77024.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**STATEMENT OF NET POSITION AND**  
**GOVERNMENTAL FUNDS BALANCE SHEET**  
**DECEMBER 31, 2021**

	General Fund	Adjustments	Statement of Net Position
<b>ASSETS</b>			
Cash	\$ 17,650,891	\$	\$ 17,650,891
Investments	38,592,791		38,592,791
Cash with Other Governments	779,209		779,209
Receivables:			
Property Taxes	4,897,568		4,897,568
Penalty and Interest on Delinquent Taxes		38,474	38,474
Sales Tax Receipts	3,630,152		3,630,152
Dispatch Services	480,480		480,480
Accrued Interest	9,736		9,736
Other	2,250		2,250
Land		3,700,919	3,700,919
Construction in Progress		4,021,572	4,021,572
Capital Assets (Net of Accumulated Depreciation)		28,725,449	28,725,449
<b>TOTAL ASSETS</b>	<b>\$ 66,043,077</b>	<b>\$ 36,486,414</b>	<b>\$ 102,529,491</b>
<b>LIABILITIES</b>			
Accounts Payable	\$ 1,072,289	\$	\$ 1,072,289
Due to Fort Bend County Road District	850,000		850,000
<b>TOTAL LIABILITIES</b>	<b>\$ 1,922,289</b>	<b>\$ -0-</b>	<b>\$ 1,922,289</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes	\$ 7,200,914	\$ (108,251)	\$ 7,092,663
<b>FUND BALANCE</b>			
Unassigned	\$ 56,919,874	\$ (56,919,874)	\$ - 0 -
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<b>\$ 66,043,077</b>		
<b>NET POSITION</b>			
Net Investment in Capital Assets		\$ 36,447,940	\$ 36,447,940
Unrestricted		57,066,599	57,066,599
<b>TOTAL NET POSITION</b>		<b>\$ 93,514,539</b>	<b>\$ 93,514,539</b>

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

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET**  
**TO THE STATEMENT OF NET POSITION**  
**DECEMBER 31, 2021**

Total Fund Balance - Governmental Funds \$ 56,919,874

Amounts reported for governmental activities in the Statement of Net Position are different because:

Land, construction in progress and capital assets used in governmental activities are not current financial resources and, therefore, are not reported as assets in the governmental funds. 36,447,940

Deferred inflows of resources related to property tax revenues and penalty and interest receivable on delinquent taxes for the 2020 and prior tax levies became part of recognized revenues in the governmental activities of the District. 146,725

Total Net Position - Governmental Activities \$ 93,514,539

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

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND STATEMENT OF**  
**REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
<b>REVENUES</b>			
Property Taxes	\$ 6,415,676	\$ 3,167	\$ 6,418,843
Sales Tax Receipts	18,558,180		18,558,180
EMS Collections	1,220,000		1,220,000
Lease Revenues	29,099		29,099
Penalty and Interest	61,188	(9,644)	51,544
Investment Revenues	105,988		105,988
Dispatch Services	480,480		480,480
Miscellaneous Revenues	2,430		2,430
<b>TOTAL REVENUES</b>	<u>\$ 26,873,041</u>	<u>\$ (6,477)</u>	<u>\$ 26,866,564</u>
<b>EXPENDITURES/EXPENSES</b>			
Service Operations:			
District Services - Community Protection Agency, Inc.	\$ 8,612,659	\$	\$ 8,612,659
Accounting and Auditing	33,484		33,484
Appraisal District Fees	50,431		50,431
Commissioner Fees	25,800		25,800
Legal Fees - General	233,549		233,549
Legal Fees - Delinquent Tax Collections	18,526		18,526
Salaries and Benefits	513,086		513,086
Sales Tax Consultant	53,773		53,773
Tax Assessor/Collector Fees	36,285		36,285
Depreciation		2,033,317	2,033,317
Other	235,967		235,967
Fort Bend County	3,199,120		3,199,120
Capital Outlay	6,615,029	(6,387,372)	227,657
Loss on Disposal of Assets		460,765	460,765
<b>TOTAL EXPENDITURES/EXPENSES</b>	<u>\$ 19,627,709</u>	<u>\$ (3,893,290)</u>	<u>\$ 15,734,419</u>
<b>NET CHANGE IN FUND BALANCE</b>	\$ 7,245,332	\$ (7,245,332)	\$
<b>CHANGE IN NET POSITION</b>		11,132,145	11,132,145
<b>FUND BALANCE/NET POSITION - JANUARY 1, 2021</b>	<u>49,674,542</u>	<u>32,707,852</u>	<u>82,382,394</u>
<b>FUND BALANCE/NET POSITION - DECEMBER 31, 2021</b>	<u>\$ 56,919,874</u>	<u>\$ 36,594,665</u>	<u>\$ 93,514,539</u>

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

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100  
RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT OF  
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2021**

Net Change in Fund Balance - Governmental Funds	\$	7,245,332
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report tax revenues when collected. However, in the government-wide financial statements, revenues are recorded in the accounting period for which the taxes are levied.		3,167
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Governmental funds report penalty and interest revenues on property taxes when collected. However, in the government-wide financial statements, revenues are recorded when the penalty and interest are assessed.		(9,644)
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Governmental funds do not account for depreciation. However, in the government-wide financial statements, capital assets are depreciated and depreciation expense is recorded in the Statement of Activities.		(2,033,317)
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Governmental funds record capital asset costs as expenditures in the period purchased. However, in the government-wide financial statements, capital assets are increased by new purchases that meet the District's threshold for capitalization, and are owned and maintained by the District. All other capital asset purchases are expensed in the Statement of Activities.		5,926,607
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Change in Net Position - Governmental Activities	\$	<u>11,132,145</u>
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The accompanying notes to the financial statements are an integral part of this report.

