

NOTICE TO THE PUBLIC
WILLIAMSON COUNTY COMMISSIONERS COURT
Commissioners Courtroom
1848 Texas Trail, Georgetown
August 4, 2026
9:30 A.M.

The Commissioners Court of Williamson County, Texas will meet in Regular Session at the above location, date, and time to consider the items set forth below. It is the intent of the Commissioners Court to have a quorum physically present at the meeting. Up to two (2) Commissioners Court members may participate by videoconference call in accordance with the Texas Open Meetings Act.

Public Comment Period for Agenda Items. The Commissioners Court will conduct a Public Comment Period to allow members of the public, who have properly submitted a Public Participation Form, to address the Commissioners Court regarding specific Agenda Items that are on the Commissioners Court's Agenda. During such Public Comment Period, speakers shall be limited to a maximum of three (3) minutes to make his or her remarks regarding an Agenda Item. Each member of the public who appears before the Commissioners Court to address the Commissioners Court regarding more than one (1) Agenda Item on the Commissioners Court's Agenda shall be limited to a cumulative maximum of five (5) minutes to make his or her remarks for all such Agenda Items. The maximum overall discussion time allowed for an Agenda Item, regardless of the number of members of the public wishing to address the Court on such Agenda Item, shall be limited to thirty (30) minutes. Speaking time, to the extent possible, will be evenly allocated among speakers should more than ten (10) speakers desire to speak on the same Agenda Item. In matters of exceptional interest, the Commissioners Court may, by majority vote, lengthen the maximum overall public discussion time allowed on a particular Agenda Item. The Presiding Officer of the Commissioners Court reserves the right to conduct public comment regarding an Agenda Item at the time in which the item is called for the Commissioners Court's consideration as opposed to including such public comments during this Public Comment Period.

1. Review and approval of minutes.
2. Hear County Auditor concerning invoices, bills, Quick Check Report, wire transfers and electronic payments submitted for payment and take appropriate action including, but not limited to approval for payment provided said items are found by the County Auditor to be legal obligations of the county.

CONSENT AGENDA

The Consent Agenda includes non-controversial and routine items that the Court may act on with one single vote. The Judge or a Commissioner may pull any item from the consent agenda in order that the court discuss and act upon it individually as part of the Regular Agenda.
(Items 3 –31)

3. Discuss, consider and take appropriate action on a line item transfer for the County Manager's Office.

Fiscal Impact

From/To	Acct No.	Description	Amount
From	0100.0407.004999	Miscellaneous	\$50.00
To	0100.0407.003006	Office Equipment	\$50.00

4. Discuss, consider and take appropriate action on a line item transfer for the Williamson County Sheriff's Office.

Fiscal Impact

From/To	Acct No.	Description	Amount
FROM:	0100.0560.001105	LE Salaries	\$103,326.00
TO:	0100.0560.001110	Overtime	\$103,326.00

5. Discuss, consider, and take appropriate action on a line item transfer for the Corrections Department.

Fiscal Impact

From/To	Acct No.	Description	Amount
FROM:	0100.0570.001105	LE Salaries	\$341,619.00
TO:	0100.0570.001110	Overtime	\$341,619.00

6. Discuss, consider, and take appropriate action on a line item transfer for Emergency Medical Services (EMS).

Fiscal Impact

From/To	Acct No.	Description	Amount
From	0100-0540-005700	Vehicles >\$5,000	\$49,200
To	0100-0540-003301	Gasoline	\$49,200

7. Discuss, consider, and take appropriate action on a line item transfer for Emergency Medical Services (EMS).

Fiscal Impact

From/To	Acct No.	Description	Amount
From	0100-0540-003010	Computer Equipment	\$17,500
To	0100-0540-003107	Medical Equipment	\$17,500

8. Discuss, consider, and take appropriate action on acknowledging the purchasing department's monthly report of asset disposition through auction, pursuant to Texas Local Government Code 263-152, for the period of 07-01-2026 through 07-25-2026.
9. Discuss, consider, and take appropriate action on acknowledging the Purchasing Department's monthly report of asset dispositions through Transfer, pursuant to Texas Local Government Code 263.152, for the period of 07-01-2026 through 07-25-2026.
10. Discuss, consider, and take appropriate action on acknowledging the Purchasing Department's monthly report of asset dispositions through destruction, pursuant to Tx. Local Government Code 263.152, for the period of 07-01-2026 through 07-25-2026.
11. Discuss, consider and take appropriate action on accepting and receiving the annual audit reports from the Emergency Service Districts located within Williamson County in accordance with Health & Safety Code Sec. 775.082.

12. Discuss, consider and take appropriate action regarding the imposition or removal of optional fees for Calendar Year 2027 as authorized by the Texas Transportation Code, including the County Road and Bridge Fund fee, not to exceed \$10, and the Child Safety fee, not to exceed \$1.50, and the submission of the required notification form to the Texas Department of Motor Vehicles.
13. Discuss, consider, and take appropriate action on approving a Long Range Transportation Plan (LTP) transfer to close the P583 FIF Grant Match and move \$450,982.19 to P382 Atlas 14 Mapping.
14. Discuss and take appropriate action on renewal of contract with the Texas State Library and Archives Commission for County Clerk microfilm storage and creation for FY 2026-2027.
15. Approve, consider and take appropriate action to approve the TexPool Resolutions Amending Authorized Representatives for the Tax Assessor/Collector's office.
16. Discuss, consider and take appropriate action, authorizing the Williamson County Sheriff's Office to accept funding through the Urban Area Security Initiative Federal Fiscal Year 2025-LETPA Projects (UASI-L) grant.
17. Discuss, consider and take appropriate action regarding approval and receipt of the Standard Agreement with Rancho del Cielo Municipal Utility District for off-duty contracting of County Sheriff's Deputies to be effective October 1, 2026.
18. Discuss, consider and take appropriate action regarding approval and receipt of the Standard Agreement with Sonterra Municipal Utility District for off-duty contracting of County Sheriff's Deputies, to be effective October 1, 2026.
19. Discuss, consider and take appropriate action regarding approval and receipt of the Standard Agreement with Parkside on the River Municipal Utility District #1 for off-duty contracting of County Sheriff's Deputies to be effective October 1, 2026.
20. Discuss, consider, and take appropriate action to approve (FINAL) Renewal #2 of contract 22RFP62 between Williamson County and NCIC Inmate Communications, for Inmate Telephone, Video Visitation, and Digital Mail Service, for the same pricing, terms, and conditions as the existing contract, for the contract term of August 8, 2026, through August 7, 2027. (This is a commission based contract with no cost to the county).
21. Discuss, consider and take appropriate action on accepting a donation to Williamson County Juvenile Services from East WILCO 95, LLC Old Taylor High, in the amount of \$500.00 for food and supplies for the WILCO Juvenile Probation Division, Back to School Bash for youth in the facility.
22. Discuss, consider, and take appropriate action on approving an amendment to the contract for #22RFP54 between Williamson County and SpiralFX Interactive, originally approved by Commissioners Court on March 29, 2022, Agenda Item #13, for the HealthSecure EMR contract on behalf of the Sheriff's Office Jail Medical Services Department for Information Services to provide four customizations and enhancements to the HealthSecure EMR application for \$20,400.00 and authorize the execution of this amendment. (Funding source 01.0100.0503.004100)
23. Discuss, consider, and take appropriate action on approving Services Contract No. 2026-260 for Fabrication & Installation of an ADA Ramp at Expo Friendship Arena with Abundant Living Mobility Solutions LLC for the Parks Department in the amount of \$13,997.00 and authorize execution of the agreement. (Funding source is P635)
24. Discuss, consider, and take appropriate action on approving the Master Service Agreement, # 2027-004, between Williamson County and Straight Arrow Striping, LLC for Parking Lot Services in the not-to-exceed amount of \$19,500.00, effective October 1, 2026, and authorize execution of the agreement. (Funding source is 01.0100.0509.004510).

25. Discuss, consider, and take appropriate action on approving the Master Service Agreement No. 2027-001, between Williamson County and Jerome Gomez dba Austin Automatic Door Solutions in the not-to-exceed amount of Ninety-Nine Thousand Dollars (\$99,000.00), effective October 1, 2026, and authorize execution of the agreement (Funding sources are 01.0100.0509.004500 and 01.0100.0509.004510).
26. Discuss, consider, and take appropriate action on authorizing the Purchasing Agent to advertise and receive sealed responses for IFB Forest North Channel Improvements, under IFB #26IFB75 (The funding source is P225)
27. Discuss, consider, and take appropriate action on awarding IFB #26IFB54 – Cross Culvert Replacements FY26 to the lowest and best bidder, S&D Constructors Inc, for a one-time purchase in the not-to-exceed amount of \$504,076.00 and authorize execution of the ensuing agreement. (Funding source is 01.0200.0210.003599)
28. Discuss, consider, and take appropriate action on a Release and Settlement Agreement between Williamson County and K.C. Engineering, Inc. relating to the reimbursement of construction delay costs on the Skyview Drive bridge project.
29. Discuss, consider, and take appropriate action regarding Change Order No. 3 in the amount of \$59,307.00 for Project Hero Way (RM 2243 Phase 1A) (Chasco Constructors).
30. Discuss, consider, and take appropriate action regarding Change Order No. 8 in the amount of \$38,640.00 for Project 24IFB57 Ronald Reagan Blvd. Widening (Chasco Constructors).
31. Discuss, consider, and take appropriate action on Supplemental No. 1 to Work Authorization No. 3 to the North Barker Street contract executed on March 19, 2024, between Williamson County and Johnson, Mirmiran & Thompson, Inc. relating to the 2023 Road Bond Program.

REGULAR AGENDA

32. Discuss, consider and take appropriate action on salaries and other compensation for Fiscal Year 2027 to include, but not limited to, Elected Officials' salaries and supplements.
33. Discuss, consider, and take appropriate action on an update on the WilCo on Workday project.
34. Hear a presentation, discuss, and take appropriate action on office moves for departments that currently reside within the Justice Center or Sheriff's Offices, including remodel plans.
35. Discuss, consider, and take appropriation action on amending the Agreement for Program Management Services between Williamson County and Kitchell/CEM, Inc. relating to the Justice Complex Planning & Development Project.
36. Discuss and take appropriate action on the HUD 2026 Annual Action Plan that includes Community Development Block Grant (CDBG) and Emergency Solutions Grant (ESG) funding.
37. Discuss, consider and take any appropriate action to set a public hearing pursuant to Tex. Transp. Code § 251.152 regarding the proposed street name change in Pct. 3 for a portion of CR 255 to Daniels Trail Rd and CR 289 South towards Ronald W Reagan Blvd, including authorization for publication in local newspapers as a notice to the public.
38. Discuss, consider, and take appropriate action on approving of MSA No. 2026-261 for Engineering and Consulting Services of County Flood Warning System with Waterway Engineering, PLLC for a term of two (2) years commencing on the effective date in the not-to-exceed amount of \$1,250,000.00 and authorize the execution of the Agreement. The funding source is 01.0100.0541.004100

39. Discuss, consider, and take appropriate action to approve the Goods and Services agreement #2026-266 with CDW Government, LLC for the renewal of Palo Alto Networks firewall and Prisma Access subscriptions and support services in the amount of \$106,915.80, utilizing the DIR Cooperative Contract #DIR-CPO-5363, and authorize the execution of the agreement. (Funding for this is 01.0100.0503.004500 for FY26)
40. Discuss, consider, and take appropriate action to approve the Services and Goods Contract #2027-007 for the annual renewal of the Rubrik Enterprise Backup and Security Platform Renewal from Freelt Data Solutions, Inc, in the amount of \$763,202.00, utilizing the DIR Cooperative Contract #DIR-CPO-6091, and authorizing the execution of the agreement (Funding is 01.0100.0503.004500 for FY27).
41. Discuss, consider, and take appropriate action on approving an amendment to the agreement between Williamson County and Berry, Dunn, McNeil, & Parker, LLC, originally approved by Commissioners Court on October 21, 2025, Agenda Item #36, for Information Services in accordance with Cooperative Purchasing Contract TIPS 230601 and authorize execution of the amendment. The proposed amendment adds \$119,500.00 to the existing agreement to provide additional consulting hours for the creation of job aids for the Workday ERP Implementation Project and the development and delivery of training materials. This change order increases the total contract amount from \$499,800.00 to a not-to-exceed amount of \$619,300.00 for the life of the agreement. Funding source P710.
42. Discuss, consider, and take appropriate action on approving the Agreement for Construction Services No. 2026-036 between Williamson County and Red Oak Construction, LLC for the Jail-Gym Renovation in the not-to-exceed amount of Three Hundred Twenty-Three Thousand Four Hundred Thirty-Five and 33/100 Dollars (\$323,435.33) pursuant to Choice Partners Contract #25/033MR-40 and authorize execution of the agreement (Funding source is 01.0100.0509.004509).
43. Discuss, consider, and take appropriate action by awarding RFP #26RFP43—Generator Maintenance and Repair Services to Allegiant Generator Services NA, LLC in the not-to-exceed amount of Two Hundred Thousand Dollars \$200,000.00 per fiscal year, effective October 1, 2026, and authorize execution of the agreement (The funding sources are 01.0100.0509.004500, 01.0100.0509.004510 and 01.0100.0507.004510).
44. Discuss, consider, and take appropriate action by awarding RFP #26RFP43—Generator Maintenance and Repair Services Backup Contract to Clifford Power Systems, Inc. in the not-to-exceed amount of Two Hundred Thousand Dollars \$200,000.00 per fiscal year, effective October 1, 2026, and authorize execution of the agreement (The funding sources are 01.0100.0509.004500, 01.0100.0509.004510 and 01.0100.0507.004510).
45. Discuss, consider, and take appropriate action on a Consent and Development Agreement between Williamson County, Pinehurst Builders, LLC, and the proposed Williamson County Municipal Utility District No. 67.
46. Discuss, consider, and take appropriate action on a First Amendment to and Assignment of Consent and Development Agreement between Williamson County, The Johnson Development Corp. and CR 207, LP.
47. Discuss, consider, and take appropriate action on a purchase contract with SKYI Group LLC, a Georgia Limited Liability Company to acquire 1.301-acres needed as right of way and 0.158 -acres of the remainder property for the Corridor A2 project (Parcel 20).
48. Discuss, consider and take appropriate action on a purchase contract with Gladys M. Lamb Revocable Living Trust to acquire 0.218-acres needed as right of way on the CR 201 project (Parcel 54).
49. Discuss, consider and take appropriate action on a deed without warranty with the Williamson County Board of Education.
50. Discuss, consider and take appropriate action on the first amendment to the real estate contract with Klatt Properties LLC, Successor by Conversion to Klatt Properties, LP for right of way acquired for the Seward Junction north-east loop project (Parcel 20).
51. Discuss, consider and take appropriate action on 4 claims for actual moving expenses related to acquired right of way for the Ronald Reagan C project Parcel 32.

