

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**

**FORT BEND COUNTY, TEXAS**

**ANNUAL FINANCIAL REPORT**

**SEPTEMBER 30, 2021**

**McCALL GIBSON SWEDLUND BARFOOT PLLC**  
Certified Public Accountants



**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**

**FORT BEND COUNTY, TEXAS**

**ANNUAL FINANCIAL REPORT**

**SEPTEMBER 30, 2021**



## TABLE OF CONTENTS

	<u>PAGE</u>
INDEPENDENT AUDITOR'S REPORT	1-2
MANAGEMENT'S DISCUSSION AND ANALYSIS	3-7
BASIC FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET	8-11
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION	12
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES	13-14
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES	15
NOTES TO THE FINANCIAL STATEMENTS	16-26
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND	28
SUPPLEMENTARY INFORMATION - REQUIRED BY THE WATER DISTRICT FINANCIAL MANAGEMENT GUIDE	
NOTES REQUIRED BY THE WATER DISTRICT FINANCIAL MANAGEMENT GUIDE (Included in the notes to the financial statements)	
SERVICES AND RATES	30-32
GENERAL FUND EXPENDITURES	33
INVESTMENTS	34
TAXES LEVIED AND RECEIVABLE	35-36
LONG-TERM DEBT SERVICE REQUIREMENTS	37
CHANGES IN LONG-TERM BOND DEBT	38-39
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES GENERAL FUND AND DEBT SERVICE FUND - FIVE YEARS	40-43
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS	44-45



**McCALL GIBSON SWEDLUND BARFOOT PLLC**  
*Certified Public Accountants*

13100 Wortham Center Drive  
Suite 235  
Houston, Texas 77065-5610  
(713) 462-0341  
Fax (713) 462-2708

PO Box 29584  
Austin, TX 78755-5126  
(512) 610-2209  
[www.mgsbpllc.com](http://www.mgsbpllc.com)  
E-Mail: [mgsb@mgsbpllc.com](mailto:mgsb@mgsbpllc.com)

**INDEPENDENT AUDITOR'S REPORT**

Board of Directors  
Fort Bend County Municipal  
Utility District No. 41  
Fort Bend County, Texas

We have audited the accompanying financial statements of the governmental activities and each major fund of Fort Bend County Municipal Utility District No. 41 (the "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 District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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





## Opinions

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

## Other Matters

### *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, 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 Texas Commission on Environmental Quality as published in the *Water District Financial Management Guide* is 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 any 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

January 10, 2022



**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Management's discussion and analysis of the financial performance of Fort Bend County Municipal Utility District No. 41 (the "District") provides an overview of the District's financial activities for the fiscal year ended September 30, 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) combined fund financial statements and government-wide financial statements and (2) notes to the financial statements. The combined 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 Funds Statement of Revenues, Expenditures and Changes in Fund Balances. 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 similar to 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 two governmental fund types. The General Fund accounts for resources not accounted for in another fund, customer service revenues, operating costs and general expenditures. The Debt Service Fund accounts for ad valorem taxes and financial resources restricted, committed or assigned for servicing bond debt and the cost of assessing and collecting taxes.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**FUND FINANCIAL STATEMENTS (Continued)**

The focus in the fund 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 Funds Statement of Revenues, Expenditures and Changes in Fund Balances 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.

**OTHER INFORMATION**

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information ("RSI") and other supplementary information. 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 by \$9,107,173 as of September 30, 2021. A portion of the District's net position reflects its net investment in capital assets (land, water, wastewater and drainage systems, and recreational facilities, less any debt used to acquire those assets that is still outstanding).

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

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

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

	Summary of Changes in the Statement of Net Position		
	2021	2020	Change Positive (Negative)
Current and Other Assets	\$ 3,915,644	\$ 3,470,244	\$ 445,400
Capital Assets (Net of Accumulated Depreciation)	5,853,139	5,837,575	15,564
Total Assets	\$ 9,768,783	\$ 9,307,819	\$ 460,964
Bonds Payable	\$ 225,000	\$ 455,000	\$ 230,000
Other Liabilities	436,610	279,525	(157,085)
Total Liabilities	\$ 661,610	\$ 734,525	\$ 72,915
Net Position:			
Net Investment in Capital Assets	\$ 5,628,139	\$ 5,382,575	\$ 245,564
Restricted	141,341	209,116	(67,775)
Unrestricted	3,337,693	2,981,603	356,090
Total Net Position	\$ 9,107,173	\$ 8,573,294	\$ 533,879

The following table provides a summary of the District's operations for the years ended September 30, 2021, and September 30, 2020.

	Summary of Changes in the Statement of Activities		
	2021	2020	Change Positive (Negative)
Revenues:			
Property Taxes	\$ 1,431,033	\$ 1,397,143	\$ 33,890
Charges for Services	1,165,754	1,155,224	10,530
Other Revenues	94,987	110,262	(15,275)
Total Revenues	\$ 2,691,774	\$ 2,662,629	\$ 29,145
Expenses for Services	2,157,895	1,995,784	(162,111)
Change in Net Position	\$ 533,879	\$ 666,845	\$ (132,966)
Net Position, Beginning of Year	8,573,294	7,906,449	666,845
Net Position, End of Year	\$ 9,107,173	\$ 8,573,294	\$ 533,879

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

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

The District's combined fund balances as of September 30, 2021, were \$3,443,776, an increase of \$283,209 from the prior year.

The General Fund fund balance increased by \$352,324, primarily due to operating revenues and property tax revenues exceeding operating costs and administrative costs.

The Debt Service Fund fund balance decreased by \$69,115, due to the structure of the District's debt service requirements.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The Board of Directors adopted an unappropriated budget for the current fiscal year. Actual revenues were \$33,040 less than budgeted revenues and actual expenditures were \$228,486 more than budgeted expenditures which resulted in a negative variance of \$261,526. See the budget to actual comparison for more information.

**CAPITAL ASSETS**

Capital assets as of September 30, 2021, total \$5,853,139 (net of accumulated depreciation), and include land, recreational facilities and the water, wastewater and drainage systems.