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**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 1. CREATION OF DISTRICT**

Harris-Fort Bend Emergency Services District No. 100 (the “District”) was created on August 8, 1997, in accordance with Article III, Section 48-e, of the Texas Constitution. The District operates under Chapter 775 of the Health and Safety Code. The District was established to provide operating funds for the contracting of fire prevention and emergency medical services within the boundaries of the District.

**NOTE 2. SIGNIFICANT ACCOUNTING POLICIES**

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board (“GASB”).

The District is a political subdivision of the State of Texas governed by an elected board. GASB has established the criteria for determining whether an entity is a primary government or a component unit of a primary government. The primary criteria are that it has a separately elected governing body, it is legally separate, and it is fiscally independent of other state and local governments. Under these criteria, the District is considered a primary government and is not a component unit of any other government. Additionally, no other entities meet the criteria for inclusion in the District’s financial statement as component units.

Financial Statement Presentation

These financial statements have been prepared in accordance with GASB Codification of Governmental Accounting and Financial Reporting Standards Part II, Financial Reporting (“GASB Codification”).

The GASB Codification sets forth standards for external financial reporting for all state and local government entities, which include a requirement for a Statement of Net Position and a Statement of Activities. It requires the classification of net position into three components: Net Investment in Capital Assets; Restricted; and Unrestricted. These classifications are defined as follows:

- \* Net Investment in Capital Assets – This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Financial Statement Presentation (Continued)

- \* Restricted Net Position – This component of net position consists of external constraints placed on the use of assets imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulation of other governments or constraints imposed by law through constitutional provisions or enabling legislation.
  
- \* Unrestricted Net Position – This component of net position consists of assets that do not meet the definition of Restricted or Net Investment in Capital Assets.

When both restricted and unrestricted resources are available for use, generally it is the District's policy to use restricted resources first.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the District as a whole. The District's Statement of Net Position and Statement of Activities are combined with the governmental fund financial statements. The District is viewed as a special-purpose government and has the option of combining these financial statements.

The Statement of Net Position is reported by adjusting the governmental fund types to report on the full accrual basis, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. Any amounts recorded due to and due from other funds are eliminated in the Statement of Net Position.

The Statement of Activities is reported by adjusting the governmental fund types to report only items related to current year revenues and expenditures. Items such as capital outlay are allocated over their estimated useful lives as depreciation expense. Internal activities between governmental funds, if any, are eliminated by adjustment to obtain net total revenues and expenses of the government-wide Statement of Activities.

Fund Financial Statements

As discussed above, the District's fund financial statements are combined with the government-wide financial statements. The fund financial statements include a Governmental Funds Balance Sheet and a Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance.



**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Governmental Funds

The District has one governmental fund; therefore, it is a major fund.

General Fund - To account for resources not required to be accounted for in another fund, property tax and sales tax revenues, costs of assessing and collecting taxes and general expenditures.

Basis of Accounting

The District uses the modified accrual basis of accounting for governmental fund types. The modified accrual basis of accounting recognizes revenues when both “measurable and available.” Measurable means the amount can be determined. Available means collectable within the current period or soon enough thereafter to pay current liabilities. The District considers revenues reported in governmental funds to be available if they are collectable within 60 days after year-end. Also, under the modified accrual basis of accounting, expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, which are recognized as expenditures when payment is due.

Property taxes considered available by the District and recorded as revenue include the 2020 tax levy collections during the period October 1, 2020, to December 31, 2021, and taxes collected from January 1, 2021, to December 31, 2021 for all prior tax levies. The 2021 tax levy has been fully deferred to meet the District’s planned expenditures in the 2022 fiscal year.

Capital Assets

Capital assets, which include land, buildings, vehicles and equipment, are reported in the government-wide Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as an expenditure in the governmental fund incurred and as an expense in the government-wide Statement of Activities. Capital asset additions, improvements and preservation costs that extend the life of an asset are capitalized and depreciated over the estimated useful life of the asset. Installation costs, professional fees and certain other costs are capitalized as part of the asset.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Capital Assets (Continued)

Assets are capitalized if they have an original cost of \$25,000 or more (including installation costs and professional fees) and a useful life of at least one year. Depreciation is calculated on each class of depreciable property using no salvage value and the straight-line method of depreciation. Estimated useful lives are as follows:

	Years
Buildings	40
All Other Equipment	2-30

Budgeting

An annual unappropriated budget is adopted for the General Fund by the District’s Board of Commissioners. The budget is prepared using the same method of accounting as for financial reporting. The original General Fund budget for the current year was amended. The Budget Comparison Schedule – General Fund – presents the original budget amounts, if revised, compared to the actual amounts of revenues and expenditures for the current year.

Pensions

The District has not established a pension plan as the District does not have employees. The Internal Revenue Service has determined that fees of office received by Commissioners are wages subject to federal income tax for payroll tax purposes only. See Note 11 for more information on the full-time employee’s retirement plan.

Measurement Focus

Measurement focus is a term used to describe which transactions are recognized within the various financial statements. In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position, financial position, and cash flows. All assets, liabilities, and deferred inflows and outflows of resources associated with the activities are reported. Fund equity is classified as net position.