EXECUTIVE SESSION

"The Commissioners Court for Williamson County reserves the right to adjourn into executive session at any time during the course of this meeting to discuss any of the matters listed above, as authorized by Texas Government Code Sections 551.071 (Consultations with Attorney), 551.072 (Deliberations regarding Real Property), 551.073 (Deliberations regarding Gifts and Donations), 551.074 (Personnel Matters), 551.076 (Deliberations regarding Security Devices) and 551.087 (Deliberations regarding Economic Development Negotiations)."

52. Discuss the following pending or contemplated litigation, settlement matters and/or other confidential attorney-client legal matters pursuant to the Texas Government Code Section 551.071:
 - a. Discuss legal matters relating to Civil Action No. 6:26-cv-00462-CRW, Jason Nassour and Robert Chody v. Shawn Dick, José Garza, Michael Waldman, Dexter Gilford, Williamson County, and Travis County, In the United States District Court, Western District of Texas, Waco Division.
 - b. Legal matters relating to the Formal Grievance Policy and Procedure in Section 08.05 of the Employee Policy Manual and an employee formal grievance appeal regarding the Fire Marshal.
53. Discuss and consider an employee formal grievance appeal regarding the Fire Marshall pursuant to Section 08.05 of the Employee Policy Manual and Texas Government Code Section 551.074 – Personnel Matters: Deliberate the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee; or hear a complaint or charge against an officer or employee.
54. Discuss the following economic development negotiations pursuant to the Texas Government Code Section 551.087:
 - a. Project Speed Racer.
55. Discuss security assessments or deployments relating to information resource technology; network security information as described by Texas Gov't Code Section 2059.055(b); and/or (3) the deployment, or specific occasions for implementation, of security personnel, critical infrastructure, or security devices pursuant to Texas Government Code Section 551.089.
56. Deliberate the duties of the Williamson County Manager pursuant to Texas Government Code Section 551.074 - Personnel Matters.

REGULAR AGENDA (continued)

57. Discuss, consider, and take appropriate action on an employee formal grievance appeal from the Fire Marshal's Office pursuant to Section 08.05 of the Employee Policy Manual.
58. Comments from Commissioners.
59. **Public Comment Period for County Matters that are not on the Agenda.** The Commissioners Court will conduct a Public Comment Period to allow members of the public, who have properly submitted a Public Participation Form, to address the Commissioners Court regarding matters pertaining to or affecting Williamson County, but that do not appear as an Agenda Item on the Commissioners Court's Agenda. During this Public Comment Period, speakers shall be limited to a maximum of two (2) minutes to make his or her remarks and the maximum overall discussion time allowed for this Public Comment Period, regardless of the number of members of the public wishing to address the Court during such period, shall be limited to ten (10) minutes. Speaking time, to the extent possible, will be evenly allocated among speakers should more than five (5) speakers desire to speak during this Public Comment Period. Please note that the members of the Court may not comment during the meeting about matters that are not on the Commissioners Court's Agenda.

Steven Snell, County Judge

This notice of meeting was posted in the locked box located on the south side of the Williamson County Courthouse, a place readily accessible to the general public at all times, on the 29TH day of July 2026 at 5:00pm and remained posted for at least three business days before the scheduled date of the meeting.

Commissioners Court - Regular Session**3.****Meeting Date:** 08/04/2026

LIT Headphones

Submitted For: Rebecca Clemons**Submitted By:** Becky Pruitt, County Manager**Department:** County Manager**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider and take appropriate action on a line item transfer for the County Manager's Office.

Public Background

The office is in need of headphones that were not known to be needed due to the move of office location.

Fiscal Impact

From/To	Acct No.	Description	Amount
From	0100.0407.004999	Miscellaneous	\$50.00
To	0100.0407.003006	Office Equipment	\$50.00

Attachments*No file(s) attached.*

Form Review**Inbox**

County Judge Exec Asst.

Budget Office

Form Started By: Becky Pruitt

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Saira Hernandez

Date

07/27/2026 08:51 AM

07/28/2026 12:13 PM

Started On: 07/24/2026 12:20 PM

Commissioners Court - Regular Session**4.****Meeting Date:** 08/04/2026

Line Item Transfer to Overtime for County Sheriff

Submitted For: Matthew Lindemann**Submitted By:** Abigail Taylor, Sheriff**Department:** Sheriff**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider and take appropriate action on a line item transfer for the Williamson County Sheriff's Office.

Public Background

A line item transfer is being requested to cover the shortfall in overtime. This transfer is related to the number of vacancies and various other reasons, i.e. military duty, FMLA, etc., which has caused an increase in overtime to provide coverage for open shifts. Amounts have been provided and approved by the Auditors' Office.

Fiscal Impact

From/To	Acct No.	Description	Amount
FROM:	0100.0560.001105	LE Salaries	\$103,326.00
TO:	0100.0560.001110	Overtime	\$103,326.00

Attachments

No file(s) attached.

Form Review**Inbox**

County Judge Exec Asst.

Budget Office

Form Started By: Abigail Taylor

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Saira Hernandez

Date

07/27/2026 08:53 AM

07/28/2026 01:13 PM

Started On: 07/24/2026 02:57 PM

Commissioners Court - Regular Session**5.****Meeting Date:** 08/04/2026

Line Item Transfer to Overtime for County Sheriff, Corrections Bureau

Submitted For: Matthew Lindemann**Submitted By:** Abigail Taylor, Sheriff**Department:** Sheriff**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on a line item transfer for the Corrections Department.

Public Background

A line item transfer is being requested to cover the shortfall in overtime. This transfer is related to the number of vacancies and various other reasons, i.e. military duty, FMLA, etc., which has caused an increase in overtime to provide coverage for open shifts. Amounts have been provided and approved by the Auditors' Office.

Fiscal Impact

From/To	Acct No.	Description	Amount
FROM:	0100.0570.001105	LE Salaries	\$341,619.00
TO:	0100.0570.001110	Overtime	\$341,619.00

Attachments*No file(s) attached.*

Form Review**Inbox**

County Judge Exec Asst.

Budget Office

Form Started By: Abigail Taylor

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Saira Hernandez

Date

07/27/2026 08:54 AM

07/28/2026 12:13 PM

Started On: 07/24/2026 03:14 PM

Commissioners Court - Regular Session**6.****Meeting Date:** 08/04/2026

Line item transfer for fuel for Emergency Medical Services

Submitted For: John Gonzales**Submitted By:** John Gonzales, EMS**Department:** EMS**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on a line item transfer for Emergency Medical Services (EMS).

Public Background

EMS has experienced higher-than-anticipated fuel costs due to recent global events impacting fuel costs. Current funding within the existing fuel line item is insufficient to meet operational requirements through the remainder of the fiscal period.

Fiscal Impact

From/To	Acct No.	Description	Amount
From	0100-0540-005700	Vehicles >\$5,000	\$49,200
To	0100-0540-003301	Gasoline	\$49,200

Attachments*No file(s) attached.*

Form Review**Inbox**

County Judge Exec Asst.

Budget Office

Form Started By: John Gonzales

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Saira Hernandez

Date

07/27/2026 08:55 AM

07/28/2026 12:13 PM

Started On: 07/27/2026 08:22 AM

Commissioners Court - Regular Session**7.****Meeting Date:** 08/04/2026

Line item transfer for Emergency Medical Services

Submitted For: John Gonzales**Submitted By:** John Gonzales, EMS**Department:** EMS**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on a line item transfer for Emergency Medical Services (EMS).

Public Background

Williamson County EMS requests a line-item transfer to purchase essential cardiac monitor parts, an Aegis child restraint system, and replacement medical equipment bags. These items maintain critical equipment functionality, ensure safe pediatric transport, and support efficient emergency response. This transfer uses existing funds.

Fiscal Impact

From/To	Acct No.	Description	Amount
From	0100-0540-003010	Computer Equipment	\$17,500
To	0100-0540-003107	Medical Equipment	\$17,500

Attachments

No file(s) attached.

Form Review**Inbox**

County Judge Exec Asst.

Budget Office

Form Started By: John Gonzales

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Saira Hernandez

Date

07/28/2026 11:18 AM

07/28/2026 12:13 PM

Started On: 07/28/2026 10:28 AM

Commissioners Court - Regular Session**8.****Meeting Date:** 08/04/2026

Assets for Auction

Submitted For: Joy Simonton**Submitted By:** Cheryl Johnson, Purchasing**Department:** Purchasing**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on acknowledging the purchasing department's monthly report of asset disposition through auction, pursuant to Texas Local Government Code 263-152, for the period of 07-01-2026 through 07-25-2026.

Public Background

Please see the attached details.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Asset for Auction

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Cheryl Johnson

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 01:53 PM

Started On: 07/23/2026 07:54 AM

Asset Status Change for Commissioners Court

ID	Lookup Description	Disposal Method:	Approval Status	Workflow Stage	Report Month	Court Date:	Agenda Item:	Created	Created By	Report Type	Purchasing Final Determination	Purchasing Process Completed
482	Chair, barcode printer	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	6/29/2026 11:08 AM	Mary Johnson	Monthly Report	Auction	Yes
485	All In One Dell Computers	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/1/2026 4:52 PM	Roberto Lopez	Monthly Report	Auction	Yes
486	Filing Cabinet	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/2/2026 2:38 PM	Amanda Hisbrook	Monthly Report	Auction	Yes
487	Laptops	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/6/2026 11:39 AM	Renee Saucedo	Monthly Report	Auction	Yes
488	Office desk	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/7/2026 1:39 PM	Anita Lozano	Monthly Report	Auction	Yes
489	13 Computers, 1 Scanner, 1 Printers,	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/7/2026 2:36 PM	Mary Greenway	Monthly Report	Auction	Yes
490	1 Printer, 6 Dell Docks, 3 Monitors, 2 Monitor stands	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/7/2026 2:42 PM	Mary Greenway	Monthly Report	Auction	Yes
493	4 desktop towers, 3 laptops, 1 surface pro for auction	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/9/2026 3:23 PM	Adrienne Damron	Monthly Report	Auction	Yes
494	Desktop Dell 7070	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/10/2026 3:07 PM	Virginia Johnson	Monthly Report	Auction	Yes
495	ITS GIS Auction July 2026	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/15/2026 10:38 AM	Sarina Gonzalez	Monthly Report	Auction	Yes
496	HON tan file cabinet to IT Warehouse	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/16/2026 9:53 AM	Zachary Keith	Monthly Report	Auction	Yes
500	Map Holders	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/17/2026 12:59 PM	Vicky Edwards	Monthly Report	Auction	Yes

ID	Lookup Description	Disposal Method:	Approval Status	Workflow Stage	Report Month	Court Date:	Agenda Item:	Created	Created By	Report Type	Purchasing Final Determination	Purchasing Process Completed
502	furniture and tech equipment	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/20/2026 3:20 PM	Kerstin Hancock	Monthly Report	Auction	Yes
503	laptops and box of cords	SALE at the earliest auction	Approved	Review Completed	40261	8/4/2026	40261	7/20/2026 3:24 PM	Kerstin Hancock	Monthly Report	Auction	Yes

Commissioners Court - Regular Session**9.****Meeting Date:** 08/04/2026

Assets for Transfer

Submitted For: Joy Simonton**Submitted By:** Cheryl Johnson, Purchasing**Department:** Purchasing**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on acknowledging the Purchasing Department's monthly report of asset dispositions through Transfer, pursuant to Texas Local Government Code 263.152, for the period of 07-01-2026 through 07-25-2026.

Public Background

Please see attached detail.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Asset for Transfer

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Cheryl Johnson

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 01:54 PM

Started On: 07/23/2026 08:05 AM

Asset Status Change for Commissioners Court

ID	Lookup Description	Disposal Method:	Approval Status	Workflow Stage	Report Month	Court Date:	Agenda Item:	Created	Created By	Report Type	Purchasing Final Determination	Purchasing Process Completed
465	Video Equipment Transfer from HR 1	TRANSFER between county departments	Approved	Review Completed	40262	8/4/2026	40262	6/23/2026 9:42 AM	Anna Briseno	Monthly Report	Internal Department Transfer	Yes
466	Video Equipment Transfer from HR 2	TRANSFER between county departments	Approved	Review Completed	40262	8/4/2026	40262	6/23/2026 9:55 AM	Anna Briseno	Monthly Report	Internal Department Transfer	Yes
467	Video Equipment Transfer from HR 3	TRANSFER between county departments	Approved	Review Completed	40262	8/4/2026	40262	6/23/2026 10:17 AM	Anna Briseno	Monthly Report	Internal Department Transfer	Yes
469	Video Equipment Transfer from HR 4	TRANSFER between county departments	Approved	Review Completed	40262	8/4/2026	40262	6/23/2026 11:01 AM	Anna Briseno	Monthly Report	Internal Department Transfer	Yes
470	Video Equipment Transfer from HR 5	TRANSFER between county departments	Approved	Review Completed	40262	8/4/2026	40262	6/23/2026 11:11 AM	Anna Briseno	Monthly Report	Internal Department Transfer	Yes
471	7 Mahogany desks; 1 Bookshelf/Cabinet Mahogany; 1 Glass Cabinet to County Clerk Criminal Division	TRANSFER between county departments	Approved	Review Completed	40262	8/4/2026	40262	6/23/2026 11:46 AM	Kelli Seshiki	Monthly Report	Internal Department Transfer	Yes
492	24" Monitors	TRANSFER between county departments	Approved	Review Completed	40262	8/4/2026	40262	7/9/2026 8:52 AM	Jeff Spencer	Monthly Report	Internal Department Transfer	Yes

Commissioners Court - Regular Session**10.****Meeting Date:** 08/04/2026

Assets for Destruction

Submitted For: Joy Simonton**Submitted By:** Cheryl Johnson, Purchasing**Department:** Purchasing**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on acknowledging the Purchasing Department's monthly report of asset dispositions through destruction, pursuant to Tx. Local Government Code 263.152, for the period of 07-01-2026 through 07-25-2026.

Public Background

Please see attached detail.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Asset for Destruction

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Cheryl Johnson

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 01:54 PM

Started On: 07/23/2026 08:11 AM

Asset Status Change for Commissioners Court

ID	Lookup Description	Disposal Method:	Approval Status	Workflow Stage	Report Month	Court Date:	Agenda Item:	Created	Created By	Report Type	Purchasing Final Determination	Purchasing Process Completed
462	Office Equipment	DESTRUCTION due to Public Health/Safety or no apparent value	Approved	Review Completed	40263	8/4/2026	40263	6/18/2026 12:48 PM	Dawn Price	Monthly Report	Destruction	Yes
483	Variety of electronic or electronic related items	DESTRUCTION due to Public Health/Safety or no apparent value	Approved	Review Completed	40263	8/4/2026	40263	7/1/2026 10:28 AM	Doris Sanchez	Monthly Report	Destruction	Yes
484	Numerous tech related items	DESTRUCTION due to Public Health/Safety or no apparent value	Approved	Review Completed	40263	8/4/2026	40263	7/1/2026 11:17 AM	Doris Sanchez	Monthly Report	Destruction	Yes
491	1 - TV	DESTRUCTION due to Public Health/Safety or no apparent value	Approved	Review Completed	40263	8/4/2026	40263	7/7/2026 4:33 PM	Jacqueline McCarty	Monthly Report	Destruction	Yes

Commissioners Court - Regular Session**11.****Meeting Date:** 08/04/2026

Emergency Service District Annual Audit Reports FY2025

Submitted For: Steven Snell**Submitted By:** Andrea Schiele, County Judge**Department:** County Judge**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider and take appropriate action on accepting and receiving the annual audit reports from the Emergency Service Districts located within Williamson County in accordance with Health & Safety Code Sec. 775.082.