Capital Assets At Year-End, Net of Accumulated Depreciation			
	2021	2020	Change Positive (Negative)
Capital Assets Not Being Depreciated:			
Land and Land Improvements	\$ 1,132,772	\$ 1,132,772	\$
Construction in Progress	120,184		120,184
Capital Assets, Net of Accumulated Depreciation:			
Water System	882,703	745,621	137,082
Wastewater System	2,680,881	2,814,153	(133,272)
Drainage System	911,620	973,819	(62,199)
Recreational Facilities	124,979	171,210	(46,231)
Total Net Capital Assets	\$ 5,853,139	\$ 5,837,575	\$ 15,564

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**LONG-TERM DEBT ACTIVITY**

As of September 30, 2021, the District had total bond debt payable of \$225,000. The changes in the debt position of the District during the fiscal year ended September 30, 2021, are summarized as follows:

Bond Debt Payable, October 1, 2020	\$ 455,000
Less: Bond Principal Retired	<u>230,000</u>
Bond Debt Payable, September 30, 2021	<u>\$ 225,000</u>

The District's Series 2010 Refunding Bonds carried an underlying rating of "A+" from Standard and Poor's for the current and prior fiscal years.

**CONTACTING THE DISTRICT'S MANAGEMENT**

This financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Fort Bend County Municipal Utility District No. 41, c/o Schwartz, Page & Harding L.L.P., 1300 Post Oak Blvd., Suite 2400, Houston, TX 77056-3012.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**STATEMENT OF NET POSITION AND**  
**GOVERNMENTAL FUNDS BALANCE SHEET**  
**SEPTEMBER 30, 2021**

	General Fund	Debt Service Fund
<b>ASSETS</b>		
Cash	\$ 152,110	\$ 97,345
Investments	3,507,829	
Receivables:		
Property Taxes	24,425	5,743
Penalty and Interest on Delinquent Taxes		
Service Accounts	117,640	
Accrued Interest	4,570	
Other		165
Due from Other Funds		32,998
Land		
Construction in Progress		
Capital Assets (Net of Accumulated Depreciation)		
<b>TOTAL ASSETS</b>	<b>\$ 3,806,574</b>	<b>\$ 136,251</b>

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



<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
\$ 249,455	\$	\$ 249,455
3,507,829		3,507,829
30,168		30,168
	5,817	5,817
117,640		117,640
4,570		4,570
165		165
32,998	(32,998)	
	1,132,772	1,132,772
	120,184	120,184
	<u>4,600,183</u>	<u>4,600,183</u>
<u>\$ 3,942,825</u>	<u>\$ 5,825,958</u>	<u>\$ 9,768,783</u>

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

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**STATEMENT OF NET POSITION AND**  
**GOVERNMENTAL FUNDS BALANCE SHEET**  
**SEPTEMBER 30, 2021**

	General Fund	Debt Service Fund
<b>LIABILITIES</b>		
Accounts Payable	\$ 325,263	\$
Accrued Interest Payable		
Due to Other Funds	32,998	
Security Deposits	110,620	
Long-Term Liabilities:		
Bonds Payable, Due Within One Year		
<b>TOTAL LIABILITIES</b>	<b>\$ 468,881</b>	<b>\$ -0-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Property Taxes	\$ 24,425	\$ 5,743
<b>FUND BALANCES</b>		
Restricted for Debt Service	\$	\$ 130,508
Committed for Construction	607,280	
Unassigned	2,705,988	
<b>TOTAL FUND BALANCES</b>	<b>\$ 3,313,268</b>	<b>\$ 130,508</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 3,806,574</b>	<b>\$ 136,251</b>
<b>NET POSITION</b>		
Net Investment in Capital Assets		
Restricted for Debt Service		
Unrestricted		
<b>TOTAL NET POSITION</b>		

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

<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
\$ 325,263	\$	\$ 325,263
	727	727
32,998	(32,998)	
110,620		110,620
	<u>225,000</u>	<u>225,000</u>
<u>\$ 468,881</u>	<u>\$ 192,729</u>	<u>\$ 661,610</u>
<u>\$ 30,168</u>	<u>\$ (30,168)</u>	<u>\$ - 0 -</u>
\$ 130,508	\$ (130,508)	\$
607,280	(607,280)	
<u>2,705,988</u>	<u>(2,705,988)</u>	
<u>\$ 3,443,776</u>	<u>\$ (3,443,776)</u>	<u>\$ - 0 -</u>
<u>\$ 3,942,825</u>		
	\$ 5,628,139	\$ 5,628,139
	141,341	141,341
	<u>3,337,693</u>	<u>3,337,693</u>
	<u>\$ 9,107,173</u>	<u>\$ 9,107,173</u>

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

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
SEPTEMBER 30, 2021**

Total Fund Balances - Governmental Funds	\$	3,443,776
--	----	-----------

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

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported as assets in the governmental funds.		5,853,139
--	--	-----------

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 revenue in the governmental activities of the District.		35,985
--	--	--------

Certain liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. These liabilities at year end consist of:

Accrued Interest Payable	\$	(727)		
Bonds Payable		<u>(225,000)</u>		<u>(225,727)</u>

Total Net Position - Governmental Activities	\$	<u>9,107,173</u>
--	----	------------------

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

**THIS PAGE INTENTIONALLY LEFT BLANK**

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS STATEMENT OF**  
**REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	General Fund	Debt Service Fund
<b>REVENUES</b>		
Property Taxes	\$ 1,252,291	\$ 176,863
Water Service	199,362	
Wastewater Service	220,225	
Garbage Service	253,375	
Water Authority Fees	492,792	
Penalty and Interest	28,094	7,135
Investment and Miscellaneous Revenues	57,021	228
<b>TOTAL REVENUES</b>	<b>\$ 2,503,160</b>	<b>\$ 184,226</b>
<b>EXPENDITURES/EXPENSES</b>		
Service Operations:		
Professional Fees	\$ 206,540	\$ 5,070
Contracted Services	377,800	758
Purchased Water	517,778	
Utilities	54,644	
Repairs and Maintenance	389,149	
Depreciation		
Other	298,759	169
Capital Outlay	306,166	
Debt Service:		
Bond Principal		230,000
Bond Interest		17,344
<b>TOTAL EXPENDITURES/EXPENSES</b>	<b>\$ 2,150,836</b>	<b>\$ 253,341</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ 352,324</b>	<b>\$ (69,115)</b>
<b>CHANGE IN NET POSITION</b>		
<b>FUND BALANCES/NET POSITION -</b> <b>OCTOBER 1, 2020</b>	<b>2,960,944</b>	<b>199,623</b>
<b>FUND BALANCES/NET POSITION -</b> <b>SEPTEMBER 30, 2021</b>	<b>\$ 3,313,268</b>	<b>\$ 130,508</b>