Governmental fund types are accounted for on a spending or financial flow measurement focus. Accordingly, only current assets and current liabilities are included on the Governmental Funds Balance Sheet, and the reported fund balances provide an indication of available spendable or appropriable resources. Operating statements of governmental fund types report increases and decreases in available spendable resources. Fund balances in governmental funds are classified using the following hierarchy:

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Measurement Focus (Continued)

*Nonspendable:* amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact. The District does not have any nonspendable fund balances.

*Restricted:* amounts that can be spent only for specific purposes because of constitutional provisions, or enabling legislation, or because of constraints that are imposed externally. The District does not have any restricted fund balances.

*Committed:* amounts that can be spent only for purposes determined by a formal action of the Board of Commissioners. The Board is the highest level of decision-making authority for the District. This action must be made no later than the end of the fiscal year. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board. The District does not have any committed fund balances.

*Assigned:* amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. The District has not adopted a formal policy regarding the assignment of fund balances.

*Unassigned:* all other spendable amounts in the General Fund.

When expenditures are incurred for which restricted, committed, assigned or unassigned fund balances are available, the District considers amounts to have been spent first out of restricted funds, then committed funds, then assigned funds, and finally unassigned funds.

Accounting 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 amount 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 expenditures during the reporting period. Actual results could differ from those estimates.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 3. TAX LEVY**

Voters of the District have approved the levy and collection of an ad valorem tax not to exceed \$0.10 per \$100 of assessed valuation on taxable property within the District. During the year ended December 31, 2021, the District levied an ad valorem tax at the rate of \$0.086751 per \$100 of assessed valuation, which resulted in a tax levy of \$7,092,663 on the adjusted taxable valuation of \$8,173,573,984 for the 2021 tax year.

All property values and exempt status, if any, are determined by the appraisal district. Assessed values are determined as of January 1 of each year, at which time a tax lien attaches to the related property. Taxes are levied around October/November, are due upon receipt and are delinquent the following February 1. Penalty and interest attach thereafter.

**NOTE 4. DEPOSITS AND INVESTMENTS**

Deposits

Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The District's deposit policy for custodial credit risk requires compliance with the provisions of Texas statutes.

Texas statutes require that any cash balance in any fund shall, to the extent not insured by the Federal Deposit Insurance Corporation or its successor, be continuously secured by a valid pledge to the District of securities eligible under the laws of Texas to secure the funds of the District, having an aggregate market value, including accrued interest, at all times equal to the uninsured cash balance in the fund to which such securities are pledged. At fiscal year-end, the carrying amount of the District's bank deposits was \$24,782,623 and the bank balance was \$25,028,084. The District was not exposed to custodial credit risk.

The carrying values of the deposits are included in the Governmental Funds Balance Sheet and the Statement of Net Position at December 31, 2021, as listed below:

	Cash	Certificates of Deposit	Total
GENERAL FUND	\$ 17,650,891	\$ 7,131,732	\$ 24,782,623

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 4. DEPOSITS AND INVESTMENTS (Continued)**

Investments

Under Texas law, the District is required to invest its funds under written investment policies that primarily emphasize safety of principal and liquidity and that address investment diversification, yield, maturity, and the quality and capability of investment management, and all District funds must be invested in accordance with the following investment objectives: understanding the suitability of the investment to the District's financial requirements, first; preservation and safety of principal, second; liquidity, third; marketability of the investments if the need arises to liquidate the investment before maturity, fourth; diversification of the investment portfolio, fifth; and yield, sixth. The District's investments must be made "with judgment and care, under prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person's own affairs, not for speculation, but for investment, considering the probable safety of capital and the probable income to be derived." No person may invest District funds without express written authority from the Board of Commissioners.

Texas statutes include specifications for and limitations applicable to the District and its authority to purchase investments as defined in the Public Funds Investment Act. The District has adopted a written investment policy to establish the guidelines by which it may invest. This policy is reviewed annually. The District's investment policy may be more restrictive than the Public Funds Investment Act.

The District invests in the Texas Short Term Asset Reserve Program ("TexSTAR"), an external public funds investment pool that is not SEC-registered. J. P. Morgan Investment Management Inc. provides investment management and Hilltop Securities Inc., provides participant services and marketing under an agreement with the TexSTAR Board of Directors. Custodial, fund accounting and depository services are provided by JPMorgan Chase Bank, N.A. and/or its subsidiary J.P. Morgan Investors Services Co. Investments held by TexSTAR are marked to market daily. The investments are considered to be Level I investments because their fair value is measured by quoted prices in active markets. The fair value of the District's position in the pool is the same as the value of the pool shares. There are no limitations or restrictions on withdrawals from TexSTAR.

The District invests in Texas Cooperative Liquid Assets Securities System Trust ("Texas CLASS"), an external public funds investment pool that is not SEC-registered. Public Trust Advisors, LLC serves as the pool's administrator and investment advisor. The pool is subject to the general supervision of the Board of Trustees and its Advisory Board. Wells Fargo Bank, N.A. serves as custodian for the pool. Investments held by Texas CLASS are priced to market on a weekly basis. The investments are considered to be Level I investments because their fair value is measured by quoted prices in active markets. The fair value of the District's position in the pool is the same as the value of the pool shares. There are no limitations or restrictions on withdrawals from TexasCLASS.