Public Background

The Emergency Services Districts located in Williamson County are submitting their annual audit reports in accordance with: Health & Safety Code Sec. 775.082. Audit of District in Less Populous Counties. (b) A district shall prepare and file with the commissioners court of each county that contains any part of the district on or before June 1 of each year an audit report of the district's fiscal accounts and records. The audit shall be performed and the report shall be prepared at the expense of the district. The county auditor, with the approval of the commissioners court, shall adopt rules relating to the format of the audit and report. If a district is located in more than one county, the county auditors, with the approval of the commissioners court of each county in which the district is located, shall adopt uniform rules relating to the format of the audit and report.

Fiscal Impact

From/To	Acct No.	Description	Amount
---------	----------	-------------	--------

Attachments

WCESD 1 - Jollyville
WCESD 2 - Sam Bass
WCESD 3 - Hutto
WCESD 4 - Liberty Hill
WCESD 5 - Jarrell
WCESD 6 - Weir
WCESD 7 - Florence
WCESD 8 - Georgetown
WCESD 9 - Round Rock
WCESD 10 - Coupland - Thrall
WCESD 11 - Cedar Park
WCESD 12 - Cedar Park

Form Review**Inbox**

County Judge Exec Asst. (Originator)
Form Started By: Andrea Schiele
Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 09:33 AM

Started On: 07/23/2026 04:07 PM

**Williamson County
Emergency Services District No. One
Financial Statements
December 31, 2025**

Williamson County Emergency Services District No. 1
For the Year Ending December 31, 2025

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MEDACK & OLTMANN, LLP

CERTIFIED PUBLIC ACCOUNTANTS

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Melodi J. Oltmann, CPA

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Ashton McGonagle, CPA
Laura Frerich, E.A.
Tyler Cupit, Staff Accountant

MEMBERS

American Institute of
Certified Public Accountants

Texas Society of
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Williamson County Emergency Services District No. 1

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of the Williamson County Emergency Services District No. 1 as of and for the year ended December 31, 2025, 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 each major fund of Williamson County Emergency Services District No. 1, as of December 31, 2025, and the respective changes in financial position thereof 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 Williamson County Emergency Services District No. 1, 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 Williamson County Emergency Services District No. 1'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 Williamson County Emergency Services District No. 1'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, budgetary comparison information, and the schedule of proportionate share of net pension liability and related footnotes on pages 3-9 and 30-31 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.

Medack + Oltmann, LLP

Medack & Oltmann, LLP
Giddings, Texas
June 10, 2026

Williamson County Emergency Services District #1

Management's Discussion and Analysis December 31, 2025

As management of the Williamson County Emergency Services District No. 1 (the District), we are pleased to offer readers of the District's financial statements this narrative overview and analysis of the District's financial activities for the year ended December 31, 2025. Citizens and taxpayers want a clear picture of the financial health of their governments, which includes Emergency Services Districts. They also want to know how their tax dollars were spent and how much it costs to provide major services such as firefighting, fire prevention and rescue services. The concept of financial accountability of elected or appointed officials is reflected in the standards adopted by the Governmental Accounting Standards Board (GASB) for annual financial reporting.

This Management Discussion and Analysis (MD&A) is composed with the GASB concepts in mind. Please read it in conjunction with the District's financial statements, which follow this section.

Financial Highlights

- The net position of the District increased by \$287,493. Net position at year end consisted of net investment in capital assets of \$2,936,071 and unrestricted net position of \$9,747,674, for a total of \$12,683,745.
- Total revenues from all sources were \$4,303,945 which represents an increase of \$350,302 from the prior year.
- Total expenditures from operations were \$4,016,452 which was an increase of \$478,037 from the prior year.
- As of December 31, 2025, the District's governmental fund reported an ending fund balance of \$11,674,117, an increase of \$1,804,640 from the prior fiscal year.

Using this Annual Report

This annual report presents the following three components of the financial statements:

1. Government-wide financial statements provide information for the District as a whole.
2. Fund financial statements provide detailed information for the District's significant funds.
3. Notes to the financial statements provide additional information that is essential to understanding the government-wide and fund financial statements.

This report also contains other supplementary information in addition to the basic financial statements themselves. This information includes management's discussion and analysis as well as a budgetary comparison schedule.

Williamson County Emergency Services District #1

Management's Discussion and Analysis December 31, 2025

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities present information about the District as a whole. These statements (as reported in the last column of each of the statements) include all of the District's assets and liabilities, utilizing the accrual basis of accounting which is similar to the accounting used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two columns report the District's net position and changes in them. The difference between assets and liabilities, net assets, are one way to measure the District's financial health. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. However, other non-financial factors such as changes in the District's property tax base must also be considered in an assessment of the overall financial health of the District.

The Statement of Activities, also included on page 12, presents information showing how the District's net position changed during the most recent twelve-month period. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

Reporting the District's Funds

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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District may establish other funds to help in control and manage money for particular purposes or to show that it is meeting its legal responsibilities for using certain taxes, grants and other money. These funds are reported using an accounting method called Modified Accrual accounting which measures cash and all other financial assets that can be readily converted to cash.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund statements focus on near-term inflows and outflows of spend-able resources, as well as on balances of spend-able resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare that information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. The District only reports using one fund that being the General Fund.

Notes to the Financial Statements

The notes provide additional information that are essential to a full understanding of the data provided in the government-wide and fund financial statements.

Williamson County Emergency Services District #1

Management's Discussion and Analysis December 31, 2025

The District as a Whole

Governmental activities increased the District's net position by \$287,493, approximately 2.32%. Our analysis below focuses on the net position (Table 1) and the changes in net position (Table 2) of the District's governmental activities:

Table 1
Government Activities
Net Position

Assets	12/31/2025	12/31/2024
Current Assets	\$ 14,176,117	\$ 12,450,212
Other Assets	8,431	28,072
Capital Assets	2,936,071	3,191,040
Total Assets	\$ 17,120,619	\$ 15,669,324
Deferred Outflows of Resources	\$ 459,139	\$ 745,583
Liabilities		
Current Liabilities	\$ 17,740	\$ 107,223
Long-Term Liabilities	1,393,989	1,681,490
Total Liabilities	\$ 1,411,729	\$ 1,788,713
Deferred Inflows of Resources	\$ 3,484,284	\$ 160,811
Net Position		
Investment in capital assets	\$ 2,936,071	\$ 3,191,040
Restricted	-	-
Unrestricted	9,747,674	11,274,343
Total Net Position	\$ 12,683,745	\$ 14,465,383

Williamson County Emergency Services District #1

Management's Discussion and Analysis December 31, 2025

Table 2
Government Activities
Changes in Net Position

	<u>12/31/2025</u>	<u>12/31/2024</u>
General Revenues		
Ad Valorem Taxes	\$ 2,409,813	\$ 2,428,064
Sales Tax	953,320	1,015,147
Investment Income	482,646	499,130
Other	458,166	11,302
Total General Revenues	<u>\$ 4,303,945</u>	<u>\$ 3,953,643</u>
Expenditures/Expenses		
Contracted Services	\$ 3,146,144	\$ 2,588,925
Personnel Costs	107,902	-
Tax Collector/Appraisal District Fees	16,587	19,934
Insurance	30,655	72,279
Utilities	60,517	57,892
Communications	20,104	29,220
Professional Services	42,764	32,389
Repair and Maintenance	136,340	186,229
Apparatus/Operational Supplies	101,248	140,223
Training and Travel	13,849	14,276
Miscellaneous	4,394	1,320
Depreciation Expense	335,948	395,728
Total Expenditures/Expenses	<u>\$ 4,016,452</u>	<u>\$ 3,538,415</u>
Change in Net Position	\$ 287,493	\$ 415,228
Net Position - Beginning of Year, restated	\$ 12,396,252	\$ 14,050,155
Net Position - End of Year	\$ 12,683,745	\$ 14,465,383

Williamson County Emergency Services District #1

Management's Discussion and Analysis December 31, 2025

Capital Assets:

At the end of the fiscal year December 31, 2025, capital assets are as follows:

	2025	2024
Land	10	10
Construction in progress	-	47,088
Buildings	1,982,601	1,855,706
Vehicles and equipment	4,595,543	5,426,669
Furniture and fixtures	54,375	54,375
Total capital assets	6,632,529	7,383,848
Accumulated depreciation	(3,696,458)	(4,192,808)
Governmental activities capital assets, net	2,936,071	3,191,040

Depreciation expense charged to the general fund was \$335,948. More detailed information about the District's Capital Assets is presented in Note 6 of the financial statements.

Financial Analysis of the Government's Funds

As noted earlier the District uses Fund accounting to ensure and demonstrate compliance with finance-related legal requirements. For the year ending December 31, 2025, the District's total fund balance was \$11,674,117 which reflects a net combined increase of \$1,804,640.

Approximately 62.10% of the District's FY 2025 income is derived from Ad Valorem property taxes, while 24.60% is derived from sales tax, and the remainder is primarily investment income.

Revenues	January 2025 to December 2025	
Property Taxes	\$ 2,406,705	62.10%
Sales Tax	953,320	24.60%
Interest Income	502,287	12.96%
Miscellaneous	12,977	0.33%
Total	\$ 3,875,289	100.00%

Budgetary Highlights

The District's annual budget includes estimated revenues and expenditures for fiscal year that begins each January 1. The annual budget is a "line-item" document that helps guide the Board of Commissioners through the year with a high degree of financial control over District expenditures.

Estimates of taxable value for the year are provided by the Williamson County Tax Appraisal Office. That estimate, combined with an estimate of historical tax collection rates for the District is used to estimate Ad Valorem Revenues and Establish a Tax Rate for the District.

Williamson County Emergency Services District #1

Management's Discussion and Analysis December 31, 2025

In the fiscal year ending December 31, 2025, the Net Taxable (Assessed) Valuation of the District was \$2,461,182,940 resulting in a total tax levy of \$2,461,183 based on a tax rate of \$0.10 per \$100 valuation.

The District's 2025 Budget resulted in actual expenditures of \$2,940,649 vs the budget of \$3,252,498, or \$311,849 less than budgeted amount.

Total revenues were 3,875,289 or \$619,356 more than the final budgeted amount. Sales tax revenue was \$953,320 or \$153,320, greater than the budgeted amounts.

Currently Known Facts, Decisions and Economic Conditions

Williamson County Emergency Services District No. 1 (the District) considered various factors when setting the fiscal year budget, tax rates, and necessary expenditures to be incurred in the next fiscal year's activities. The District's budgetary growth has mirrored its residential growth and economy.

The District's office is located at the Jollyville Fire Department, 9218 Anderson Mill Road, Austin, Texas 78729. This physical space provides security for our documents, contracts, and financial records. The District hold meetings at the fire station and the meeting room is available to our community and has been used by several groups and organizations over the past year, which is beneficial for both the District and the community we serve.

The District, through its contract with the Jollyville Fire Department, continues to maintain impressive response times within our service area and in mutual aid support to other departments.

The District has financial guidelines and solid practices related to operating expenses, reserve balances, cash management, and investing of public funds in compliance with Government Accounting Standards Boards accounting principles.

The District meets on a consistent date and time each month which facilitates attendance by Commissioners, Fire Department personnel, and visitors. The District meets on the third Wednesday of each month at 9:00am and holds special meetings and workshops, as needed, to meet needs that cannot be achieved during monthly sessions.

To help taxpayers stay informed about the ESD's activities, we maintain our website with current and relevant information as well as pursue other actions to increase public awareness.

The Fire department attend multiple community events and neighborhood meetings.

In 2026, the District will take delivery of a new Squad vehicle. This is possible through the conservative and strategic cash management practices of the board which has allowed the District to maintain the tax rate of \$0.10 per \$100 of assessed property valuation year-over-year.

Williamson County Emergency Services District #1

Management's Discussion and Analysis December 31, 2025

Contacting the District's Financial Management

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Comments and/or questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Williamson County ESD #1
9218 Anderson Mill Road
Austin, Texas 78729

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
GOVERNMENTAL FUNDS BALANCE SHEET AND
STATEMENT OF NET POSITION
DECEMBER 31, 2025

	General Fund	Adjustments (Note 9)	Statement of Net Position
ASSETS			
Cash	\$ 534,107	\$ -	\$ 534,107
Investments	11,302,911	-	11,302,911
Property Taxes Receivable	1,992,247	-	1,992,247
Due from County	84,790	-	84,790
Sales Tax Receivable	202,044	-	202,044
Prepaid Expenses	60,018	-	60,018
Accrued Interest Receivable	-	8,431	8,431
Capital Assets, net	-	2,936,071	2,936,071
TOTAL ASSETS	<u>\$ 14,176,117</u>	<u>\$ 2,944,502</u>	<u>\$ 17,120,619</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Pension Amounts	\$ -	\$ 459,139	\$ 459,139
LIABILITIES			
Accounts Payable	\$ 17,740	\$ -	\$ 17,740
Other Liabilities	-	-	-
Long-term liabilities - due within one year	-	-	-
Long-term liabilities - due after one year	-	1,393,989	1,393,989
TOTAL LIABILITIES	<u>\$ 17,740</u>	<u>\$ 1,393,989</u>	<u>\$ 1,411,729</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes Levied for Subsequent Period	\$ 2,461,183	\$ -	\$ 2,461,183
Delinquent property taxes	23,077	(23,077)	-
Deferred Pension Amounts	-	1,023,101	1,023,101
	<u>\$ 2,484,260</u>	<u>\$ 1,000,024</u>	<u>\$ 3,484,284</u>
FUND BALANCES/NET POSITION			
Fund balances:			
Non-Spendable	\$ 60,018	\$ (60,018)	\$ -
Spendable			
Committed	1,000,000	(1,000,000)	-
Assigned	-	-	-
Unassigned	10,614,099	(10,614,099)	-
Total fund balances	<u>11,674,117</u>	<u>(11,674,117)</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 14,176,117</u>	<u>\$ -</u>	<u>-</u>
Net Position:			
Net Investment in Capital Assets		\$ 2,936,071	\$ 2,936,071
Unrestricted		9,747,674	9,747,674
Restricted		-	-
Total Net Position		<u>\$ 12,683,745</u>	<u>\$ 12,683,745</u>

See Accompanying Notes to the Financial Statements

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES AND STATEMENT OF ACTIVITIES
FOR THE YEAR ENDING DECEMBER 31, 2025

	General Fund	Adjustments (Note 9)	Statement of Activities
EXPENDITURES/EXPENSES			
Contracted Services	\$ 2,124,100	\$ 1,022,044	\$ 3,146,144
Personnel Costs	107,902		107,902
Tax Collector/Appraisal District Fees	16,587	-	16,587
Insurance	30,655	-	30,655
Utilities	60,517	-	60,517
Communications	20,104	-	20,104
Professional Services	42,764	-	42,764
Repair and Maintenance	136,340	-	136,340
Apparatus/Operational Supplies	101,248	-	101,248
Training and Travel	13,849	-	13,849
Miscellaneous	4,394	-	4,394
Capital Outlay	282,189	(282,189)	-
Depreciation Expense		335,948	335,948
Total expenditures/expenses	<u>\$ 2,940,649</u>	<u>\$ 1,075,803</u>	<u>\$ 4,016,452</u>
GENERAL REVENUES			
Ad valorem taxes	\$ 2,406,705	\$ 3,108	2,409,813
Sales Tax	953,320	-	953,320
Investment Income	502,287	(19,641)	482,646
Unrealized Gain / (Loss)	-	10,543	10,543
Grants and Contributions	12,977	-	12,977
Gain/(loss) from disposal of assets	-	434,646	434,646
Total general revenues	<u>\$ 3,875,289</u>	<u>\$ 428,656</u>	<u>\$ 4,303,945</u>
Excess (Deficiency) of revenues over expenditures	934,640	(934,640)	-
OTHER FINANCING SOURCES			
Proceeds from sale of asset	870,000	(870,000)	-
Total Other Financing Sources	<u>870,000</u>	<u>(870,000)</u>	<u>-</u>
Excess (Deficiency) of revenues and other financing sources over expenditures	1,804,640	(1,804,640)	-
Change in net position	-	287,493	287,493
Fund Balance/Net Position			
Beginning of the year, Restated	<u>9,869,477</u>	<u>2,526,775</u>	<u>12,396,252</u>
End of the year	<u><u>\$ 11,674,117</u></u>	<u><u>\$ 1,009,628</u></u>	<u><u>\$ 12,683,745</u></u>

See Accompanying Notes to the Financial Statements

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements for the District have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. More significant of these accounting policies are described below.