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

<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
\$ 1,429,154	\$ 1,879	\$ 1,431,033
199,362		199,362
220,225		220,225
253,375		253,375
492,792		492,792
35,229	2,509	37,738
57,249		57,249
<u>\$ 2,687,386</u>	<u>\$ 4,388</u>	<u>\$ 2,691,774</u>
\$ 211,610	\$	\$ 211,610
378,558		378,558
517,778		517,778
54,644		54,644
389,149		389,149
	290,602	290,602
298,928		298,928
306,166	(306,166)	
230,000	(230,000)	
17,344	(718)	16,626
<u>\$ 2,404,177</u>	<u>\$ (246,282)</u>	<u>\$ 2,157,895</u>
\$ 283,209	\$ (283,209)	\$
	533,879	533,879
<u>3,160,567</u>	<u>5,412,727</u>	<u>8,573,294</u>
<u>\$ 3,443,776</u>	<u>\$ 5,663,397</u>	<u>\$ 9,107,173</u>

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

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF  
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Net Change in Fund Balances - Governmental Funds	\$	283,209
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report tax revenues when collected. However, in the Statement of Activities, revenue is recorded in the accounting period for which the taxes are levied.		1,879
Governmental funds report penalty and interest revenue on property taxes when collected. However, in the Statement of Activities, revenues are recorded when penalty and interest are assessed.		2,509
Governmental funds do not account for depreciation. However, in the Statement of Net Position, capital assets are depreciated and depreciation expense is recorded in the Statement of Activities.		(290,602)
Governmental funds report capital expenditures as expenditures in the period purchased. However, in the Statement of Net Position, capital assets are increased by new purchases and the Statement of Activities is not affected.		306,166
Governmental funds report bond principal payments as expenditures. However, in the Statement of Net Position, bond principal payments are reported as decreases in long-term liabilities.		230,000
Governmental funds report interest expenditures on long-term debt as expenditures in the year paid. However, in the Statement of Net Position, interest is accrued on the long-term debt through fiscal year-end.		718
Change in Net Position - Governmental Activities	\$	<u>533,879</u>

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



**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 1. CREATION OF DISTRICT**

Fort Bend County Municipal Utility District No. 41 (the “District”) was created by an order of the Texas Water Commission, now known as the Texas Commission on Environmental Quality (the “Commission”), effective December 14, 1982, in accordance with the Texas Water Code, Chapter 54. The District operates in accordance with Chapters 49 and 54 of the Texas Water Code and is subject to the continuing supervision of the Commission. The principal functions of the District are to finance, construct, own and operate waterworks, wastewater and drainage facilities and to provide such facilities and services to the customers 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”). In addition, the accounting records of the District are maintained generally in accordance with the *Water District Financial Management Guide* published by the Commission.

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.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 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 to obtain net total revenues and expenses of the government-wide Statements of Activities.

Fund Financial Statements

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

Governmental Funds

The District has two governmental funds and considers each to be a major fund.

General Fund - To account for resources not required to be accounted for in another fund, customer service revenues, operating costs and general expenditures.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

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

Governmental Funds (Continued)

Debt Service Fund - To account for ad valorem taxes and financial resources restricted, committed or assigned for servicing bond debt and the cost of assessing and collecting taxes.

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 collectible 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 collectible 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 included in revenue include taxes collected during the year and taxes collected after year-end, which were considered available to defray the expenditures of the current year. Deferred inflows of resources related to property tax revenues are those taxes which the District does not reasonably expect to be collected soon enough in the subsequent period to finance current expenditures.

Amounts transferred from one fund to another fund are reported as other financing sources or uses. Loans by one fund to another fund and amounts paid by one fund for another fund are reported as interfund receivables and payables in the Governmental Funds Balance Sheet if there is intent to repay the amount and if the debtor fund has the ability to repay the advance on a timely basis. As of September 30, 2021, the General Fund owed the Debt Service Fund (Tax Account) \$32,998 for the over-transfer of maintenance tax collections.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, 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 expenditures 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. Engineering fees and certain other costs are capitalized as part of the assets.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

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

Capital Assets (Continued)

Assets are capitalized, including infrastructure assets, if they have an original cost greater than \$5,000 and a useful life over two years. Depreciation is calculated on each class of depreciable property using the straight-line method of depreciation. Estimated useful lives are as follows:

	Years
Water System	10-45
Wastewater System	10-45
Drainage System	10-45
Recreational Facilities	10-45

Budgeting

An annual unappropriated budget is adopted for the General Fund by the District’s Board of Directors. The budget is prepared using the same method of accounting as for financial reporting. The original General Fund budget for the current year was not amended. The Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund presents the original budget amounts 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 determined that fees of office received by Directors are wages subject to federal income tax withholding for payroll tax purposes only.

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 and liabilities 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 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.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

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

Measurement Focus (Continued)

Fund balances in governmental funds are classified using the following hierarchy:

*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.

*Committed:* amounts that can be spent only for purposes determined by a formal action of the Board of Directors. 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 committed \$607,280 of its General Fund fund balance for the Water Plant and Wastewater Treatment Plant Motor Control Center Replacement project.

*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 and does not have any assigned 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.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 3. LONG-TERM DEBT**

	<u>Refunding Series 2010</u>
Amounts Outstanding – September 30, 2021	\$225,000
Interest Rates	3.875%
Maturity Dates – Serially Beginning/Ending	September 1, 2022
Interest Payment Dates	March 1/ September 1
Callable Dates	September 1, 2019

The following is a summary of transactions regarding bonds payable for the year ended September 30, 2021:

	<u>October 1, 2020</u>	<u>Additions</u>	<u>Retirements</u>	<u>September 30, 2021</u>
Bonds Payable	<u>\$ 455,000</u>	<u>\$ -0-</u>	<u>\$ 230,000</u>	<u>\$ 225,000</u>
			Amount Due Within One Year	\$ 225,000
			Amount Due After One Year	<u>-0-</u>
			Bonds Payable, Net	<u>\$ 225,000</u>

As of September 30, 2021, the debt service requirements on the bonds outstanding were as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	<u>\$ 225,000</u>	<u>\$ 8,719</u>	<u>\$ 233,719</u>

As of September 30, 2021, the District had authorized but unissued bonds in the amount of \$7,055,000 for utility facilities and authorized but unissued bonds in the amount of \$12,310,000 for refunding purposes. The bonds are payable from the proceeds of an ad valorem tax levied upon all property subject to taxation within the District, without limitation as to rate or amount.