Certificates of Deposit are valued at acquisition costs at the date of purchase.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 4. DEPOSITS AND INVESTMENTS (Continued)**

Investments (Continued)

As of December 31, 2021, the District had the following investments and maturities:

Fund and Investment Type	Fair Value	Maturities in Years			
		Less Than 1	1-5	6-10	More Than 10
<b>GENERAL FUND</b>					
TexSTAR	\$ 11,872,984	\$ 11,872,984	\$	\$	\$
Texas CLASS	19,588,075	19,588,075			
Certificates of Deposit	<u>7,131,732</u>	<u>7,131,732</u>			
<b>TOTAL INVESTMENTS</b>	<u>\$38,592,791</u>	<u>\$38,592,791</u>	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. At December 31, 2021, the District’s investments in TexSTAR and Texas CLASS were rated “AAAm” by Standard and Poor’s. The District also manages credit risk by investing in certificates of deposit with balances covered in accordance with Texas statutes.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District considers the investments in TexSTAR and Texas CLASS to have a maturity of less than one year due to the fact the share position can usually be redeemed each day at the discretion of the District, unless there has been a significant change in value. The District also manages interest rate risk by investing in certificates of deposit with maturities of approximately one year or less.

**NOTE 5. FIRE PROTECTION SERVICES**

The District has contracted with the Community Protection Agency, Inc. (the “Department”) to provide fire fighting and suppression services and emergency medical and rescue services to the residents of the District. The term of the current contract is for a period of one-year effective January 1, 2018 and will renew automatically for consecutive one-year terms commencing on January 1<sup>st</sup> of each successive year. The automatic renewal can be canceled by sending a written notice on or before August 1<sup>st</sup> of the then current calendar year to either party. Under the terms of the contract, the Department agrees to provide fire fighting and suppression services and emergency medical and rescue services to all the residents and commercial interests within the geographic area of the District and those requesting mutual aid. The contract may be terminated by either party due to the other party committing a material breach of contract. Once notice has been given of a contract breach, the breaching party will have 90 days from the date of the notice to cure the breach or show to the satisfaction of the non-breaching party that no breach has occurred.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 5. FIRE PROTECTION SERVICES (Continued)**

The Department agrees to submit annually, due each September, both an operating budget and a capital budget for approval by the District. The District agrees to pay to the Department monthly amounts as invoiced, which agree to the Department's approved budget. At each regular board meeting, the Department shall provide a financial report setting forth the Department's revenue and expenditures for the prior month. Expenditures which are made within the approved budget, shall be fully reimbursed to the Department in an amount expended by the Department in the previous month.

It is the agreement and intent of the District and the Department that the District be a lien holder (subordinate to a bona fide first lien holder) on those assets of the Department purchased in whole or in part with District funds or where title to any such asset is not otherwise in the District's name. The purpose of such lien holder status is to provide that in the event any such asset is sold, traded, assigned or conveyed to another person or entity for any reason or is damaged or subject to other casualty, the District will be reimbursed for its monetary contribution of District funds. If such asset was purchased wholly with District funds, the District's interest in the asset proceeds shall be for the entire amount. If such asset was purchased in part with District funds, the District's interest in the asset proceeds shall be based upon the pro-rata portion of the purchase price paid for with District funds. The Department transfers emergency service billing revenues to the District on a monthly basis as they are received less the amount that the Department needs to maintain a \$10,000 reserve to cover refunds and adjustments. During the current fiscal year, the District received \$1,220,000 from current year collections.

**NOTE 6. TOWER LEASE AGREEMENTS**

On August 30, 2005, as amended on September 27, 2017, the District entered into an agreement with Voicestream Houston, Inc. and its successor T-Mobile West LLC. for the lease of one of the District's telecommunication towers. The rent payable to the District is \$1,815 per month. The initial term of the lease is 12 months with the option of seven years upon written notice to the District and payment of \$1,000. This agreement was terminated on May 1, 2021. During the current fiscal year, the District recorded revenue of \$21,780 from this lease.

On February 8, 2010, the District entered into an agreement with Clear Wire, LLC ("Clearwire") for the lease of one of the District's telecommunication towers at a rental rate of \$1,500 per month. The initial term of the lease is 18 months with the option to extend the term for five successive five-year periods unless Clearwire notifies the District of its intention not to renew at least 30 days prior to commencement of any renewal term. The rent for each renewal term shall be increased by 10% of the rent paid over the preceding term. In February 2015, the rental rate increased to \$1,650 per month. During the current fiscal year, the District recorded revenue of \$7,319 from this lease.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 7. CAPITAL ASSETS**

The following is a summary of changes in capital assets for the year ended December 31, 2021:

	January 1, 2021	Increases	Decreases	December 31, 2021
<b>Capital Assets Not Being Depreciated</b>				
Land and Land Improvements	\$ 3,700,919	\$	\$	\$ 3,700,919
Construction in Progress	<u>1,512,718</u>	<u>6,387,372</u>	<u>3,878,518</u>	<u>4,021,572</u>
<b>Total Capital Assets Not Being Depreciated</b>	<u>\$ 5,213,637</u>	<u>\$ 6,387,372</u>	<u>\$ 3,878,518</u>	<u>\$ 7,722,491</u>
<b>Capital Assets Subject to Depreciation</b>				
Buildings and Improvements	\$ 25,195,359	\$ 33,229	\$	\$ 25,228,588
Vehicles	14,384,993	1,164,762	809,700	14,740,055
Equipment	<u>1,647,550</u>	<u>2,680,527</u>	<u></u>	<u>4,328,077</u>
<b>Total Capital Assets Subject to Depreciation</b>	<u>\$ 41,227,902</u>	<u>\$ 3,878,518</u>	<u>\$ 809,700</u>	<u>\$ 44,296,720</u>
<b>Less Accumulated Depreciation</b>				
Buildings and Improvements	\$ 3,145,840	\$ 368,937	\$	\$ 3,514,777
Vehicles	9,477,260	913,869	348,935	10,042,194
Equipment	<u>1,263,789</u>	<u>750,511</u>	<u></u>	<u>2,014,300</u>
<b>Total Accumulated Depreciation</b>	<u>\$ 13,886,889</u>	<u>\$ 2,033,317</u>	<u>\$ 348,935</u>	<u>\$ 15,571,271</u>
<b>Total Depreciable Capital Assets, Net of Accumulated Depreciation</b>	<u>\$ 27,341,013</u>	<u>\$ 1,845,201</u>	<u>\$ 460,765</u>	<u>\$ 28,725,449</u>
<b>Total Capital Assets, Net of Accumulated Depreciation</b>	<u>\$ 32,554,650</u>	<u>\$ 8,232,573</u>	<u>\$ 4,339,283</u>	<u>\$ 36,447,940</u>