REPORTING ENTITY

The Williamson County Emergency Services District No. One (the District) is a governmental unit of the State of Texas that was formed in September of 1995. The entity is responsible for providing fire and emergency services in Williamson County, Texas. The District provides fire and emergency medical services to a certain geographic portion of Williamson County including Jollyville, Texas, an unincorporated area located within Williamson County. The District was created and operates under Article III, Section 48-3, of the Texas Constitution for the protection of human life and health as provided by that Act. The District's operations are governed by the Texas Health and Safety Code, Chapter 775 Emergency Services Districts.

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic - but not the only - criterion for including a potential component unit with the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, no potential component units appear to exist.

BASIS OF PRESENTATION

Basic Financial Statements

Basic Financial Statements and Management Discussion and Analysis for State and Local Governments set forth minimum criteria for the determination of major funds based on a percentage of the assets, liabilities, revenues, or expenditures/expenses or either fund category or governmental and enterprise combined. Due to the fund structure of the District, all funds have been classified as major funds. As a part of this Statement, there is a reporting requirement regarding the local government's infrastructure (road, bridges, etc.). The District does not own any infrastructure assets and therefore is unaffected by this requirement.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The basic financial statements include both government-wide (based on the District as a whole) and fund financial statements. The reporting model focus is on either the District as a whole or major individual funds (within the fund financial statements). In the government-wide Statement of Net Position both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reflected on a full accrual, economic resources basis, which incorporates long-term assets and receivables as well as long-term debt and obligations. The District does not have any business-type or fiduciary activities.

The Government-wide Statement of Activities reflects both the gross and net cost per functional category which are otherwise being supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function.

The District does not currently employ indirect cost allocation systems.

The government-wide focus is more on the sustainability of the District as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The governmental fund statements are presented on a current financial resource and modified accrual basis of accounting. This presentation is deemed appropriate to (a) demonstrate legal compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the District's actual experience conforms to the budget or fiscal plan.

GASB provides that for governments engaged in a single governmental program, the fund financial statements and the government-wide statements may be combined. The District presents the fund's statement (General) in the first column. The next column is an adjustments column. It reconciles the amounts reported in the governmental funds to show how each would change when reported on the full-accrual basis of accounting. The last column of these combination statements shows the amounts that normally would appear in the government-wide statements.

Fund Accounting

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditure/expenses. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The focus of Governmental Fund measurement (in the Fund Financial Statements) is based upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The District reports the following major governmental funds:

General Fund

The General Fund is the primary operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are presented on an accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers all revenues as available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred.

In applying the "susceptible to accrual" concept to intergovernmental revenues pursuant to GASB Statement #33, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenues when the applicable eligibility requirements including time requirements, are met. Resources transmitted before the eligibility requirements are met, under most circumstances, should be reported as advances by the provider and deferred revenue by the recipient.

BUDGETS

The District follows these procedures in establishing the budget reflected in the financial statements:

1. Prior to the beginning of each fiscal year, the District prepares a budget. The operating budget includes proposed expenditures and the means of financing those expenditures and is prepared in accordance with the basis of accounting utilized by that fund.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2. Public meetings are conducted at which all interested persons' comments concerning the budget are heard. After such meetings, the Board of Commissioners formally adopts the budget through passage of a motion in a public meeting.
3. The District amends the budget throughout the year approving such additional expenses. The amended budget is used in presenting the Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual.
4. All annual appropriations lapse at fiscal year-end.

DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

The District adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which provides guidance for reporting the financial statement elements of deferred outflows of resources, which represent the consumption of the District's net position that is applicable to a future reporting period, and deferred inflows of resources, which represent the District's acquisition of net position applicable to a future reporting period.

The District adopted GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

CASH AND CASH EQUIVALENTS

The District's cash and cash equivalents are considered to be cash on hand and demand deposits with a maturity of three months or less at the date of purchase.

AD VALOREM PROPERTY TAXES

Delinquent taxes are prorated based on rates adopted for the year of the levy. Allowances for uncollectibles within the General Fund are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. There were no allowance for uncollectible property taxes as of December 31, 2025.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

CAPITAL ASSETS

The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements.

Government-wide Statements

In the government-wide financial statements, fixed assets are accounted for as capital assets. Property, plant and equipment purchased or acquired is carried at historical cost or estimated historical cost. Contributed assets are recorded at the fair market value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Leased assets are recorded at the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. The cost of all leased assets is amortized over the shorter of the lease term or the useful life of the underlying asset.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation and amortization of all assets is provided on the straight-line basis over the estimated useful lives with no salvage value. The range of estimated useful lives by type of asset is as follows:

Buildings and Structures	40 years
Vehicles	7-20 years
Other Equipment	5-20 years

The District does not own any infrastructure assets, or have any leases required to be reported under GASB 87.

Fund Financial Statements

In the fund financial statements, capital assets are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

EQUITY CLASSIFICATIONS

Government-wide Statements

Equity is classified as net position and displayed in three components:

- a. Net Investment in capital assets – 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 improvement of those assets.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other government; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

When both restricted and unrestricted resources are available for use, it is the District’s policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as non-spendable or spendable with spendable being further classified into restricted, committed, assigned or unassigned.

COMPENSATED ABSENCES

There are no related costs or liabilities for these items for the year ending December 31, 2025.

RISK MANAGEMENT

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases its insurance from regular commercial companies. As of December 31, 2025, no claims or losses have been incurred that were not covered by insurance. There is no liability due to any claim or suit having ever been filed.

USE OF ESTIMATES

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities as of the date of the financial statements and the reported amounts of income and expenses during the period. Operating results in the future could vary from the amounts derived from management’s estimates.

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

FAIR VALUE MEASUREMENTS

The District complies with GASB Statement No. 72, Fair Value Measurement and Application, which defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction. Fair value accounting requires characterization of the inputs used to measure fair value into a three-level fair value hierarchy as follows:

- Level 1 inputs are based on unadjusted quoted market prices for identical assets or liabilities in an active market the entity has the ability to access.
- Level 2 inputs are observable inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent from the entity.
- Level 3 are observable inputs that reflect the entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available.

There are three general valuation techniques that may be used to measure fair value:

- Market approach – uses prices generated by market transactions involving identical or comparable assets or liabilities
- Cost approach – uses the amount that currently would be required to replace the service capacity of an asset (replacement cost)
- Income approach – uses valuation techniques to convert future amounts to present amounts based on current market expectations

RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS

In April 2024, the GASB issued Statement No. 103, Financial Reporting Model Improvements, effective for fiscal years beginning after June 15, 2025. The primary objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The Statement includes updated requirements for Management Discussion and Analysis, unusual or infrequent items, and budgetary comparison information. Management is evaluating the effects that the full implementation of GASB Statement No. 103 will have on its financial statements for the year ended December 31, 2026.

NOTE 2: CASH

Deposits were with a contracted depository bank, Frost Bank. As of year-end, deposits exceeded FDIC coverage. Therefore, in accordance with the depository contract, Frost Bank has pledged additional collateral. This collateral consisted of U.S. Government and Local State Securities, having a market value of \$549,690 (Category 2). At December 31, 2025, the carrying amount of the District's deposits was \$534,107, and the bank balance was \$534,923.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 2: CASH – continued

The collateral pledged is represented by specific identifiable investment securities and classified as to credit risk by the three categories described below:

- Category 1: Insured by FDIC or collateralized with securities held by the District or by its agent in its name.
- Category 2: Uninsured but collateralized with securities held by the pledging financial institution's trust department or agent in the District's name.
- Category 3: Uncollateralized.

	Carrying Value	Bank Balance
Category 1	\$250,000	\$250,000
Category 2	284,107	284,923
Category 3	-0-	-0-
	\$534,107	\$534,923

NOTE 3: INVESTMENTS

The District is authorized to purchase, sell, and invest its funds as well as funds under its control in accordance with the Texas Public Investment Act, Government Code Chapter 2256 and its subsequent amendments. During the fiscal year, the District's investments consisted of U.S. government agency securities and participation in local government investment pools (TexPool). The carrying amount of investments as of December 31, 2025 is displayed on the balance sheet as "Investments". The District's deposits and investments are invested pursuant to the investment policy, which is approved annually by the Board.

U.S. government agency securities, totaling \$1,432,252, were classified in Level 2 of the Fair Value Hierarchy based on quoted prices for similar assets in active markets.

Local Government Investment Pools, totaling \$9,870,659, were not classified in the Fair Value Hierarchy as they are recorded at Net Asset Value.

GASB Statement No. 79, Certain External Investment Pools (GASB 79), establishes how certain state and local government external investment pools may measure and report their investments. An external investment pool may elect to measure, for reporting purposes, all of its investments at amortized cost if it meets certain criteria. In addition, this statement establishes additional note disclosures for external investment pools and their participants.

TexPool operates in a manner consistent with the criteria set forth in GASB 79 and therefore uses amortized cost to report net assets to compute share prices. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The Advisory Board members review the investment policy and management fee structure.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 3: INVESTMENTS – continued

TexPool maintains a Net Asset Value of approximately \$1 per share and, as allowed by GASB 79, uses amortized cost to report net assets. TexPool does not have restrictions or limitations on withdrawals.

TexPool is rated AAAM by Standard & Poor's. As a requirement to maintain the rating, weekly portfolio information must be submitted to Standard & Poor's for review. TexPool is also required to send portfolio information to the office of the State Comptroller of Public Accounts.

<u>Investment at December 31, 2025</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Net Asset Value</u>
Government Agencies	\$ 1,432,252	\$ -	\$ 1,432,252	\$ -
Local Government Investment Pools	9,870,659	-	-	9,870,659
Fair Value	<u>\$ 11,302,911</u>	<u>\$ -</u>	<u>\$ 1,432,252</u>	<u>\$ 9,870,659</u>

<u>Investment at December 31, 2025</u>	<u>Weighted Average Maturity (Days)</u>
Government Agencies	439
Local Government Investment Pools	1

Interest Rate Risk- The District considers the holdings in the local governmental investment pool to have a one day weighted average maturity due to the fact that the share position can usually be redeemed each day at the discretion of the shareholders, unless there has been a significant change.

Credit Risk- Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized agencies are designed to give an indication of credit risk. The District's investment in government agencies carry the implicit guarantee of the U.S. government.

As of December 31, 2025, the ratings of the District's investments were as follows:

<u>Investment at December 31, 2025</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Rating</u>
Federal Home Loan Bank	AA+	Aa1
Federal Farm Credit Bureau	AA+	Aa1
Local Government Investment Pools	AAAM	NR

Concentration of Credit Risk- Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investments in a single issuer. At December 31, 2025, all of the District's investments were as follows:

<u>Investment at December 31, 2025</u>	<u>% of Portfolio</u>
Government Agencies	13%
Local Government Investment Pools	87%

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 3: INVESTMENTS – continued

Information regarding investments in any one issues that represents five percent or more of the District's total investment must be disclosed under GASB Statement No. 40, Deposit and Investment Risk Disclosures – an amendment of GASB Statement No. 3, excluding investments issues or explicitly guaranteed by the U.S. government, investments in mutual funds, and investments in external investment pools. At December 31, 2025, the District's investments which require disclosure are as follows:

Issuer	Fair Value	% of Portfolio
Federal Home Loan Bank	\$ 676,675	6%
Federal Farm Credit Bureau	755,577	7%

NOTE 4: PROPERTY TAXES

The District uses the Williamson County Tax Assessor Collector to bill and collect its property tax. The District's property tax is levied each October 1 and are due and payable on or before January 31 of the following year. Property taxes attached an enforceable lien on property as of January 1. All unpaid taxes become delinquent February 1 of the following year. The District pays the County for its tax collection activity in four quarterly payments. The amount is determined by the County based on an amount per each parcel of taxable property, or account taxable by the District. The assessed value of the roll as of January 1, 2025, upon which the 2025 levy was based, was \$2,461,182,940 as certified by the Williamson County Central Appraisal District.

The total 2025 levy was \$2,461,183 and the tax rate was \$0.10 per \$100 assessed valuation. Property taxes are considered fully collectible and therefore no allowance for uncollectible taxes is provided.

NOTE 5: COMMITMENTS

The District has entered into an agreement with the Jollyville Volunteer Fire Department to provide fire protection and/or emergency medical first responder services as necessary. Payments are made quarterly and total \$2,004,900 for the year ending December 31, 2025. In addition, the District is responsible for contributing to Texas Emergency Services Retirement Systems (TESRS) on behalf of the Jollyville Volunteer Fire Department employees. For the year ending December 31, 2025, the District contributed \$119,200 to TESRS. This contract renews annually and terminates upon written consent of either party.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 6: CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2025, was as follows:

	Balance 12/31/2024	Additions/ Completions	Retirements/ Adjustments	Balance 12/31/2025
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 10	\$ -	\$ -	\$ 10
Construction in Progress	47,088	-	(47,088)	-
Total capital assets not being depreciated	47,098	-	(47,088)	10
Depreciable capital assets				
Buildings	1,855,706	130,848	(3,953)	1,982,601
Vehicles & Equipment	5,426,669	198,429	(1,029,555)	4,595,543
Furniture & Fixtures	54,375	-	-	54,375
Total depreciable capital assets	7,336,750	329,277	(1,033,508)	6,632,519
Less accumulated depreciation, restated	(3,958,664)	(335,948)	598,154	(3,696,458)
Total depreciable capital assets, net, restated	3,378,086	(6,671)	(435,354)	2,936,061
Governmental activities capital assets, net, restated	\$3,425,184	\$ (6,671)	\$ (482,442)	\$2,936,071

Current year depreciation expense was \$335,948.