During the year ended September 30, 2021, the District levied an ad valorem debt service tax rate of \$0.06 per \$100 of assessed valuation, which resulted in a tax levy of \$175,488 on the adjusted taxable valuation of \$292,433,397 for the 2020 tax year. The bond resolution requires the District to levy and collect an ad valorem debt service tax sufficient to pay interest and principal on bonds when due and the cost of assessing and collecting taxes. See Note 6 for the maintenance tax levy.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 3. LONG-TERM DEBT (Continued)**

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. SIGNIFICANT BOND RESOLUTION AND LEGAL REQUIREMENTS**

The District has covenanted that it will take all necessary steps to comply with the requirement that rebatable arbitrage earnings on the investment of the gross proceeds of the Bonds be rebated to the federal government, within the meaning of Section 148(f) of the Internal Revenue Code. The minimum requirement for determination of the rebatable amount is on the five-year anniversary of each issue.

**NOTE 5. 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 deposits was \$3,589,455 and the bank balance was \$3,603,243. The District was not exposed to custodial credit risk at year-end.

The carrying values of the deposits are included in the Governmental Funds Balance Sheet and the Statement of Net Position at September 30, 2021, as listed below:

	Cash	Certificates of Deposit	Total
GENERAL FUND	\$ 152,110	\$ 3,340,000	\$ 3,492,110
DEBT SERVICE FUND	97,345		97,345
<b>TOTAL DEPOSITS</b>	<b>\$ 249,455</b>	<b>\$ 3,340,000</b>	<b>\$ 3,589,455</b>

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 5. 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 Directors.

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 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 Texas CLASS.

The District records its investments in certificates of deposit at acquisition cost.



**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 5. DEPOSITS AND INVESTMENTS (Continued)**

Investments (Continued)

As of September 30, 2021, the District had the following investments and maturities:

Fund and Investment Type	Fair Value	Maturities of Less Than 1 Year
<u>GENERAL FUND</u>		
Texas CLASS	\$ 167,829	\$ 167,829
Certificates of Deposit	3,340,000	3,340,000
<b>TOTAL INVESTMENTS</b>	<b>\$ 3,507,829</b>	<b>\$ 3,507,829</b>

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. At September 30, 2021, the District's investment in Texas CLASS was rated AAAM by Standard and Poor's. The District also manages credit risk by investing in certificates of deposit covered by FDIC insurance.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District considers the investment in 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 less than one year.

Restrictions

All cash and investments of the Debt Service Fund are restricted for the payment of debt service and the cost of assessing and collecting taxes.

**NOTE 6. MAINTENANCE TAX**

On April 7, 1984, the voters of the District approved the levy and collection of a maintenance tax not to exceed \$0.50 per \$100 of assessed valuation of taxable property within the District. During the year ended September 30, 2021, the District levied an ad valorem maintenance tax rate of \$0.43 per \$100 of assessed valuation, which resulted in a tax levy of \$1,257,666 on the adjusted taxable valuation of \$292,433,397 for the 2020 tax year. A maintenance tax is to be used by the General Fund to pay expenditures of operating the District.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 7. CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2021 is as follows:

	October 1, 2020	Increases	Decreases	September 30, 2021
<b>Capital Assets Not Being Depreciated</b>				
Land and Land Improvements	\$ 1,132,772	\$	\$	\$ 1,132,772
Construction in Progress	<u>                    </u>	306,166	185,982	<u>120,184</u>
<b>Total Capital Assets Not Being Depreciated</b>	<u>\$ 1,132,772</u>	<u>\$ 306,166</u>	<u>\$ 185,982</u>	<u>\$ 1,252,956</u>
<b>Capital Assets Subject to Depreciation</b>				
Water System	\$ 2,340,945	\$ 185,982	\$	\$ 2,526,927
Wastewater System	5,479,178			5,479,178
Drainage System	2,798,964			2,798,964
Recreational Facilities	<u>710,033</u>	<u>                    </u>	<u>                    </u>	<u>710,033</u>
<b>Total Capital Assets Subject to Depreciation</b>	<u>\$ 11,329,120</u>	<u>\$ 185,982</u>	<u>\$ - 0 -</u>	<u>\$ 11,515,102</u>
<b>Accumulated Depreciation</b>				
Water System	\$ 1,595,324	\$ 48,900	\$	\$ 1,644,224
Wastewater System	2,665,025	133,272		2,798,297
Drainage System	1,825,145	62,199		1,887,344
Recreational Facilities	<u>538,823</u>	<u>46,231</u>	<u>                    </u>	<u>585,054</u>
<b>Total Accumulated Depreciation</b>	<u>\$ 6,624,317</u>	<u>\$ 290,602</u>	<u>\$ - 0 -</u>	<u>\$ 6,914,919</u>
<b>Total Depreciable Capital Assets, Net of Accumulated Depreciation</b>	<u>\$ 4,704,803</u>	<u>\$ (104,620)</u>	<u>\$ - 0 -</u>	<u>\$ 4,600,183</u>
<b>Total Capital Assets, Net of Accumulated Depreciation</b>	<u>\$ 5,837,575</u>	<u>\$ 201,546</u>	<u>\$ 185,982</u>	<u>\$ 5,853,139</u>

**NOTE 8. NORTH FORT BEND WATER AUTHORITY**

The District is located within the boundaries of the North Fort Bend Water Authority (the "Authority"). The Authority was created under Article 16, Section 59 of the Texas Constitution by House Bill 3482 (the "Act"), as passed by the 79<sup>th</sup> Texas Legislature, in 2005. The Act empowers the Authority for purposes including the acquisition and provision of surface water and groundwater for residential, commercial, industrial, agricultural, and other uses, the reduction of groundwater withdrawals, the conservation, preservation, protection, recharge, and prevention of waste of groundwater, and of groundwater reservoirs or their subdivisions, and the control of subsidence caused by withdrawal of water from those groundwater reservoirs or their subdivisions. The current pumpage rate is \$4.25 per 1,000 gallons of water pumped from each well and the current surface water rate is \$4.60 per 1,000 gallons of water delivered. The District recorded expenditures of \$470,327 for water authority costs in the current fiscal year.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**NOTE 9. RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions and natural disasters 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 10. 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.