**NOTE 8. RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; and errors and omissions for which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

**NOTE 9. SALES AND USE TAX**

In accordance with Chapter 775 of the Health and Safety Code, the District is authorized to adopt and impose a sale and use tax if authorized by a majority of the qualified voters of the District. The election to adopt sales and use tax is governed by the provisions of Subchapter E, Chapter 323 of the Tax Code.

On November 6, 2007, the voters of the District approved the establishment and adoption of a sales and use tax of up to a maximum of one percent. On November 19, 2007, the Board set a local sales and use tax of one percent on all applicable sales and uses within the boundaries of



**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 9. SALES AND USE TAX (Continued)**

the District, excluding any territory in the District where sales and use tax is currently two percent, effective April 1, 2008. During the current fiscal year, the District recorded \$18,558,180 in sales tax receipts, of which \$3,630,152 was due from the State Comptroller at December 31, 2021.

**NOTE 10. INTERLOCAL AGREEMENT FOR FORT BEND COUNTY MOBILITY ENHANCEMENT**

On December 13, 2011, the District executed the Interlocal Agreement for Fort Bend County Mobility Enhancement with Fort Bend County, Texas. The District agrees to allocate 25% of the District's local sales and use tax revenue generated in the area described as the portion of the District located in Fort Bend County and west of FM 1464. The District agrees to make quarterly payments to Fort Bend County. During the current fiscal year, the District recorded total payments of \$3,199,120 to Fort Bend County in relation to this agreement, of which \$850,000 was recorded as a payable as of December 31, 2021. The term of this agreement is 15 years.

**NOTE 11. RETIREMENT PLANS**

The District began participation in the Texas County & District Retirement System (TCDRS) as of September 1, 2021, and therefore did not have any participating employees as of the TCERS measurement date, December 31, 2020. A description of the pension plan pursuant to Paragraph 40 of GASB Statement No. 68 is as follows:

- a. The District participates in TCERS, which is a statewide, agent multiple-employer, public employee retirement system.
- b. A brief description of benefit terms:
  - 1) All full- and part-time non-temporary employees participate in the plan, regardless of the number of hours they work in a year. Employees in a temporary position are not eligible for membership.
  - 2) The plan provides retirement, disability and survivor benefits.
  - 3) TCERS is a savings-based plan. For the District plan, 7% of each employee's pay is deposited into his or her TCERS account. By law, employee accounts earn 7% interest per year on beginning of year balances. At retirement, the account is matched at an employer set percentage(s) (current match is 100%) and is then converted to a lifetime annuity.
  - 4) There are no automatic COLAs. Each year, the District may elect an ad hoc COLA for its retirees (if any). There are two COLA types, each limited by actual inflation.
  - 5) Benefit terms are established under the TCERS Act. They may be amended as of Jan. 1 each year but must remain in conformity with the Act.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 11. RETIREMENT PLANS (Continued)**

- c. As of the measurement date (December 31, 2020), the District had no employees covered in TCDRS.
- d. The District's contribution rate is calculated annually on an actuarial basis, although the employer may elect to contribute at a higher rate. The District's contribution rate is based on the TCDRS funding policy adopted by the TCDRS Board of Trustees and must conform with the TCDRS Act. The employee contribution rates are set by District and are currently 7%. The actuarially determined employer contribution rate for 2021 was 3.77%. Contributions to the pension plan from the District were \$15,332 for the fiscal year ended December 31, 2021.
- e. The most recent comprehensive annual financial report for TCDRS can be found at the following link, [www.tcdrs.org](http://www.tcdrs.org).

**NOTE 12. DISPATCH SERVICES**

The District has entered into agreements with other emergency service districts, fire departments and the City of Stafford ("Provider or Providers") to provide emergency communication services through their Emergency Communications Center ("WestCom Center"). The WestCom Center will receive emergency and non-emergency communications directed to the Providers and will dispatch the Provider's personnel and equipment by appropriate means, within the Provider's geographic area in response to such communications. The Provider will pay a Dispatch Service Fee of Forty Dollars (\$40.00) for each fire, rescue, EMS and other calls for service which are dispatched by the District for the Provider. The initial invoice will include the period September 1, 2021, through December 31, 2021, and will be billed January 1, 2022. Charges for Dispatch Service Fees will be billed quarterly thereafter. In addition to the per call fee above, beginning January 1, 2023, Providers will be billed an annual technology base fee in the amount of \$76,037.54 (the "Technology Base Fee"). This agreement automatically renews for successive one year periods. As of December 31, 2021, the District has recorded a receivable in the amount of \$480,480 for dispatch services.