NOTE 7: PENSION PLAN

Plan Description

The District participates in a cost-sharing multiple-employer defined benefit pension plan that is administered by the Texas Emergency Services Retirement System (TESRS). TESRS was created by the Texas Legislature and administers contributions made to it from various statewide emergency and fire-fighting organizations.

Pension Plan Fiduciary Net Position

Detailed information about TESRS's fiduciary net position is available in a separately issued Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on TESRS's website, www.tesrs.org.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 7: PENSION PLAN – continued

Benefits Provided

TESRS provides retirement benefits as well as death and disability benefits. Member vesting occurs at 50% after 10 years of credited service and an additional 10% for each of the following five years of credited service. Upon reaching age 55, each vested member may retire and receive a monthly pension equal to their vested percent multiplied by six times the average monthly contribution over the member's years of qualified service. For years of service in excess of 15 years, this monthly benefit is increased at a rate of 6.2% compounded annually. There is no provision for automatic postretirement benefit increases. Death and disability benefits are dependent on whether the member was engaged in the performance of duties at the time of death or disability. Death benefits include a lump sum amount or continuing monthly payments to a member's surviving spouse and dependent children.

Contributions

The minimum contribution requirements are set by board rule and there is no maximum contribution rate. The District makes 100% of all contributions currently at \$490 per employee per month. All obligations are fully funded semi-annually. No contributions are required by the members nor are they allowed. During the year, the District decided to make an addition lump sum contribution in the amount of \$11,400. The actual contributions for the year ended December 31, 2025 equaled \$119,200.

Net Pension Liability

Actuarial Assumptions

The total pension liability in the August 31, 2026 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2025
Actuarial Cost Method	Individual Entry Age Normal
Amortization Method	Level Percentage of Payroll, Open
Remaining Amortization Period	30 years
Asset Valuation Method	5 year Market Value
Discount Rate	5.38%
Long-term expected Investment Rate of Return*	7.00%
Mortality	PubS-2016 (public-safety) below median income mortality table for employees, projected for mortality improvement generationally using projection scale MP-2021

*Includes Inflation of 2.50%

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 7: PENSION PLAN – continued

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target allocation percentage (4.58%) and by adding expected inflation (2.5%). In addition, the final 7% assumption was selected by “rounding down”.

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Equities – Large cap domestic	20%	5.73%
Equities – Small cap domestic	10%	6.32%
Equities – Developed International	15%	6.77%
Equities – Emerging markets	5%	6.85%
Global Infrastructure	5%	6.63%
Real Estate	10%	4.00%
Multi asset income	5%	3.50%
Fixed income	30%	1.80%
Weighted average		4.58%

Discount Rate

The discount rate used to measure the total pension liability was 7%. The TESRS plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active, inactive, and retired members. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return, and the municipal bond rate does not apply.

Changes Since the Prior Actuarial Valuation

There were no changes in assumptions since the prior measurement date.

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

Sensitivity Analysis

The following presents the net pension liability of the District, calculated using the discount rate of 7%, as well as what the District’s net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6%) or 1 percentage point higher (8%) than the current rate.

	1% Decrease 6%	Current Discount Rate 7%	1% Increase 8%
Total pension liability/(asset)	\$2,212,043	\$1,393,989	\$732,191

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 7: PENSION PLAN – continued

Pension Liabilities, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pensions

At December 31, 2025, the District reported a liability of \$1,393,989 for its proportionate share of the TERS's net pension liability.

The net pension liability was measured as of August 31, 2025 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of August 31, 2025. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1 through August 31.

At August 31, 2025 the employer's proportion of the collective net pension liability was 2.867% which was an increase of 1.566% from its proportion measured as of August 31, 2024.

For the year ended December 31, 2025, the District recognized pension expense of \$119,200.

As of December 31, 2025, the deferred outflows and inflows of resources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings	\$ -	\$ 91,184
Difference due to changes in actuarial assumptions	419,688	848,972
Difference in expected and actual experience	39,451	82,946
Total	<u>\$ 459,139</u>	<u>\$ 1,023,101</u>

The deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31:	Pension Expense Amount
2026	\$ (25,119)
2027	(414,501)
2028	(77,717)
2029	(46,625)
2030	-
Thereafter	-
Total	<u>\$ (563,963)</u>

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 7: PENSION PLAN – continued

Net Pension Liability reflects 100% of the District's long-term liabilities and are reflected as such within the Statement of Net Assets. Changes in Net Pension Liability are reflected as follows:

	Balance 12/31/2024	Additions	Retirements	Balance 12/31/2025	Due Within One Year
Net Pension Liability	\$ 1,681,490	\$ -	\$ (287,501)	\$ 1,393,989	\$ -
Total Long-term Obligations	\$ 1,681,490	\$ -	\$ (287,501)	\$ 1,393,989	\$ -

NOTE 8: FUND BALANCE

The District complies with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Those fund balance classifications are described below.

Non-spendable - Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

Restricted - Amounts that can be spent only for specific purposes because of constitutional provisions, or enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed - Amounts that can only be used for specific purpose pursuant to approval by formal action by the Board. The Board is the highest level of decision-making authority for the District. Commitments may be established, modified, or rescinded only through resolutions approved by the Board.

Assigned - For the General Fund, amounts that are appropriated by the Board or Board designee that are to be used for specific purposes. For all other governmental funds, any remaining positive amounts not previously classified as non-spendable, restricted, or committed.

Unassigned - Amounts that are available for any purpose; these amounts can be reported only in the District's General Fund.

Fund balance of the District may be committed for a specific purpose by formal action of the Board, the District's highest level of decision-making authority. Commitments may be established, modified, or rescinded only through a resolution approved by the Board.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

As of December 31, 2025, the District has not adopted a minimum fund balance policy.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 8: FUND BALANCE – continued

Government Fund Balances are as follows:

Non-spendable:	\$ 60,018
Restricted:	-
Committed:	
Equipment & Contingencies	500,000
Fire Station Reserve	500,000
Assigned	-
Unassigned	10,614,099
Total Fund Balance:	<u>\$ 11,674,117</u>

NOTE 9: EXPLANATION OF DIFFERENCES BETWEEN GOVERNMENTAL FUND
AND GOVERNMENT-WIDE STATEMENTS

Differences between the Governmental Fund Balance Sheet and the Statement of Net Position:

The differences (as reflected in the adjustments column) primarily result from the long-term economic resources focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheet.

When capital assets (land, buildings, equipment) that are to be used in governmental activities are purchased or constructed, the costs of those assets are reported as expenditures in governmental funds. However, the statement of net position includes those capital assets among the assets of the District as a whole.

Cost of capital assets	\$6,632,529
Accumulated Depreciation	<u>(3,696,458)</u>
	<u>\$2,936,071</u>

Accrued interest receivable is not receivable in the current period, and, therefore, is not reported in the funds.

Accrued interest	\$8,431
------------------	---------

The statement of net position includes as Deferred Outflows of Resources amounts that are permitted to be recognized as part of pension expense over a period of years in the governmental funds.

Deferred outflows related to pensions	\$459,139
---------------------------------------	-----------

Long-term liabilities applicable to the district's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities – both current and long-term—are reported in the statement of net position.

Due within one year	\$-0-
Due after one year	<u>\$1,393,989</u>
	<u>\$1,393,989</u>

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 9: EXPLANATION OF DIFFERENCES BETWEEN GOVERNMENTAL FUND
AND GOVERNMENT-WIDE STATEMENTS – continued

Taxes receivable are offset by deferred revenues in the governmental funds and thus are not included in fund balance.

Delinquent property taxes	(\$23,077)
---------------------------	------------

The statement of net position includes as Deferred Inflows of Resources amounts that are permitted to be recognized as part of pension expense over a period of years in the governmental funds.

Deferred inflows related to pensions	\$1,023,101
--------------------------------------	-------------

Differences between the Governmental Fund Operating Statement and the Statement of Net Activities:

The differences (as reflected in the adjustments column) arise primarily from the long-term economic resources focus of the statement of activities versus the current financial resources focus of the governmental funds.

Some expenses reporting in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Adjustment for Pension Liability	(\$287,501)
Change in Deferred Inflows/Outflows	<u>1,309,545</u>
Total adjustment	\$1,022,044

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	\$(282,189)
Depreciation Expense	335,948

Because some property taxes will not be collected for several months after the district's fiscal year ends, they are not considered as "available" revenues in the governmental funds.

Adjustment for property taxes collected	\$3,108
---	---------

Interest income is recognized as revenue in the governmental funds. The statement of activities includes only the interest income for the current period.

Change in accrued interest	\$(19,641)
Unrealized gain on investments	10,543

In the statement of activities, only the gain on the sale of equipment is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the equipment less any accumulated depreciation.

Gain from disposal of assets	\$434,646
Proceeds from sale of assets	(870,000)

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 2025

NOTE 10: PRIOR PERIOD ADJUSTMENT

The beginning net position balance on the Statement of Activities and the beginning fund balance on the Governmental Fund Balance Sheet of the District has been restated to record a prior period adjustment to correct an overstatement accumulated depreciation and to correct an understatement of deferred property tax revenue. A reconciliation of the prior period ending fund balance/net position balance to the current year beginning fund balance/net position balance is as follows:

	Governmental Activities
Beginning Net Position	\$14,465,384
Adjustments to correct:	
Overstatement of Accumulated Depreciation	234,144
Understatement of Deferred Property Tax Revenue	(2,303,275)
Beginning Net Position, as restated	<u>\$12,396,252</u>
Beginning Fund Balance	11,128,851
Adjustment to correct:	
Understatement of Deferred Property Tax Revenue	(1,259,374)
Beginning Fund Balance, as restated	<u>\$9,869,477</u>

NOTE 11: DATE OF MANAGEMENT'S REVIEW

Management has evaluated subsequent events through the date of the auditor's report, the date the financial statements were available to be issued.

Required Supplemental Information

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. ONE
GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
BUDGET TO ACTUAL COMPARISON - GENERAL FUND
FOR THE YEAR ENDING DECEMBER 31, 2025

	Budget		Actual Amounts Budgetary Basis	Favorable/ (Unfavorable)
	Original	Final		
GENERAL REVENUES				
Ad Valorem Taxes	\$ 2,443,933	\$ 2,443,933	\$ 2,406,705	\$ (37,228)
Sales Tax	800,000	800,000	953,320	153,320
Interest Income	-	-	502,287	502,287
Grants	12,000	12,000	12,977	977
Miscellaneous	-	-	-	-
Total Revenues	<u>\$ 3,255,933</u>	<u>\$ 3,255,933</u>	<u>\$ 3,875,289</u>	<u>\$ 619,356</u>
EXPENDITURES/EXPENSES				
Contracted Services	\$ 2,692,700	\$ 2,557,850	\$ 2,124,100	\$ 433,750
Tax Collector/Appraisal District Fees	16,000	10,872	16,587	(5,715)
Insurance	61,198	99,899	30,655	69,244
Utilities	-	51,409	60,517	(9,108)
Communications	-	10,514	20,104	(9,590)
Professional Services	75,000	33,473	42,764	(9,291)
Repair and Maintenance	-	143,466	136,340	7,126
Apparatus/Operational Supplies	-	84,098	101,248	(17,150)
Training and Travel	7,600	10,976	13,849	(2,873)
Payroll	-	64,182	107,902	(43,720)
Miscellaneous	-	2,341	4,394	(2,053)
Capital Outlay	400,000	183,418	282,189	(98,771)
Total expenditures/expenses	<u>\$ 3,252,498</u>	<u>\$ 3,252,498</u>	<u>\$ 2,940,649</u>	<u>\$ 311,849</u>
Excess (Deficiency) of revenues over expenditures	\$ 3,435	\$ 3,435	\$ 934,640	\$ 931,205
OTHER FINANCING SOURCES				
Proceeds from sale of asset	-	-	870,000	(870,000)
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>870,000</u>	<u>(870,000)</u>
Excess (Deficiency) of revenues and other financing sources over expenditures	3,435	3,435	1,804,640	61,205
Fund Balance Beginning of the year, restated			<u>\$ 9,869,477</u>	
End of the year			<u>\$ 11,674,117</u>	

See Accompanying Notes to the Financial Statements

Williamson County Emergency Services District No. 1
Schedule of District's Proportionate Share of the Net Pension Liability and Related Footnotes
December 31, 2025*

	2025	2024	2023	2022	2021
District's proportion of the net pension liability	2.867%	1.566%	1.244%	1.148%	0.510%
District's proportionate share of the net pension liability	1,393,989	1,681,490	538,492	471,025	54,642
Number of active members	19	18	**	**	**
District's proportionate share of the net pension liability per active member	73,368	93,416	**	**	**
Plan fiduciary net pension as a percentage of the total pension liability	75.8%	56.3%	74.6%	75.2%	93.1%

* Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

** Information not available

The following were changes to the actuarial assumptions or other inputs that affected measurement of the total pension liability since the prior measurement period:

- (1) A reduction of the investment return assumption from 7.25% to 7.00%.
- (2) A reduction of the inflation assumption from 2.75% to 2.50%.

McCall Gibson Swedlund Barfoot Ellis PLLC

Certified Public Accountants

*Chris Swedlund
Noel W. Barfoot
Joseph Ellis
Ashlee Martin*

*Mike M. McCall
(retired)
Debbie Gibson
(retired)*

April 16, 2026

Board of Commissioners
Williamson County Emergency
Services District No. 2

We have audited the financial statements of the governmental activities and the major fund of Williamson County Emergency Services District No. 2, (the “District”) for the year ended December 31, 2025. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement continuance letter to you dated December 18, 2025. Professional standards also require that we communicate to you the following information related to our audit. For the purposes of this letter, the term “management” refers to the Board of Commissioners and/or District consultants.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. Significant accounting policies used by the District, including new accounting policies, if any, that have been adopted and implemented during the current fiscal year, are discussed in Note 2. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period. The financial statement disclosures are neutral, consistent, and clear.

Accounting estimates are an integral part of the financial statements and are based on management’s knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the District’s financial statements were management’s estimate of depreciable lives of capital assets. Depreciation of infrastructure assets is based on industry wide accepted estimated useful lives taken on a straight-line basis. We evaluated the key factors and assumptions used to develop these estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. The District’s bookkeeper will be provided with all such adjustments.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated April 16, 2026.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We were engaged to perform the following non-attest services for the District: (1) preparation of financial statements and related notes and schedules in conformity with accounting principles generally accepted in the United States of America. These services were performed based on information provided by you. We performed these services in accordance with applicable professional standards. The non-attest services we performed are limited to those specifically defined and did not result in assuming management responsibilities.