**NOTE 11. EMERGENCY WATER SUPPLY CONTRACT**

On November 4, 2009, the District entered into an Emergency Water Supply Contract with Fort Bend County Municipal Utility District No. 119 (“District No. 119”). The District designed and constructed the water lines and each district is responsible for maintaining its respective water line at its sole cost and expense. Each district owns its respective interconnect line. The cost of design and construction of the water lines was shared 20% for District No. 119 and 80% for the District. Each district is authorized to take water in an emergency; however, in the absence of an emergency, water can only be taken upon written consent from the supplying district. The term of the agreement is 40 years. The District purchased water from District No. 119 in the current fiscal year at a cost of \$47,451.

**NOTE 12. SUBSEQUENT EVENT – BOND AND MAINTENANCE TAX ELECTION**

On November 2, 2022, subsequent to year end, a Bond and Maintenance Tax Election was held. The election resulted in voters approving the issuance of up to \$20,200,000 in total principal amount of bonds for water, sanitary sewer and drainage facilities and the levy of an operation and maintenance tax not to exceed \$0.50 per \$100 valuation of taxable property.

**THIS PAGE INTENTIONALLY LEFT BLANK**

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**

**REQUIRED SUPPLEMENTARY INFORMATION**

**SEPTEMBER 30, 2021**



**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>REVENUES</b>			
Property Taxes	\$ 1,208,100	\$ 1,252,291	\$ 44,191
Water Service	218,800	199,362	(19,438)
Wastewater Service	224,200	220,225	(3,975)
Water Authority Fees	554,700	492,792	(61,908)
Garbage Service	244,800	253,375	8,575
Penalty and Interest	25,000	28,094	3,094
Investment and Miscellaneous Revenues	<u>60,600</u>	<u>57,021</u>	<u>(3,579)</u>
<b>TOTAL REVENUES</b>	<u>\$ 2,536,200</u>	<u>\$ 2,503,160</u>	<u>\$ (33,040)</u>
<b>EXPENDITURES</b>			
Service Operations:			
Professional Fees	\$ 162,500	\$ 206,540	\$ (44,040)
Contracted Services	366,200	377,800	(11,600)
Purchased Water	554,700	517,778	36,922
Utilities	57,100	54,644	2,456
Repairs and Maintenance	347,800	389,149	(41,349)
Other	230,550	298,759	(68,209)
Capital Outlay	<u>203,500</u>	<u>306,166</u>	<u>(102,666)</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 1,922,350</u>	<u>\$ 2,150,836</u>	<u>\$ (228,486)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 613,850</u>	<u>\$ 352,324</u>	<u>\$ (261,526)</u>
<b>FUND BALANCE - OCTOBER 1, 2020</b>	<u>2,960,944</u>	<u>2,960,944</u>	<u>_____</u>
<b>FUND BALANCE - SEPTEMBER 30, 2021</b>	<u>\$ 3,574,794</u>	<u>\$ 3,313,268</u>	<u>\$ (261,526)</u>

See accompanying independent auditor's report.

**THIS PAGE INTENTIONALLY LEFT BLANK**



**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**SUPPLEMENTARY INFORMATION – REQUIRED BY THE**  
**WATER DISTRICT FINANCIAL MANAGEMENT GUIDE**  
**SEPTEMBER 30, 2021**



**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
SERVICES AND RATES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**1. SERVICES PROVIDED BY THE DISTRICT DURING THE FISCAL YEAR:**

<u>  X  </u>	Retail Water	_____	Wholesale Water	<u>  X  </u>	Drainage
<u>  X  </u>	Retail Wastewater	_____	Wholesale Wastewater	_____	Irrigation
<u>  X  </u>	Parks/Recreation	_____	Fire Protection	_____	Security
<u>  X  </u>	Solid Waste/Garbage	_____	Flood Control	_____	Roads
_____	Participates in joint venture, regional system and/or wastewater service (other than emergency interconnect)				
_____	Other (specify): _____				

**2. RETAIL SERVICE PROVIDERS**

**a. RETAIL RATES FOR A 5/8" METER (OR EQUIVALENT):**

Based on the rate order dated March 1, 2021.

	<u>Minimum Charge</u>	<u>Minimum Usage</u>	<u>Flat Rate Y/N</u>	<u>Rate per 1,000 Gallons over Minimum Use</u>	<u>Usage Levels</u>
WATER:	\$8.50	5,000	N	\$ 1.25 \$ 2.15 \$ 3.00 \$ 3.50	5,001 to 10,000 10,001 to 20,000 20,001 to 30,000 30,001 and up
WASTEWATER:	\$32.42 *		Y		
SURCHARGE:					
Water Authority Fees			N	\$4.60 per 1,000 gallons	
TCEQ Fees			N	0.5% of water and sewer fees	

District employs winter averaging for wastewater usage? \_\_\_\_\_   X    
Yes                      No

Total monthly charges per 10,000 gallons usage: Water: \$14.75 Wastewater: \$32.42 Surcharge: \$46.13

\*Includes garbage rate of \$19.16 per month

Note: Above water rates in effect from May 1 through August 31 of each year. In other months, the rate is \$1.00 per 1,000 gallons for water used between 5,000 and 15,000 gallons, and \$1.50 per 1,000 gallons for water used in excess of 15,000 gallons.