**NOTE 13. ECONOMIC UNCERTAINTIES**

On March 11, 2020, the World Health Organization declared the COVID-19 virus a global pandemic. Since that time, the District has not experienced any decrease in property values, unusual tax delinquencies, or interruptions to service as a result of COVID-19. The District will continue to carefully monitor the situation and evaluate the financial statement impact, if any, that results from the pandemic.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**

**REQUIRED SUPPLEMENTARY INFORMATION**

**DECEMBER 31, 2021**



**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**

	Original Budget	Final Amended Budget	Actual	Variance Positive (Negative)
<b>REVENUES</b>				
Property Taxes	\$ 7,000,000	\$ 7,000,000	\$ 6,415,676	\$ (584,324)
Sales Tax Receipts	10,500,000	12,000,000	18,558,180	6,558,180
EMS Collections	900,000	900,000	1,220,000	320,000
Lease Revenues	39,600	33,000	29,099	(3,901)
Penalty and Interest			61,188	61,188
Investment Revenues	300,000	300,000	105,988	(194,012)
Dispatch Services			480,480	480,480
Miscellaneous Revenues			2,430	2,430
<b>TOTAL REVENUES</b>	<u>\$ 18,739,600</u>	<u>\$ 20,233,000</u>	<u>\$ 26,873,041</u>	<u>\$ 6,640,041</u>
<b>EXPENDITURES</b>				
Service Operations:				
District Services - Community Protection				
Agency, Inc.	\$ 9,492,647	\$ 9,492,647	\$ 8,612,659	\$ 879,988
Accounting and Auditing	33,000	36,000	33,484	2,516
Appraisal District Fees	35,000	35,000	50,431	(15,431)
Commissioner Fees	36,000	36,000	25,800	10,200
Legal Fees - General	80,000	100,000	233,549	(133,549)
Legal Fees - Delinquent Tax Collections			18,526	(18,526)
Salaries and Benefits			513,086	(513,086)
Sales Tax Consultant	80,000	80,000	53,773	26,227
Tax Assessor/Collector Fees			36,285	(36,285)
Other	362,400	633,200	235,967	397,233
Fort Bend County	2,000,000	2,500,000	3,199,120	(699,120)
Capital Outlay	10,748,773	8,748,773	6,615,029	2,133,744
<b>TOTAL EXPENDITURES</b>	<u>\$ 22,867,820</u>	<u>\$ 21,661,620</u>	<u>\$ 19,627,709</u>	<u>\$ 2,033,911</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (4,128,220)</u>	<u>\$ (1,428,620)</u>	<u>\$ 7,245,332</u>	<u>\$ 8,673,952</u>
<b>FUND BALANCE - JANUARY 1, 2021</b>	<u>49,674,542</u>	<u>49,674,542</u>	<u>49,674,542</u>	
<b>FUND BALANCE - DECEMBER 31, 2021</b>	<u>\$ 45,546,322</u>	<u>\$ 48,245,922</u>	<u>\$ 56,919,874</u>	<u>\$ 8,673,952</u>

See accompanying independent auditor's report.

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**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**

**SUPPLEMENTARY INFORMATION**

**REQUIRED BY HARRIS COUNTY**

**DECEMBER 31, 2021**





**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**LISTING OF THE NUMBER OF EMERGENCY**  
**RESPONSES MADE WITHIN AND OUTSIDE THE DISTRICT**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**  
**(UNAUDITED)**

Number of emergency responses made within the District	11,692
Number of emergency responses made outside of the District	<u>53</u>
Total emergency responses	<u>11,745</u>

See accompanying independent auditor's report.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**SCHEDULE OF INSURANCE AND BONDING COVERAGE**  
**DECEMBER 31, 2021**

Type of Coverage	From To	Amount of Coverage	Insurer/Name
PUBLIC EMPLOYEE DISHONESTY BLANKET BOND	12/01/21 12/01/22	\$ 100,000	National Union Fire
POSITION SCHEDULE BOND Treasurer	12/01/21 12/01/22	\$ 100,000	National Union Fire
GENERAL LIABILITY General Aggregate Per Occurrence	12/01/21 12/01/22	\$ 3,000,000 1,000,000	National Union Fire
MANAGEMENT LIABILITY Aggregate Each Occurrence	12/01/21 12/01/22	\$ 3,000,000 1,000,000	National Union Fire
EXCESS LIABILITY General Aggregate Each Occurrence	12/01/21 12/01/22	\$ 6,000,000 3,000,000	National Union Fire
HIRED AND NON-OWNED AUTOMOBILE LIABILITY Combined Single Limit	12/01/21 12/01/22	\$ 1,000,000	National Union Fire
PROPERTY LIABILITY Buildings Contents	12/01/21 12/01/22	\$ 26,116,204 2,304,642	National Union Fire
WORKERS COMPENSATION Bodily Injury by Accident Disease Policy Limit Bodily Injury by Disease	11/17/21 11/17/22	\$ 1,000,000 1,000,000 1,000,000	Texas Mutual Insurance Company

See accompanying independent auditor's report.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**STATEMENT OF ACTIVITIES**  
**COMMUNITY PROTECTION AGENCY, INC.**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**  
**(UNAUDITED)**

REVENUES AND OTHER SUPPORT	
Harris-Fort Bend ESD No. 100	\$ 8,600,000
EMS Billing Revenue	1,394,323
Miscellaneous Receipts	<u>121,895</u>
TOTAL REVENUES AND OTHER SUPPORT	<u>\$ 10,116,218</u>
EXPENSES	
OPERATING EXPENSES:	
Administrative	\$ 2,860,684
Emergency Medical Service Operations	532,161
Vehicle Expenses	232,144
Salaries and Payroll Taxes	743,266
Station Expenses	422,593
Suppression and Rescue Equipment	139,143
Training	581,680
Personnel Support Expense	<u>4,421,526</u>
TOTAL OPERATING EXPENSES	<u>\$ 9,933,197</u>
DECREASE IN NET ASSETS	\$ 183,021
NET ASSETS - JANUARY 1, 2021	<u>720,704</u>
NET ASSETS - DECEMBER 31, 2021	<u><u>\$ 903,725</u></u>

See accompanying independent auditor's report.