We applied certain limited procedures to the Management's Discussion and Analysis and the budgetary comparison schedule for the General Fund, which are required supplementary information ("RSI") that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

With respect to other supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Board of Commissioners of the District and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,

McCall Gibson Swedlund Barfoot Ellis PLLC

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
Houston, Texas

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
WILLIAMSON COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
DECEMBER 31, 2025

McCALL GIBSON SWEDLUND BARFOOT ELLIS PLLC
Certified Public Accountants

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McCall Gibson Swedlund Barfoot Ellis PLLC

Certified Public Accountants

*Chris Swedlund
Noel W. Barfoot
Joseph Ellis
Ashlee Martin*

*Mike M. McCall
(retired)
Debbie Gibson
(retired)*

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Williamson County Emergency
Services District No. 2
Williamson County, Texas

Opinions

We have audited the accompanying financial statements of the governmental activities and major fund of Williamson County Emergency Services District No. 2 (the "District") as of and for the year ended December 31, 2025, 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, 2025, 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.

- 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 – 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.

Supplementary 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 other supplementary information 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 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 Ellis PLLC

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
Houston, Texas

April 16, 2026

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED DECEMBER 31, 2025

Management's discussion and analysis of Williamson County Emergency Services District No. 2's (the "District") financial performance provides an overview of the District's financial activities for the fiscal year ended December 31, 2025. 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 Fund 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 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 revenues, costs of assessing and collecting taxes, district services, and general expenditures.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025

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 fund. 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 Fund 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.

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 and deferred inflows of resources by \$9,054,742 as of December 31, 2025.

A portion of the District's net position reflects its net investment in capital assets (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.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025

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		
	2025	2024	Change Positive (Negative)
Current and Other Assets	\$ 9,895,397	\$ 9,949,567	\$ (54,170)
Capital Assets (Net of Accumulated Depreciation)	8,089,266	6,923,228	1,166,038
Total Assets	\$ 17,984,663	\$ 16,872,795	\$ 1,111,868
Long -Term Liabilities	\$ 3,055,366	\$ 3,413,369	\$ 358,003
Other Liabilities	406,309	426,732	20,423
Total Liabilities	\$ 3,461,675	\$ 3,840,101	\$ 378,426
Deferred Inflows of Resources	\$ 5,468,246	\$ 5,022,931	\$ (445,315)
Net Position:			
Net Investment in Capital Assets	\$ 4,675,897	\$ 3,164,153	\$ 1,511,744
Unrestricted	4,378,845	4,845,610	(466,765)
Total Net Position	\$ 9,054,742	\$ 8,009,763	\$ 1,044,979

The following table provides a summary of the District's operations for the years ended December 31, 2025, and December 31, 2024.

	Summary of Changes in the Statement of Activities		
	2025	2024	Change Positive (Negative)
Revenues:			
Property Taxes	\$ 4,950,950	\$ 4,512,883	\$ 438,067
Sales Tax Revenues	873,272		873,272
Mutual Aid Revenues	25,035	21,791	3,244
Other Revenues	283,535	332,877	(49,342)
Total Revenues	\$ 6,132,792	\$ 4,867,551	\$ 1,265,241
Expenses for Services	5,087,813	4,620,790	(467,023)
Other Financing Sources	- 0 -	616,878	(616,878)
Change in Net Position	\$ 1,044,979	\$ 863,639	\$ 181,340
Net Position, Beginning of Year	8,009,763	7,146,124	863,639
Net Position, End of Year	\$ 9,054,742	\$ 8,009,763	\$ 1,044,979

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED DECEMBER 31, 2025

FINANCIAL ANALYSIS OF THE DISTRICT'S GOVERNMENTAL FUNDS

The District's General Fund fund balance as of December 31, 2025, was \$4,346,301, a decrease of \$474,446 from the prior year. This decrease was primarily due to operating expenditures and capital outlay exceeding property tax revenues, sales tax revenues and other revenues.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Board of Commissioners annually adopts an unappropriated budget for the General Fund and amended the budget during the current fiscal year. Actual revenues were \$890,151 more than amended budgeted revenues. Actual expenditures were \$801,785 more than amended budgeted expenditures.

CAPITAL ASSETS

Capital assets as of December 31, 2025, total \$8,089,266 (net of accumulated depreciation) and include buildings, vehicles and equipment.

Capital Assets At Year-End, Net of Accumulated Depreciation			
	2025	2024	Change Positive (Negative)
Capital Assets Not Being Depreciated -			
Land and Land Improvements	\$ 209,694	\$ 209,694	\$
Capital Assets, Net of Accumulated Depreciation:			
Buildings and Improvements	5,159,159	5,349,854	(190,695)
Firefighting Vehicles and Equipment	2,720,413	1,363,680	1,356,733
Total Net Capital Assets	<u>\$ 8,089,266</u>	<u>\$ 6,923,228</u>	<u>\$ 1,166,038</u>

Additional information on the District's capital assets can be found in Note 6 of this report.

LONG-TERM DEBT ACTIVITY

At the end of the current fiscal year, the District had total long-term debt payable of \$3,413,369. The changes in the debt position of the District during the fiscal year ended December 31, 2025, are summarized as follows:

Notes Payable, January 1, 2025	\$ 3,759,075
Less: Note Principal Paid	<u>345,706</u>
Notes Payable, December 31, 2025	<u>\$ 3,413,369</u>

**WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025**

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 Williamson County Emergency Services District No. 2, 16248 Great Oaks Drive, Round Rock, TX 78681.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
STATEMENT OF NET POSITION AND
GOVERNMENTAL FUND BALANCE SHEET
DECEMBER 31, 2025

	General Fund	Adjustments	Statement of Net Position
ASSETS			
Cash	\$ 4,325	\$	\$ 4,325
Investments	5,107,675		5,107,675
Receivables:			
Property Taxes	4,094,232		4,094,232
Sales Tax Receipts	604,625		604,625
Penalty and Interest on Delinquent Taxes		24,135	24,135
Accrued Interest	47,691		47,691
Prepaid Costs	12,714		12,714
Land		209,694	209,694
Capital Assets (Net of Accumulated Depreciation)		7,879,572	7,879,572
TOTAL ASSETS	<u>\$ 9,871,262</u>	<u>\$ 8,113,401</u>	<u>\$ 17,984,663</u>
LIABILITIES			
Accounts Payable	\$ 9,881	\$	\$ 9,881
Accrued Interest Payable		38,425	38,425
Long-Term Liabilities:			
Notes Payable Within One Year		358,003	358,003
Notes Payable After One Year		3,055,366	3,055,366
TOTAL LIABILITIES	<u>\$ 9,881</u>	<u>\$ 3,451,794</u>	<u>\$ 3,461,675</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	<u>\$ 5,515,080</u>	<u>\$ (46,834)</u>	<u>\$ 5,468,246</u>
FUND BALANCE			
Nonspendable -			
Prepaid Costs	\$ 12,714	\$ (12,714)	\$
Assigned	2,122,582	(2,122,582)	
Unassigned	<u>2,211,005</u>	<u>(2,211,005)</u>	
TOTAL FUND BALANCE	<u>\$ 4,346,301</u>	<u>\$ (4,346,301)</u>	<u>\$ - 0 -</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u>\$ 9,871,262</u>		
NET POSITION			
Net Investment in Capital Assets		\$ 4,675,897	\$ 4,675,897
Unrestricted		<u>4,378,845</u>	<u>4,378,845</u>
TOTAL NET POSITION		<u>\$ 9,054,742</u>	<u>\$ 9,054,742</u>

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

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
RECONCILIATION OF THE GOVERNMENTAL FUND
BALANCE SHEET TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2025

Total Fund Balance - Governmental Funds	\$	4,346,301
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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 financial resources and, therefore, are not reported as assets in the governmental fund.		8,089,266
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Deferred inflows of resources related to property tax revenues and uncollected penalty and interest revenues on delinquent taxes for the 2024 and prior tax levies became part of recognized revenues in the governmental activities of the District.		70,969
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Certain liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental fund. These liabilities at year-end consist of:

Accrued Interest Payable	\$ (38,425)	
Notes Payable Within One Year	(358,003)	
Notes Payable After One Year	<u>(3,055,366)</u>	<u>(3,451,794)</u>
Total Net Position - Governmental Activities	\$	<u><u>9,054,742</u></u>

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

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 2025

	General Fund	Adjustments	Statement of Activities
REVENUES			
Property Taxes	\$ 4,950,366	\$ 584	\$ 4,950,950
Sales Tax Revenues	873,272		873,272
Mutual Aid Revenues	25,035		25,035
Penalty and Interest	12,798	2,452	15,250
Investment Revenues	268,285		268,285
TOTAL REVENUES	<u>\$ 6,129,756</u>	<u>\$ 3,036</u>	<u>\$ 6,132,792</u>
EXPENDITURES/EXPENSES			
Service Operations:			
District Services - Sam Bass Fire			
Department	\$ 4,340,000	\$	\$ 4,340,000
Accounting and Auditing Fees	61,173		61,173
Appraisal District Fees	29,650		29,650
Commissioner Fees	12,960		12,960
Legal Fees-General	7,025		7,025
Legal Fees-Delinquent Tax Collections	2,923		2,923
Tax Assessor/Collector Fees	4,437		4,437
Depreciation		386,952	386,952
Election Costs	24,658		24,658
Other	77,320		77,320
Capital Outlay	1,552,990	(1,552,990)	
Debt Service:			
Note Principal	345,706	(345,706)	
Note Interest	145,360	(4,645)	140,715
TOTAL EXPENDITURES/EXPENSES	<u>\$ 6,604,202</u>	<u>\$ (1,516,389)</u>	<u>\$ 5,087,813</u>
NET CHANGE IN FUND BALANCE	\$ (474,446)	\$ 474,446	\$
CHANGE IN NET POSITION		1,044,979	1,044,979
FUND BALANCE/NET POSITION -			
JANUARY 1, 2025	<u>4,820,747</u>	<u>3,189,016</u>	<u>8,009,763</u>
FUND BALANCE/NET POSITION -			
DECEMBER 31, 2025	<u><u>\$ 4,346,301</u></u>	<u><u>\$ 4,708,441</u></u>	<u><u>\$ 9,054,742</u></u>

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

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
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, 2025

Net Change in Fund Balance - Governmental Fund	\$ (474,446)
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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.	584
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Governmental funds report penalty and interest revenues on delinquent property taxes when collected. However, in the government-wide financial statements, revenues are recorded when penalty and interest are assessed.	2,452
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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.	(386,952)
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Governmental funds report capital asset purchases 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.	1,552,990
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Governmental funds report principal payments on long-term liabilities as expenditures. However, in the government-wide financial statements, principal payments decrease long-term liabilities and the Statement of Activities is not affected.	345,706
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Governmental funds report interest payments on capital leases and notes as expenditures in the year paid. However, in the Statement of Net Position, interest is accrued on leases and notes through fiscal year-end.	4,645
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Change in Net Position - Governmental Activities	\$ 1,044,979
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The accompanying notes to the financial
statements are an integral part of this report.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1. CREATION OF DISTRICT

Williamson County Rural Fire Prevention District No. 2 was created November 3, 1987, under Chapter 794 of the Health and Safety Code. At an election held on August 9, 1997, voters approved to convert the District to an emergency services district. Effective September 8, 1997, the District became Williamson County Emergency Services District No. 2 (the “District”). The District now operates under Chapter 775 of the Health and Safety Code. The District was established to provide operating and capital funds for the contracting of fire protection services to the residents 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 appointed 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”).

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.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

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 in 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 Fund Balance Sheet and a Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

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 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 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 recorded as revenues include the 2024 tax levy collections during the period October 1, 2024, to December 31, 2025, and taxes collected from January 1, 2025, to December 31, 2025, for all prior tax levies. The 2025 tax levy has been fully deferred to meet the District’s planned expenditures in the 2026 fiscal year.

Capital Assets

Capital assets, which include land, buildings 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 acquisition 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.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets (Continued)

All capital assets are capitalized if they have an original cost of \$5,000 or more and a useful life of at least two years. 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:

	<u>Years</u>
Buildings and Improvements	40
Firefighting Vehicles	5-15
Equipment	4-15
Office Equipment and Furnishings	2-10

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 amended. The Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund presents the original and revised 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 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, 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 Fund Balance Sheet, and the reported fund balance provides 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 the governmental fund are classified using the following hierarchy:

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

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.

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. The District has assigned \$2,122,582 of the General Fund fund balance towards the 2026 budget.

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.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 3. TAX LEVY

During the year ended December 31, 2025, the District levied an ad valorem tax at the rate of \$0.10 per \$100 of assessed valuation, which resulted in a tax levy of \$5,468,246 on the adjusted taxable valuation of \$5,467,899,080 for the 2025 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. SALES AND USE TAX

At an election held on May 3, 2025, the voters of the District approved a local sales and use tax within the boundaries of the District at a rate not to exceed 2%. The sales tax is imposed on taxable sales and services within the District. The District began receiving sales tax revenue in December 2025. Sales tax revenue is collected by the Texas Comptroller of Public Accounts and remitted to the District on a monthly basis. During the year ended December 31, 2025, the District recognized \$873,272 of sales tax revenues which \$604,625 was receivable at fiscal year end 2025.

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 \$1,419,659 and the bank balance was \$1,419,659.

The bank balance was fully covered by federal depository insurance.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 5. DEPOSITS AND INVESTMENTS (Continued)

Deposits (Continued)

The carrying values of the deposits are included in the Governmental Funds and the Statement of Net Position at December 31, 2025, as listed below:

	Cash	Certificates of Deposit	Total
GENERAL FUND	\$ 4,325	\$ 1,415,334	\$ 1,419,659

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 TexPool, an external investment pool that is not SEC-registered. The Texas Comptroller of Public Accounts has oversight of the pool. Federated Hermes, Inc. manages the daily operations of the pool under a contract with the Comptroller. TexPool measures all its portfolio assets at amortized cost. As a result, the District also measures its investments in TexPool at amortized cost for financial reporting purposes. There are no limitations or restrictions on withdrawals from TexPool. Certificates of deposit are valued at acquisition cost at the date of purchase.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 5. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

As of December 31, 2025, 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
<u>GENERAL FUND</u>					
TexPool	\$ 3,692,341	\$ 3,692,341	\$	\$	\$
Certificates of Deposit	<u>1,415,334</u>	<u>1,415,334</u>			
TOTAL INVESTMENTS	<u>\$ 5,107,675</u>	<u>\$ 5,107,675</u>	\$ - 0 -	\$ - 0 -	\$ - 0 -

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. At December 31, 2025, the District's investment in TexPool was rated AAAM by Standard and Poor's. The District also manages credit risk by investing in certificates of deposit covered by FDIC coverage.