See accompanying independent auditor's report.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
SERVICES AND RATES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**2. RETAIL SERVICE PROVIDERS (Continued)**

**b. WATER AND WASTEWATER RETAIL CONNECTIONS: (Unaudited)**

Meter Size	Total Connections	Active Connections	ESFC Factor	Active ESFCs
Unmetered			x 1.0	
≤¾"	1,062	1,053	x 1.0	1,053
1"	109	108	x 2.5	270
1½"	4	3	x 5.0	15
2"	13	13	x 8.0	104
3"	2	2	x 15.0	30
4"			x 25.0	
6"			x 50.0	
8"	1	1	x 80.0	80
10"			x 115.0	
Total Water Connections	1,191	1,180		1,552
Total Wastewater Connections	1,185	1,144	x 1.0	1,144

**3. TOTAL WATER CONSUMPTION DURING THE FISCAL YEAR ROUNDED TO THE NEAREST THOUSAND: (Unaudited)**

Gallons pumped into system:	4,693,000	Water Accountability Ratio: 95% (Gallons billed + leaks and flushing/Gallons pumped and purchased)
Gallons billed to customers:	108,967,000	
Leaks and flushing:	930,000	
Gallons purchased:	101,694,000	From: North Fort Bend Water Authority
Gallons purchased:	9,900,000	From: Fort Bend County Municipal Utility District No. 119

See accompanying independent auditor's report.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
SERVICES AND RATES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**4. STANDBY FEES** (authorized only under TWC Section 49.231):

Does the District have Debt Service standby fees?                      Yes     No

Does the District have Operation and Maintenance standby fees?    Yes     No

**5. LOCATION OF DISTRICT:**

Is the District located entirely within one county?

Yes                       No

County in which District is located:

Fort Bend County, Texas

Is the District located within a city?

Entirely                       Partly                       Not at all

Is the District located within a city's extraterritorial jurisdiction (ETJ)?

Entirely                       Partly                       Not at all

ETJ in which District is located:

City of Houston, Texas.

Are Board Members appointed by an office outside the District?

Yes                       No

See accompanying independent auditor's report.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**GENERAL FUND EXPENDITURES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

PROFESSIONAL FEES:	
Auditing	\$ 14,500
Engineering	92,661
Legal	<u>99,379</u>
TOTAL PROFESSIONAL FEES	<u>\$ 206,540</u>
PURCHASED WATER	<u>\$ 517,778</u>
CONTRACTED SERVICES:	
Bookkeeping	\$ 30,800
Operations and Billing	76,114
Solid Waste Disposal	254,574
Tax Collection Costs	<u>16,312</u>
TOTAL CONTRACTED SERVICES	<u>\$ 377,800</u>
UTILITIES	<u>\$ 54,644</u>
REPAIRS AND MAINTENANCE	<u>\$ 389,149</u>
ADMINISTRATIVE EXPENDITURES:	
Director Fees, Including Payroll Taxes	\$ 31,536
Election Costs	58,827
Insurance	22,140
Office Supplies and Postage	33,389
Website	4,775
Travel and Meetings	6,654
Other	<u>7,040</u>
TOTAL ADMINISTRATIVE EXPENDITURES	<u>\$ 164,361</u>
CAPITAL OUTLAY	<u>\$ 306,166</u>
OTHER EXPENDITURES:	
Chemicals	\$ 38,903
Laboratory Fees	39,751
Permit Fees	6,014
Tap Connection, Inspection and Reconnection Fees	21,270
Sludge Hauling	<u>28,460</u>
TOTAL OTHER EXPENDITURES	<u>\$ 134,398</u>
TOTAL EXPENDITURES	<u>\$ 2,150,836</u>

See accompanying independent auditor's report.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**INVESTMENTS**  
**SEPTEMBER 30, 2021**

Fund	Identification or Certificate Number	Interest Rate	Maturity Date	Balance at End of Year	Accrued Interest Receivable at End of Year
<b>GENERAL FUND</b>					
Texas CLASS	XXXX0001	Varies	Daily	\$ 167,829	\$
Certificate of Deposit	XXXX9751	0.20%	04/15/22	240,000	221
Certificate of Deposit	XXXX8537	0.48%	04/08/22	240,000	552
Certificate of Deposit	XXXX2353	0.50%	05/21/22	240,000	434
Certificate of Deposit	XXXX6004	0.30%	03/21/22	240,000	381
Certificate of Deposit	XXXX0191	0.29%	05/10/22	200,000	227
Certificate of Deposit	XXXX1350	0.35%	01/12/22	150,000	375
Certificate of Deposit	XXXX0169	0.15%	06/26/22	240,000	95
Certificate of Deposit	XXXX0599	0.25%	08/06/22	240,000	90
Certificate of Deposit	XXXX0546	0.20%	10/04/21	240,000	270
Certificate of Deposit	XXXX6512	0.30%	08/26/22	240,000	69
Certificate of Deposit	XXXX2974	0.35%	12/16/21	150,000	414
Certificate of Deposit	XXXX3066	0.40%	06/25/22	240,000	255
Certificate of Deposit	XXXX4482	0.25%	11/11/21	200,000	281
Certificate of Deposit	XXXX0473	0.40%	02/09/22	240,000	613
Certificate of Deposit	XXXX3483	0.25%	04/05/22	240,000	293
<b>TOTAL GENERAL FUND</b>				<b>\$ 3,507,829</b>	<b>\$ 4,570</b>

See accompanying independent auditor's report.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**TAXES LEVIED AND RECEIVABLE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Maintenance Taxes	Debt Service Taxes
TAXES RECEIVABLE -		
OCTOBER 1, 2020	\$ 20,659	\$ 7,630
Adjustments to Beginning		
Balance	<u>(1,609)</u>	<u>(512)</u>
	\$ 19,050	\$ 7,118
Original 2020 Tax Levy	\$ 1,241,678	\$ 173,257
Adjustment to 2020 Tax Levy	<u>15,988</u>	<u>2,231</u>
	<u>1,257,666</u>	<u>175,488</u>
TOTAL TO BE		
ACCOUNTED FOR	\$ 1,276,716	\$ 182,606
 TAX COLLECTIONS:		
Prior Years	\$ 8,548	\$ 3,318
Current Year	<u>1,243,743</u>	<u>173,545</u>
	<u>1,252,291</u>	<u>176,863</u>
 TAXES RECEIVABLE -		
SEPTEMBER 30, 2021	<u>\$ 24,425</u>	<u>\$ 5,743</u>
 TAXES RECEIVABLE BY		
YEAR:		
2020	\$ 13,923	\$ 1,943
2019	6,670	1,710
2018	2,923	1,553
2017	586	311
2016	217	136
2015	51	40
2014	49	44
2012	3	3
2011	<u>3</u>	<u>3</u>
TOTAL	<u>\$ 24,425</u>	<u>\$ 5,743</u>

See accompanying independent auditor's report.