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**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**

**OTHER SUPPLEMENTARY INFORMATION**

**DECEMBER 31, 2021**



**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**TAXES LEVIED AND RECEIVABLE**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**

	Property Taxes	
TAXES RECEIVABLE - JANUARY 1, 2021	\$ 3,581,659	
Adjustments to Beginning Balance	(120,743)	\$ 3,460,916
Original 2021 Tax Levy	\$ 6,874,542	
Adjustment to 2021 Tax Levy	218,121	7,092,663
TOTAL TO BE ACCOUNTED FOR		\$ 10,553,579
TAX COLLECTIONS:		
Prior Years	\$ 3,352,664	
Current Year	2,303,347	5,656,011
TAXES RECEIVABLE - DECEMBER 31, 2021		\$ 4,897,568
TAXES RECEIVABLE BY YEAR:		
2021		\$ 4,789,316
2020		41,506
2019		25,711
2018		12,090
2017		6,624
2016		3,985
2015		3,366
2014		3,234
2013		3,348
2012 and prior		8,388
TOTAL		\$ 4,897,568

See accompanying independent auditor's report.

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**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**TAXES LEVIED AND RECEIVABLE**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>HARRIS COUNTY</b>				
TOTAL PROPERTY VALUATIONS**	<u>\$ 3,133,308,049</u>	<u>\$ 2,977,787,823</u>	<u>\$ 2,806,371,332</u>	<u>\$ 2,608,732,258</u>
TOTAL TAX RATES PER \$100 VALUATION	<u>\$ 0.086751</u>	<u>\$ 0.08500</u>	<u>\$ 0.10000</u>	<u>\$ 0.06800</u>
ADJUSTED TAX LEVY*	<u>\$ 2,718,177</u>	<u>\$ 2,531,120</u>	<u>\$ 2,806,377</u>	<u>\$ 1,773,938</u>
<b>FORT BEND COUNTY</b>				
TOTAL PROPERTY VALUATIONS**	<u>\$ 5,040,265,935</u>	<u>\$ 4,714,683,962</u>	<u>\$ 4,398,353,318</u>	<u>\$ 3,890,308,033</u>
TOTAL TAX RATES PER \$100 VALUATION	<u>\$ 0.086751</u>	<u>\$ 0.08500</u>	<u>\$ 0.10000</u>	<u>\$ 0.06800</u>
ADJUSTED TAX LEVY*	<u>\$ 4,374,486</u>	<u>\$ 4,007,481</u>	<u>\$ 4,400,462</u>	<u>\$ 2,646,111</u>
<b>TOTAL TAX LEVY*</b>	<u>\$ 7,092,663</u>	<u>\$ 6,539,587</u>	<u>\$ 7,206,839</u>	<u>\$ 4,420,049</u>
PERCENTAGE OF TAXES COLLECTED TO TAXES LEVIED	<u>32.48 %</u>	<u>99.37 %</u>	<u>99.64 %</u>	<u>99.73 %</u>

\* Based upon the adjusted tax levy at the time of the audit for the fiscal year in which the tax as levied.

\*\* Includes Exemptions

See accompanying independent auditor's report.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES**  
**GENERAL FUND – FIVE YEARS**

	Amounts		
	2021	2020	2019
<b>REVENUES</b>			
Property Taxes	\$ 6,415,676	\$ 7,073,396	\$ 4,371,962
Sales Tax Receipts	18,558,180	14,050,805	11,185,395
EMS Collections	1,220,000	920,000	878,900
Lease Revenues	29,099	43,193	41,580
Penalty and Interest	61,188	49,990	35,882
Investment Revenues	105,988	437,931	861,778
Dispatch Services	480,480		
Sale of Land		75,636	
Insurance Reimbursement			
Miscellaneous Revenues	2,430	4,997	6,296
<b>TOTAL REVENUES</b>	<b>\$ 26,873,041</b>	<b>\$ 22,655,948</b>	<b>\$ 17,381,793</b>
<b>EXPENDITURES</b>			
District Services - Community Protection			
Agency, Inc.	\$ 8,612,659	\$ 8,050,000	\$ 6,200,000
Accounting and Auditing	33,484	30,325	29,500
Appraisal District Fees	50,431	59,223	34,568
Commissioner Fees	25,800	21,150	20,550
Legal Fees - General	233,549	77,679	87,985
Legal Fees - Delinquent Tax Collections	18,526	13,527	11,276
Salaries and Benefits	513,086		
Sales Tax Consultant	53,773	66,346	48,294
Tax Assessor/Collector Fees	36,285	11,627	32,755
Repairs and Maintenance			12,492
Other	235,967	150,024	207,542
Fort Bend County	3,199,120	2,386,747	1,989,303
Capital Outlay	6,615,029	4,279,315	6,858,820
<b>TOTAL EXPENDITURES</b>	<b>\$ 19,627,709</b>	<b>\$ 15,145,963</b>	<b>\$ 15,533,085</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 7,245,332</b>	<b>\$ 7,509,985</b>	<b>\$ 1,848,708</b>
<b>BEGINNING FUND BALANCE</b>	<b>49,674,542</b>	<b>42,164,557</b>	<b>40,315,849</b>
<b>ENDING FUND BALANCE</b>	<b>\$ 56,919,874</b>	<b>\$ 49,674,542</b>	<b>\$ 42,164,557</b>

See accompanying independent auditor's report.