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 TexPool 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 6. FIRE PROTECTION SERVICES

The District has contracted with Sam Bass Fire Department (the "Department") to provide fire protection and suppression services to the residents of the District. The term of the agreement that was effective during previous fiscal years was from December 25, 2013 through December 31, 2014 and continued on a year-to-year basis. On January 18, 2024, the District entered into a new agreement with the Department to extend services to cover the period from January 18, 2024 through December 31, 2027 unless terminated by either party upon 90 days written notice to the other party. Under the terms of the agreement, the Department agrees to provide fire prevention, protection and fighting services as well as an emergency medical first responder program to all the residents and commercial interests within the geographic area of the District and those requesting mutual aid.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 6. FIRE PROTECTION SERVICES (Continued)

The District agrees to reimburse the Department for the actual allowable costs incurred in performance of this contract. The contract amount is annually established and budgeted by the District after consultation with the Department concerning its needs. The District agrees to pay the Department on a monthly basis. The District will not reimburse the Department for costs in excess of the amount that is established and budgeted annually. During the current fiscal year, the District paid \$4,340,000 to the Department.

Title to all property owned or acquired by the Department remained with the Department as of fiscal year 2023. As part of the new agreement executed on January 18, 2024, title to all real and personal property owned by the Department which is utilized in performance of the agreement shall be transferred to the District, within ninety days of execution of the agreement.

NOTE 7. CAPITAL ASSETS

The following is a summary of changes in capital assets for the year ended December 31, 2025:

	January 1, 2025	Increases	Decreases	December 31, 2025
Capital Assets Not Being Depreciated				
Land and Land Improvements	\$ 209,694	\$ - 0 -	\$ - 0 -	\$ 209,694
Capital Assets Subject to Depreciation				
Buildings and Improvements	\$ 7,393,637	\$	\$	\$ 7,393,637
Firefighting Vehicles and Equipment	3,637,662	1,552,990		5,190,652
Total Capital Assets Subject to Depreciation	\$ 11,031,299	\$ 1,552,990	\$ - 0 -	\$ 12,584,289
Less Accumulated Depreciation				
Buildings and Improvements	\$ 2,043,783	\$ 190,695	\$	\$ 2,234,478
Firefighting Vehicles and Equipment	2,273,982	196,257		2,470,239
Total Accumulated Depreciation	\$ 4,317,765	\$ 386,952	\$ - 0 -	\$ 4,704,717
Total Depreciable Capital Assets, Net of Accumulated Depreciation	\$ 6,713,534	\$ 1,166,038	\$ - 0 -	\$ 7,879,572
Total Capital Assets, Net of Accumulated Depreciation	\$ 6,923,228	\$ 1,166,038	\$ - 0 -	\$ 8,089,266

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.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 9. NOTES PAYABLE

On September 20, 2017, the District executed a note with Government Capital Corporation, in the amount of \$4,500,000. Proceeds were used to construct Station No. 3. The interest rate is 3.99%. Note payments and interest of \$330,825 are due annually on September 25, beginning September 25, 2019 and ending September 25, 2037.

On May 26, 2022, the District executed a note with Government Capital Corporation, in the amount of \$734,492. Proceeds were used to finance the purchase of a new fire truck. The interest rate is 2.97%. Note payments and interest of \$160,242 are due annually on June 3, beginning June 3, 2023 and ending June 3, 2027.

The following is a summary of transactions regarding the notes payable for the year ended December 31, 2025:

Notes Payable, January 1, 2025	\$ 3,759,075
Less: Note Principal Paid	<u>345,706</u>
Notes Payable, December 31, 2025	<u>\$ 3,413,369</u>
Note Payable:	
Due Within One Year	\$ 358,003
Due After One Year	<u>3,055,366</u>
Note Payable, December 31, 2025	<u>\$ 3,413,369</u>

As of December 31, 2025, debt service requirements on the notes are as follows:

Fiscal Year	Principal	Interest	Total
2026	\$ 358,003	\$ 133,064	\$ 491,067
2027	370,745	120,322	491,067
2028	223,708	107,116	330,824
2029	232,634	98,190	330,824
2030	241,916	88,908	330,824
2031-2035	1,362,306	291,818	1,654,124
2036-2037	<u>624,057</u>	<u>37,593</u>	<u>661,650</u>
	<u>\$ 3,413,369</u>	<u>\$ 877,011</u>	<u>\$ 4,290,380</u>

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 10. LEASES

The land located at 16248 Great Oaks Drive, which is owned by Sam Bass Volunteer Fire Department, Inc., is leased to the District for 30 years expiring February 28, 2032. Rent is \$1.00 per year. The leased premises shall be specifically used for emergency services and related activities only.

The land located at 17503/17505 Great Oaks Drive, also known as 1001 Great Oaks Drive, which is owned by Sam Bass Volunteer Fire Department, Inc., is leased to the District for 99 years expiring November 20, 2112. Lease payments of \$1.00 are payable in advance.

NOTE 11. MUTUAL AID AGREEMENT

The District entered into an agreement with Williamson County, Texas, and the following Williamson County Emergency Services Organizations (“ESO”): Williamson County Emergency Service Districts Nos. 1, 3, 4, 5, 6, 7, 8, 9 and 10, the City of Cedar Park, Texas, the City of Georgetown, Texas, the City of Leander, Texas, the City of Round Rock, Texas, the City of Taylor, Texas, the Bartlett Volunteer Fire Department, the Coupland Volunteer Fire Department, the Florence Volunteer Fire Department, the Granger Volunteer Fire Department, the Jarrell Volunteer Fire Department, the Jollyville Volunteer Fire Department, the Sam Bass Volunteer Fire Department, the Taylor Volunteer Fire Department, the Thrall Volunteer Fire Department and the Weir Volunteer Fire Department. To ensure that the ESOs are treated equally while providing emergency services that are needed by individuals in the county, Williamson County and the ESOs agree to establish minimum services that must be provided by each agency. The initial term of this agreement is deemed to be effective as of October 1, 2010 through September 20, 2011 and shall automatically renew each year unless notice not to renew is sent to all other parties at least 90 days prior to last day of the then current term.

Each ESO agrees and acknowledges that Williamson County Emergency Medical Services will be the 911 emergency medical services provider within each ESOs jurisdiction. The ESOs will operate a first responder program under the Williamson County Medical Director and participate in jointly developed quality assurance and quality improvement programs, credentialing programs and training programs. As part of this agreement, emergency medical service supplies will be exchanged between Williamson County and the ESOs on a one-for-one basis used on a medical call. In consideration of this agreement, Williamson County agrees to reimburse each ESO an amount of money based on the following reimbursement formula: 1) \$200 for each square mile of an ESOs district, plus 2) \$0.70 for each person that resides in the district covered by the ESO; paid annually in two installments. The amount of the reimbursement will be adjusted annually taking into account population changes. During the current year, the District received \$25,035 from Williamson County related to this agreement.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2

REQUIRED SUPPLEMENTARY INFORMATION

DECEMBER 31, 2025

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Property Taxes	\$ 4,914,555	\$ 4,914,555	\$ 4,950,366	\$ 35,811
Sales Tax Revenues			\$ 873,272	873,272
Mutual Aid Revenues	20,000	20,000	25,035	5,035
Penalty and Interest	5,000	5,000	12,798	7,798
Investment Revenues	300,050	300,050	268,285	(31,765)
TOTAL REVENUES	<u>\$ 5,239,605</u>	<u>\$ 5,239,605</u>	<u>\$ 6,129,756</u>	<u>\$ 890,151</u>
EXPENDITURES				
Services Operations:				
District Services - Sam Bass Fire				
Department	\$ 4,340,000	\$ 4,340,000	\$ 4,340,000	\$
Accounting and Auditing Fees	76,000	76,000	61,173	14,827
Appraisal District Fees	28,000	28,000	29,650	(1,650)
Commissioner Fees	18,000	18,000	12,960	5,040
Legal Fees-General	10,000	10,000	7,025	2,975
Legal Fees-Delinquent Tax Collections	500	500	2,923	(2,423)
Tax Assessor/Collector Fees	4,000	4,000	4,437	(437)
Election Costs	35,000	35,000	24,658	10,342
Other	79,850	79,850	77,320	2,530
Capital Outlay	100,000	720,000	1,552,990	(832,990)
Debt Service:				
Note Principal	345,706	345,706	345,706	
Note Interest	145,361	145,361	145,360	1
TOTAL EXPENDITURES	<u>\$ 5,182,417</u>	<u>\$ 5,802,417</u>	<u>\$ 6,604,202</u>	<u>\$ (801,785)</u>
NET CHANGE IN FUND BALANCE	\$ 57,188	\$ (562,812)	\$ (474,446)	\$ 88,366
FUND BALANCE - JANUARY 1, 2025	<u>4,820,747</u>	<u>4,820,747</u>	<u>4,820,747</u>	
FUND BALANCE - DECEMBER 31, 2025	<u>\$ 4,877,935</u>	<u>\$ 4,257,935</u>	<u>\$ 4,346,301</u>	<u>\$ 88,366</u>

See accompanying independent auditor's report.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2

OTHER SUPPLEMENTARY INFORMATION

DECEMBER 31, 2025

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
COMPUTATION OF NET LONG-TERM DEBT PER CAPITA
DECEMBER 31, 2025
(UNAUDITED)

Long-Term Debt at December 31, 2025	\$ 3,413,369
Less: Amount in Debt Service Fund	<u> </u>
Net Long-Term Debt at December 31, 2025	\$ 3,413,369
Estimated District Population*	<u>28,343</u>
Net Long-Term Debt Per Capita at December 31, 2025	<u><u>\$ 120.43</u></u>

* Williamson County Geographic Information Systems - 2025

See accompanying independent auditor's report.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
LISTING OF THE NUMBER OF EMERGENCY
RESPONSES MADE WITHIN AND OUTSIDE THE DISTRICT
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

Number of emergency responses made within the District	1,959
Number of emergency responses made outside of the District	<u>483</u>
Total emergency responses	<u><u>2,442</u></u>

See accompanying independent auditor's report.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
SCHEDULE OF INSURANCE AND BONDING COVERAGE
DECEMBER 31, 2025

Type of Coverage	From To	Amount of Coverage	Insurer/Name
PUBLIC EMPLOYEE DISHONESTY BLANKET BOND (inc. Treasurers and Tax Collectors) Per Employee	10/28/25 10/28/26	\$ 250,000	National Union Fire Insurance Company of Pittsburgh, Pa.
GENERAL LIABILITY General Aggregate Per Occurrence	10/28/25 10/28/26	\$ 3,000,000 1,000,000	National Union Fire Insurance Company of Pittsburgh, Pa.
MANAGEMENT LIABILITY General Aggregate Per Occurrence	10/28/25 10/28/26	\$ 3,000,000 1,000,000	National Union Fire Insurance Company of Pittsburgh, Pa.
EXCESS LIABILITY General Aggregate Per Occurrence	10/28/25 10/28/26	\$ 2,000,000 1,000,000	National Union Fire Insurance Company of Pittsburgh, Pa.
HIRED AND NON-OWNED AUTOMOBILE LIABILITY Combined Single Limit	10/28/25 10/28/26	\$ 1,000,000	National Union Fire Insurance Company of Pittsburgh, Pa.
PROPERTY COVERAGE Buildings Contents	10/28/25 10/28/26	\$ 9,904,939 6,326	National Union Fire Insurance Company of Pittsburgh, Pa.

See accompanying independent auditor's report.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
STATEMENT OF ACTIVITIES
SAM BASS FIRE DEPARTMENT
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

REVENUES

Williamson County Emergency Services District No. 2	\$	4,340,210
Williamson County Emergency Services District No. 9		383,583
Grant Revenues		38,750
Inspection Fees		19,651
Donations		150
Interest Revenues		265
Miscellaneous Revenues		83,219
TOTAL REVENUES	\$	<u>4,865,828</u>

EXPENSES

Administration	\$	565,344
Payroll Expenses		4,043,695
Apparatus		88,146
Building & Grounds		119,555
Consulting and Professional Service		89,179
OPS Supply & Equipment		175,559
Training		30,494
Other Expense		883
TOTAL EXPENSES	\$	<u>5,112,855</u>
CHANGE IN NET ASSETS	\$	<u>(247,027)</u>
NET ASSETS - January 1, 2025		<u>678,155</u>
NET ASSETS - December 31, 2025	\$	<u><u>431,128</u></u>

See accompanying independent auditor's report.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
TAXES LEVIED AND RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Property Taxes</u>	
TAXES RECEIVABLE - JANUARY 1, 2025	\$ 2,080,587	
Adjustments to Beginning Balance	<u>(71,981)</u>	\$ 2,008,606
Original 2025 Tax Levy	\$ 5,467,897	
Adjustment to 2025 Tax Levy	<u>349</u>	<u>5,468,246</u>
TOTAL TO BE ACCOUNTED FOR		\$ 7,476,852
TAX COLLECTIONS:		
Prior Years	\$ 1,961,773	
Current Year	<u>1,420,847</u>	<u>3,382,620</u>
TAXES RECEIVABLE - DECEMBER 31, 2025		<u>\$ 4,094,232</u>
TAXES RECEIVABLE BY YEAR:		
2025		\$ 4,047,399
2024		27,145
2023		4,211
2022		3,127
2021		1,534
2020		1,365
2019		1,094
2018		1,092
2017		878
2016		891
2014 and prior		<u>5,496</u>
TOTAL TAXES RECEIVABLE BY YEAR		<u>\$ 4,094,232</u>

See accompanying independent's auditor report.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
TAXES LEVIED AND RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
TOTAL PROPERTY VALUATIONS, NET	<u>\$ 5,467,899,080</u>	<u>\$ 5,113,795,817</u>	<u>\$ 4,800,635,053</u>	<u>\$ 4,617,222,230</u>
TAX RATE PER \$100 VALUATION	<u>\$ 0.10</u>	<u>\$ 0.098216</u>	<u>\$ 0.094296</u>	<u>\$ 0.095689</u>
ADJUSTED TAX LEVY*	<u>\$ 5,468,246</u>	<u>\$ 5,022,931</u>	<u>\$ 4,528,087</u>	<u>\$ 4,418,443</u>
PERCENTAGE OF TAXES COLLECTED TO TAXES LEVIED	<u>25.98 %</u>	<u>99.46 %</u>	<u>99.91 %</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.