**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**TAXES LEVIED AND RECEIVABLE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<b>PROPERTY VALUATIONS:</b>				
Land	\$ 44,049,100	\$ 44,049,100	\$ 44,013,790	\$ 43,981,160
Improvements	274,848,349	266,056,994	250,649,056	248,763,043
Personal Property	3,261,340	3,065,990	2,741,060	2,703,212
Exemptions	<u>(29,725,392)</u>	<u>(27,758,484)</u>	<u>(27,338,765)</u>	<u>(27,457,146)</u>
<b>TOTAL PROPERTY VALUATIONS</b>	<u>\$ 292,433,397</u>	<u>\$ 285,413,600</u>	<u>\$ 270,065,141</u>	<u>\$ 267,990,269</u>
<b>TAX RATES PER \$100 VALUATION:</b>				
Debt Service	\$ 0.06	\$ 0.10	\$ 0.17	\$ 0.17
Maintenance	<u>0.43</u>	<u>0.39</u>	<u>0.32</u>	<u>0.32</u>
<b>TOTAL TAX RATES PER \$100 VALUATION</b>	<u>\$ 0.49</u>	<u>\$ 0.49</u>	<u>\$ 0.49</u>	<u>\$ 0.49</u>
<b>ADJUSTED TAX LEVY*</b>	<u>\$ 1,433,154</u>	<u>\$ 1,398,717</u>	<u>\$ 1,323,400</u>	<u>\$ 1,215,268</u>
<b>PERCENTAGE OF TAXES COLLECTED TO TAXES LEVIED</b>	<u>98.89 %</u>	<u>99.40 %</u>	<u>99.66 %</u>	<u>99.93 %</u>

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

Maintenance Tax – Maximum tax rate of \$0.50 per \$100 of assessed valuation approved by voters on April 7, 1984

See accompanying independent auditor's report.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**LONG-TERM DEBT SERVICE REQUIREMENTS**  
**SEPTEMBER 30, 2021**

S E R I E S - 2 0 1 0 R E F U N D I N G			
Due During Fiscal Years Ending September 30	Principal Due September 1	Interest Due March 1/ September 1	Total
2022	\$ 225,000	\$ 8,719	\$ 233,719

See accompanying independent auditor's report.

**THIS PAGE INTENTIONALLY LEFT BLANK**

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
CHANGES IN LONG-TERM BOND DEBT  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Description	Original Bonds Issued	Bonds Outstanding October 1, 2020
Fort Bend County Municipal Utility District No. 41		
Unlimited Tax Refunding Bonds - Series 2010	<u>\$ 3,505,000</u>	<u>\$ 455,000</u>
Bond Authority:	Tax Bonds	Refunding Bonds
Amount Authorized by Voters	<u>\$ 20,000,000</u>	<u>\$ 13,000,000</u>
Amount Issued	<u>12,945,000</u>	<u>690,000</u>
Remaining Authorization	<u>\$ 7,055,000</u>	<u>\$ 12,310,000</u>

See accompanying independent auditor's report.

<u>Current Year Transactions</u>				<u>Bonds Outstanding September 30, 2021</u>	<u>Paying Agent</u>
<u>Bonds Sold</u>	<u>Retirements</u>				
	<u>Principal</u>	<u>Interest</u>			
<u>\$ - 0 -</u>	<u>\$ 230,000</u>	<u>\$ 17,344</u>	<u>\$ 225,000</u>	The Bank of New York Mellon Trust Company, N.A. Dallas, TX	

Debt Service Fund cash balance as of September 30, 2021: \$ 97,345

Average annual debt service payment (principal and interest) for remaining term  
of all debt: \$ 233,719

See Note 3 for interest rates, interest payment dates and maturity dates.

See accompanying independent auditor's report.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES**  
**GENERAL FUND - FIVE YEARS**

	Amounts		
	2021	2020	2019
<b>REVENUES</b>			
Property Taxes	\$ 1,252,291	\$ 1,106,661	\$ 860,999
Water Service	199,362	205,606	196,044
Wastewater Service	220,225	220,246	220,683
Garbage Service	253,375	239,504	230,789
Water Authority Fees	492,792	489,868	430,890
Penalty and Interest	28,094	24,666	39,022
Investment and Miscellaneous Revenues	57,021	79,331	84,155
<b>TOTAL REVENUES</b>	<b>\$ 2,503,160</b>	<b>\$ 2,365,882</b>	<b>\$ 2,062,582</b>
<b>EXPENDITURES</b>			
Professional Fees	\$ 206,540	\$ 198,901	\$ 176,712
Contracted Services	377,800	355,646	336,310
Purchased Water	517,778	492,046	427,758
Utilities	54,644	54,546	60,637
Repairs and Maintenance	389,149	346,681	420,582
Other	298,759	238,002	234,406
Capital Outlay	306,166	194,814	5,214
<b>TOTAL EXPENDITURES</b>	<b>\$ 2,150,836</b>	<b>\$ 1,880,636</b>	<b>\$ 1,661,619</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 352,324</b>	<b>\$ 485,246</b>	<b>\$ 400,963</b>
<b>BEGINNING FUND BALANCE</b>	<b>2,960,944</b>	<b>2,475,698</b>	<b>2,074,735</b>
<b>ENDING FUND BALANCE</b>	<b>\$ 3,313,268</b>	<b>\$ 2,960,944</b>	<b>\$ 2,475,698</b>

See accompanying independent auditor's report.