		Percentage of Total Revenues				
2018	2017	2021	2020	2019	2018	2017
\$ 4,542,755	\$ 4,464,920	23.9 %	31.3 %	25.1 %	27.7 %	30.1 %
10,332,074	9,236,701	69.1	62.0	64.4	63.1	62.1
807,000	880,000	4.5	4.1	5.1	4.9	5.9
41,580	40,313	0.1	0.2	0.2	0.3	0.3
41,119	33,267	0.2	0.2	0.2	0.3	0.2
551,456	173,701	0.4	1.9	5.0	3.4	1.2
		1.8				
			0.3			
44,979					0.3	
5,504	33,687					0.2
<u>\$ 16,366,467</u>	<u>\$ 14,862,589</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>
\$ 5,236,801	\$ 4,010,931	32.0 %	35.5 %	35.7 %	32.0 %	27.0 %
28,250	28,250	0.1	0.1	0.2	0.2	0.2
32,135	30,789	0.2	0.3	0.2	0.2	0.2
15,900	10,400	0.1	0.1	0.1	0.1	0.1
74,752	70,082	0.9	0.3	0.5	0.5	0.5
11,371	10,169	0.1	0.1	0.1	0.1	0.1
		1.9				
58,143	41,112	0.2	0.3	0.3	0.4	0.3
28,313	30,605	0.1	0.1	0.2	0.2	0.2
69,816	183,354			0.1	0.4	1.2
209,038	81,020	0.9	0.7	1.2	1.3	0.5
2,323,098	1,499,428	11.9	10.5	11.4	14.2	10.1
6,410,587	3,093,077	24.6	18.9	39.5	39.2	20.8
<u>\$ 14,498,204</u>	<u>\$ 9,089,217</u>	<u>73.0 %</u>	<u>66.9 %</u>	<u>89.5 %</u>	<u>88.8 %</u>	<u>61.2 %</u>
\$ 1,868,263	\$ 5,773,372	<u>27.0 %</u>	<u>33.1 %</u>	<u>10.5 %</u>	<u>11.2 %</u>	<u>38.8 %</u>
<u>38,447,586</u>	<u>32,674,214</u>					
<u>\$ 40,315,849</u>	<u>\$ 38,447,586</u>					

See accompanying independent auditor's report.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**BOARD OF COMMISSIONERS AND CONSULTANTS**  
**DECEMBER 31, 2021**

District Mailing Address - Harris-Fort Bend Emergency Services District No. 100  
c/o Coveler & Peeler, P.C.  
820 Gessner, Suite 1710  
Houston, Texas 77024

District Telephone Number - (713) 984-8222

<u>Board Members</u>	<u>Term of Office (Appointed or Elected)</u>	<u>Fees of Office for the year ended December 31, 2021</u>	<u>Expense Reimbursements for the year ended December 31, 2021</u>	<u>Title</u>
Leland D. Terry	06/01/18 05/31/22 (Elected)	\$ 9,000	\$ 1,298	President
Jeff Jernberg	06/01/21 05/31/24 (Elected)	\$ 1,650	\$ -0-	Vice President
Steve Fowler	06/01/21 05/31/24 (Elected)	\$ 3,900	\$ 320	Secretary
Mary Blondell	06/01/18 05/31/22 (Elected)	\$ 5,850	\$ 539	Treasurer
Robert L. Perez	06/01/18 05/31/22 (Elected)	\$ 7,650	\$ 2,412	Assistant Treasurer/ Assistant Secretary

The limit on fees of office that a Commissioner may receive during a year is set by the Health and Safety Code-Chapter 775. Effective September 1, 2017, a Commissioner is entitled to receive compensation in the same manner and amount as are provided by Section 49.060 of the Texas Water Code, currently \$7,200 per fiscal year. Amount in excess of \$7,200 have been recorded as a receivable. The above fees of office and expense reimbursements are the amounts paid to a Commissioner during the District's current fiscal year.

See accompanying independent auditor's report.

**HARRIS-FORT BEND EMERGENCY SERVICES DISTRICT NO. 100**  
**BOARD OF COMMISSIONERS AND CONSULTANTS**  
**DECEMBER 31, 2021**

<b>Consultants:</b>	<u>Date Hired</u>	<u>Fees for the year ended December 31, 2021*</u>	<u>Title</u>
Coveler & Peeler, P.C.		\$ 233,549	Attorney
McCall Gibson Swedlund Barfoot PLLC	04/06/04	\$ 16,750	Auditor
RIT Financial	11/02/21	\$ -0-	Bookkeeper
Myrtle Cruz, Inc.		\$ 18,858	Prior Bookkeeper
Linebarger Goggan Blair & Sampson, LLP		\$ 18,526	Delinquent Tax Attorney
Harris County Tax Assessor/Collector	Legislative Action	\$ 26,901	Tax Assessor/ Collector
Fort Bend County Tax Assessor/Collector	Legislative Action	\$ 9,384	Tax Assessor/ Collector
Sales Tax Assurance, LLC	11/06/12	\$ 53,773	Sales Tax Consultant

\* Accrual basis

See accompanying independent auditor's report.