		Percentage of Total Revenues				
2018	2017	2021	2020	2019	2018	2017
\$ 857,390	\$ 805,982	50.0 %	46.8 %	41.7 %	42.8 %	41.9 %
207,501	202,927	8.0	8.7	9.5	10.4	10.6
219,851	221,536	8.8	9.3	10.7	11.0	11.4
223,853	220,534	10.1	10.1	11.2	11.2	11.5
433,058	390,048	19.7	20.7	20.9	21.6	20.3
27,055	27,519	1.1	1.0	1.9	1.4	1.4
33,183	55,295	2.3	3.4	4.1	1.6	2.9
<u>\$ 2,001,891</u>	<u>\$ 1,923,841</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>
\$ 130,814	\$ 132,065	8.3 %	8.4 %	8.6 %	6.5 %	6.9 %
314,221	310,778	15.2	15.1	16.4	15.7	16.2
447,994	393,899	20.7	20.8	20.7	22.4	20.4
62,619	57,405	2.2	2.3	2.9	3.1	2.9
511,258	457,378	15.6	14.8	20.5	25.6	23.8
135,950	120,390	11.9	10.1	11.4	6.8	6.3
		<u>12.2</u>	<u>8.2</u>	<u>0.3</u>		
<u>\$ 1,602,856</u>	<u>\$ 1,471,915</u>	<u>86.1 %</u>	<u>79.7 %</u>	<u>80.8 %</u>	<u>80.1 %</u>	<u>76.5 %</u>
\$ 399,035	\$ 451,926	<u>13.9 %</u>	<u>20.3 %</u>	<u>19.2 %</u>	<u>19.9 %</u>	<u>23.5 %</u>
<u>1,675,700</u>	<u>1,223,774</u>					
<u>\$ 2,074,735</u>	<u>\$ 1,675,700</u>					

See accompanying independent auditor's report.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41**  
**COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES**  
**DEBT SERVICE FUND - FIVE YEARS**

	Amounts		
	2021	2020	2019
<b>REVENUES</b>			
Property Taxes	\$ 176,863	\$ 286,476	\$ 457,491
Penalty and Interest	7,135	6,602	5,654
Investment and Miscellaneous Revenues	<u>228</u>	<u>2,666</u>	<u>1,241</u>
<b>TOTAL REVENUES</b>	<u>\$ 184,226</u>	<u>\$ 295,744</u>	<u>\$ 464,386</u>
<b>EXPENDITURES</b>			
Debt Service Principal	\$ 230,000	\$ 235,000	\$ 470,000
Debt Service Interest, Fees, and Costs	<u>23,341</u>	<u>29,370</u>	<u>48,106</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 253,341</u>	<u>\$ 264,370</u>	<u>\$ 518,106</u>
<b>NET CHANGE IN FUND BALANCE</b>	\$ (69,115)	\$ 31,374	\$ (53,720)
<b>BEGINNING FUND BALANCE</b>	<u>199,623</u>	<u>168,249</u>	<u>221,969</u>
<b>ENDING FUND BALANCE</b>	<u>\$ 130,508</u>	<u>\$ 199,623</u>	<u>\$ 168,249</u>
<b>TOTAL ACTIVE RETAIL WATER CONNECTIONS</b>	<u>1,180</u>	<u>1,182</u>	<u>1,183</u>
<b>TOTAL ACTIVE RETAIL WASTEWATER CONNECTIONS</b>	<u>1,144</u>	<u>1,147</u>	<u>1,148</u>

See accompanying independent auditor's report.



		Percentage of Total Revenues				
<u>2018</u>	<u>2017</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
\$ 461,098	\$ 505,054	96.0 %	96.9 %	98.5 %	95.7 %	97.7 %
17,466	9,783	3.9	2.2	1.2	3.6	1.9
3,275	2,028	0.1	0.9	0.3	0.7	0.4
<u>\$ 481,839</u>	<u>\$ 516,865</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>
\$ 475,000	\$ 480,000	124.8 %	79.5 %	101.2 %	98.6 %	92.9 %
65,546	82,280	12.7	9.9	10.4	13.6	15.9
<u>\$ 540,546</u>	<u>\$ 562,280</u>	<u>137.5 %</u>	<u>89.4 %</u>	<u>111.6 %</u>	<u>112.2 %</u>	<u>108.8 %</u>
\$ (58,707)	\$ (45,415)	<u>(37.5) %</u>	<u>10.6 %</u>	<u>(11.6) %</u>	<u>(12.2) %</u>	<u>(8.8) %</u>
280,676	326,091					
<u>\$ 221,969</u>	<u>\$ 280,676</u>					
1,182	1,178					
<u>1,147</u>	<u>1,143</u>					

See accompanying independent auditor's report.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS  
SEPTEMBER 30, 2021**

District Mailing Address - Fort Bend County Municipal Utility District No. 41  
c/o Schwartz, Page & Harding L.L.P.  
1300 Post Oak Blvd., Suite 2400  
Houston, TX 77056-3012

District Telephone Number - (713) 623-4531

<b>Board Members</b>	Term of Office (Elected or Appointed)	Fees of Office for the year ended September 30, 2021	Expense Reimbursements for the year ended September 30, 2021	Title
Juan Villarreal	05/18 05/22 (Elected)	\$ 5,850	\$ 1,196	President
Chris Rush	05/18 05/22 (Elected)	\$ 4,650	\$ 2,005	Vice President
Gary Cooper	11/19 05/22 (Appointed)	\$ 4,800	\$ 894	Secretary
Royce Phillips	05/20 05/24 (Elected)	\$ 5,550	\$ 1,217	Assistant Secretary
Wayne Chandler	05/20 05/24 (Elected)	\$ 4,050	\$ -0-	Assistant Secretary

Notes: No Director has any business or family relationships (as defined by the Texas Water Code) with major landowners in the District, with the District's developers or with any of the District's consultants.

Submission date of most recent District Registration Form: November 4, 2019

The limit on Fees of Office that a Director may receive during a fiscal year is the statutory limit of \$7,200. Fees of Office are the amounts actually paid to a Director during the District's current fiscal year.

See accompanying independent auditor's report.

**FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 41  
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS  
SEPTEMBER 30, 2021**

<b>Consultants:</b>	<u>Date Hired</u>	<u>Fees for the year ended September 30, 2021</u>	<u>Title</u>
Schwartz, Page & Harding, L.L.P.	11/01/83	\$ 148,369	General Counsel
McCall Gibson Swedlund Barfoot PLLC	09/10/19	\$ 14,500 \$ 500	Auditor SB 625
Municipal Accounts & Consulting, L.P.	04/14/03	\$ 38,331	Bookkeeper
Jones & Carter, Inc.	07/12/04	\$ 208,728	Engineer
Masterson Advisors, LLC	05/07/18	\$ -0-	Financial Advisor
Mark Burton and Ghia Lewis	07/12/04	\$ -0-	Investment Officers
Municipal Operations & Consulting, Inc.	12/31/13	\$ 388,887	Operator

See accompanying independent auditor's report.