See accompanying independent's auditor report.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
GENERAL FUND – FIVE YEARS

	Amounts		
	2025	2024	2023
REVENUES			
Property Taxes	\$ 4,950,366	\$ 4,486,855	\$ 4,386,493
Sales Tax Revenues	873,272		
Mutual Aid Revenues	25,035	21,791	23,870
Penalty and Interest	12,798	9,198	8,975
Investment Revenues	268,285	317,715	292,624
Miscellaneous Revenues		157	1,148
TOTAL REVENUES	\$ 6,129,756	\$ 4,835,716	\$ 4,713,110
EXPENDITURES			
Services Operations:			
District Services - Sam Bass Fire Department	\$ 4,340,000	\$ 3,940,000	\$ 3,468,337
Accounting and Auditing Fees	61,173	66,380	59,206
Appraisal District Fees	29,650	27,093	22,858
Commissioner Fees	12,960	12,100	13,700
Legal Fees-General	7,025	6,195	10,874
Legal Fees-Delinquent Tax Collections	2,923	1,648	2,179
Tax Assessor/Collector Fees	4,437	3,988	3,691
Election Costs	24,658	18,674	10,588
Other	77,320	52,568	112,604
Capital Outlay	1,552,990	1,014,265	48,409
Debt Service:			
Capital Lease Principal			
Note Principal	345,706	333,839	322,388
Capital Lease Interest			
Note Interest	145,360	157,227	168,679
TOTAL EXPENDITURES	\$ 6,604,202	\$ 5,633,977	\$ 4,243,513
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ (474,446)	\$ (798,261)	\$ 469,597
OTHER FINANCING SOURCES			
Note Proceeds	\$	\$	\$
Proceeds from Sale of Assets		51,500	37,755
Insurance Proceeds		565,378	
TOTAL OTHER FINANCING SOURCES	\$ - 0 -	\$ 616,878	\$ 37,755
NET CHANGE IN FUND BALANCE	\$ (474,446)	\$ (181,383)	\$ 507,352
BEGINNING FUND BALANCE	4,820,747	5,002,130	4,494,778
ENDING FUND BALANCE	\$ 4,346,301	\$ 4,820,747	\$ 5,002,130

See accompanying independent auditor's report.

		Percentage of Total Revenues					
2022	2021	2025	2024	2023	2022	2021	
\$ 3,777,372	\$ 3,404,397	80.8 %	92.7 %	93.1 %	97.1 %	98.6 %	
		14.2					
29,782	28,905	0.4	0.5	0.5	0.8	0.8	
6,716	7,766	0.2	0.2	0.2	0.2	0.2	
68,262	14,033	4.4	6.6	6.2	1.8	0.4	
4,092	54				0.1		
<u>\$ 3,886,224</u>	<u>\$ 3,455,155</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	
\$ 2,900,000	\$ 2,000,000	70.8 %	81.4 %	73.6 %	74.6 %	57.9 %	
56,901	37,659	1.0	1.3	1.3	1.5	1.1	
20,195	19,166	0.5	0.6	0.5	0.5	0.6	
10,800	8,000	0.2	0.3	0.3	0.3	0.2	
1,443	3,360	0.1	0.1	0.2		0.1	
909	1,260						
2,678	2,487	0.1	0.1	0.1	0.1	0.1	
		0.4	0.4	0.2			
51,782	54,978	1.3	1.1	2.4	1.3	1.6	
	91,047	25.3	21.0	1.0		2.6	
	449,898					13.0	
176,902	170,115	5.6	6.9	6.8	4.6	4.9	
	12,789					0.4	
<u>153,923</u>	<u>160,710</u>	<u>2.4</u>	<u>3.3</u>	<u>3.6</u>	<u>4.0</u>	<u>4.7</u>	
<u>\$ 3,375,533</u>	<u>\$ 3,011,469</u>	<u>107.7 %</u>	<u>116.5 %</u>	<u>90.0 %</u>	<u>86.9 %</u>	<u>87.2 %</u>	
<u>\$ 510,691</u>	<u>\$ 443,686</u>	<u>(7.7) %</u>	<u>(16.5) %</u>	<u>10.0 %</u>	<u>13.1 %</u>	<u>12.8 %</u>	
\$ 734,492	\$						
<u>\$ 734,492</u>	<u>\$ - 0 -</u>						
\$ 1,245,183	\$ 443,686						
<u>3,249,595</u>	<u>2,805,909</u>						
<u>\$ 4,494,778</u>	<u>\$ 3,249,595</u>						

See accompanying independent auditor's report.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
BOARD OF COMMISSIONERS AND CONSULTANTS
DECEMBER 31, 2025

District Mailing Address - Williamson County Emergency Services District No. 2
16248 Great Oaks Drive
Round Rock, TX 78681

District Telephone Number - (512) 255-0100

Commissioners	Term of Office Appointed Expires	Fees of Office for the year ended December 31, 2025	Expense Reimbursement for the year ended December 31, 2025	Title
Jordan Baltazor	01/01/25 12/31/26	\$ 4,560	\$ 62	President
Russell Strahan	01/01/24 12/31/25	\$ 1,800	\$ -0-	Vice President
Tim Hunsberger	01/01/24 12/31/25	\$ 2,040	\$ -0-	Treasurer
Darryl Pool	01/01/24 12/31/25	\$ 2,400	\$ -0-	Secretary
Patricia Weiner	01/01/25 12/31/26	\$ 2,160	\$ 22	Assistant Treasurer/ Secretary

The limit on fees of office that a Commissioner may receive 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. 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.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 2
BOARD OF COMMISSIONERS AND CONSULTANTS
DECEMBER 31, 2025

Consultants:	<u>Date Hired</u>	<u>Fees for the year ended December 31, 2025*</u>	<u>Title</u>
Burns Anderson Jury & Brenner, LLP	05/30/24	\$ 7,054	Attorney
McCall Gibson Swedlund Barfoot PLLC	01/16/14	\$ 16,000	Auditor
Medack & Oltmann, LLP.	07/07/25	\$ 15,600	Bookkeeper
Municipal Accounts & Consulting, L.P.	03/22/12	\$ 30,236	Former Bookkeeper
McCreary, Veselka, Bragg & Allen	1989	\$ 2,923	Delinquent Tax Attorney
Jordan Baltazor	08/21/25	\$ -0-	Investment
Tim Hunsberger		\$ -0-	Officers
Williamson County Tax Assessor/Collector	Legislative Action	\$ 4,437	Tax Assessor/ Collector

* Accrual basis

See accompanying independent auditor's report.

McCall Gibson Swedlund Barfoot Ellis PLLC

Certified Public Accountants

*Chris Swedlund
Noel W. Barfoot
Joseph Ellis
Ashlee Martin*

*Mike M. McCall
(retired)
Debbie Gibson
(retired)*

April 16, 2026

Board of Commissioners
Williamson County Emergency
Services District No. 2

We have audited the financial statements of the governmental activities and the major fund of Williamson County Emergency Services District No. 2, (the “District”) for the year ended December 31, 2025. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement continuance letter to you dated December 18, 2025. Professional standards also require that we communicate to you the following information related to our audit. For the purposes of this letter, the term “management” refers to the Board of Commissioners and/or District consultants.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. Significant accounting policies used by the District, including new accounting policies, if any, that have been adopted and implemented during the current fiscal year, are discussed in Note 2. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period. The financial statement disclosures are neutral, consistent, and clear.

Accounting estimates are an integral part of the financial statements and are based on management’s knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the District’s financial statements were management’s estimate of depreciable lives of capital assets. Depreciation of infrastructure assets is based on industry wide accepted estimated useful lives taken on a straight-line basis. We evaluated the key factors and assumptions used to develop these estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. The District’s bookkeeper will be provided with all such adjustments.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated April 16, 2026.

Williamson County Emergency Service District 002
Trial Balance Worksheet - Grouped by Type

Account	Type	Description	12/31/24 Adjusted Balance	12/31/25 Unadjusted Balance	Adjusting JE Adjustments	12/31/25 Adjusted Balance	12/31/25 WP Reference
1-1000	A	CASH IN BANK	7,396.71	4,325.29		4,325.29	B-1
1-1140	A	TIME DEPOSITS	1,175,000.00	1,438,574.27		1,415,334.35	C-1
		GF-1 To adjust per CD analysis.			(23,239.92)		
1-1350	A	MONEY MARKET CASH	5,680,922.24	3,692,341.07		3,692,341.07	B-1
1-1510	A	ACCRUED INTEREST RECEIVABLE	35,188.99	23,040.50		47,691.15	C-1
		GF-1 To adjust per CD analysis.			24,650.65		
1-1521	A	MAINTNENACE TAX RECEIVABLE	2,079,919.28	4,093,564.32		4,093,564.32	D-1
1-1522	A	DEBT TAX RECEIVABLE	668.23	667.91		667.91	D-1
1-1525	A	Sales Tax Receivable	0.00	604,624.54		604,624.54	V-2
1-1740	A	PREPAID EXP	948,788.74	12,713.63		12,713.63	W-4-1
		Total Assets	<u>9,927,884.19</u>	<u>9,869,851.53</u>	<u>1,410.73</u>	<u>9,871,262.26</u>	
1-2000	L	ACCOUNTS PAYABLE	(37,203.20)	(9,497.02)		(9,497.02)	N-1
1-2100	L	PAYROLL LIABILITIES	(752.76)	(385.56)		(385.56)	PASS
1-2791	L	MAINTENANCE DEFERRED TAX	(5,068,513.00)	(5,514,411.78)		(5,514,411.78)	D-1
1-2792	L	DEBT DEFERRED TAX	(668.23)	(667.91)		(667.91)	D-1
		Total Liabilities	<u>(5,107,137.19)</u>	<u>(5,524,962.27)</u>	<u>0.00</u>	<u>(5,524,962.27)</u>	
1-3010	Q	UNASSIGNED FUND BALANCE	(5,002,130.05)	(4,820,747.00)		(4,820,747.00)	~
		Total Equity	<u>(5,002,130.05)</u>	<u>(4,820,747.00)</u>	<u>0.00</u>	<u>(4,820,747.00)</u>	
		Total Liabilities & Equity	<u>(10,109,267.24)</u>	<u>(10,345,709.27)</u>	<u>0.00</u>	<u>(10,345,709.27)</u>	
1-4315	R	SAU Tax Revenue	0.00	(873,271.66)		(873,271.66)	V-2
1-4321	R	PROPERTY TAX - OPERATING	(4,486,711.91)	(4,950,365.77)		(4,950,365.77)	D-1
1-4322	R	PROPERTY TAX - DEBT	(142.96)	0.00		0.00	D-1
1-4325	R	PROPERTY TAX PENALTY	(7,549.59)	(9,874.62)		(9,874.62)	D-1-1
1-4326	R	DELINQ TAX ATT FEE REV	(1,647.87)	(2,923.16)		(2,923.16)	PASS
1-4330	R	MISCELLANEOUS INCOME	(156.69)	0.00		0.00	PASS
1-4340	R	MUTUAL AID REVENUE	(21,791.20)	(25,035.00)		(25,035.00)	V-1
1-4370	R	INT. EARNED ON TEMP INVESTMENT	(317,630.03)	(266,795.19)		(268,205.92)	B-3
		GF-1 To adjust per CD analysis.			(1,410.73)		
1-4390	R	INTEREST EARNED ON CHECKING	(85.01)	(79.48)		(79.48)	PASS
1-4450	R	PROCEEDS FROM SALE OF ASSETS	(51,500.00)	0.00		0.00	W-1
1-4455	R	Insurance Reimbursements	(565,378.16)	0.00		0.00	W-1
		Total Revenue	<u>(5,452,593.42)</u>	<u>(6,128,344.88)</u>	<u>(1,410.73)</u>	<u>(6,129,755.61)</u>	
1-6210	E	EMERGENCY SERVICES-SAM BASS FD	3,940,000.00	4,340,000.04		4,340,000.04	W-5
1-6220	E	RADIO LEASE (USAGE FEE)	15,404.52	12,220.06		12,220.06	W-4-1
1-6320	E	TAX COLLECTION FEES (CAD)	27,093.00	29,650.00		29,650.00	W-4-1
1-6325	E	TAX COLLECTION FEES - ASSESSOR	3,988.25	4,436.64		4,436.64	PASS
1-6326	E	Tax Collection Fees - SAU Tax	0.00	24,024.76		24,024.76	V-2
1-6330	E	LEGAL FEES	6,195.00	7,025.00		7,025.00	W-2

Williamson County Emergency Service District 002
Trial Balance Worksheet - Grouped by Type

Account	Type	Description	12/31/24 Adjusted Balance	12/31/25 Unadjusted Balance	Adjusting JE Adjustments	12/31/25 Adjusted Balance	12/31/25 WP Reference
1-6340	E	AUDITING FEES	15,000.00	16,000.00		16,000.00	W-4-1
1-6370	E	ELECTION EXPENSE	18,673.65	24,658.32		24,658.32	W-4-1
1-6430	E	BOOKKEEPING FEES	51,379.59	45,172.85		45,172.85	W-4-1
1-6440	E	TRAINING EXPENSE	457.00	4,633.76		4,633.76	PASS
1-6455	E	SB 622 PUBLICATIONS	409.50	0.00		0.00	PASS
1-6460	E	PRINTING AND REPRODUCTION	359.55	177.03		177.03	PASS
1-6480	E	DELIVERY EXPENSE	97.19	0.00		0.00	PASS
1-6520	E	POSTAGE	49.55	27.60		27.60	PASS
1-6530	E	INSURANCE	31,890.00	34,183.00		34,183.00	W-4-2
1-6540	E	TRAVEL	920.73	403.92		403.92	PASS
1-6550	E	DUES AND SUBSCRIPTIONS	1,395.00	0.00		0.00	PASS
1-6560	E	MISC	406.40	658.12		658.12	PASS
1-6570	E	Software Expense	252.00	0.00		0.00	PASS
1-6580	E	DELINQ TAX ATT FEE EXPENSE	1,647.87	2,923.16		2,923.16	D-1-1
1-6690	E	PAYROLL TAX EXPENSE	925.65	991.44		991.44	PASS
1-6695	E	COMMISSIONER FEES	12,100.00	12,960.00		12,960.00	W-4
1-7100	E	LOAN PAYMENT-PRINCIPAL	333,792.34	345,702.62		345,702.62	M-1
1-7110	E	LOAN INTEREST EXPENSE	157,274.73	145,364.45		145,364.45	M-1
1-7121	E	CAPITAL OUTLAY - STATION 1&2	149,091.95	0.00		0.00	W-1
1-7122	E	CAPITAL OUTLAY - VEHICLE	865,173.00	938,492.00		938,492.00	I-2
1-7123	E	Capital Outlay - Radios	0.00	495,048.88		495,048.88	I-2
1-7124	E	Capital Outlay - Bunker Gear	0.00	119,448.97		119,448.97	I-2
Total Expense			<u>5,633,976.47</u>	<u>6,604,202.62</u>	<u>0.00</u>	<u>6,604,202.62</u>	
Totals			<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
Net Profit/(Loss)			<u>(181,383.05)</u>	<u>(475,857.74)</u>	<u>1,410.73</u>	<u>(474,447.01)</u>	

Williamson County Emergency Service District 002

Adjusting Journal Entries

January 1, 2025 - December 31, 2025

Date	Reference	Account	Description	WP Reference	Debit	Credit	Net Income Effect
Adjusting Journal Entries							
12/31/25	GF-1		To adjust per CD analysis.	C-1			1,410.73
		1-1140	TIME DEPOSITS			23,239.92	
		1-1510	ACCRUED INTEREST RECEIVABLE		24,650.65		
		1-4370	INT. EARNED ON TEMP INVESTMENT			1,410.73	
Totals for Adjusting Journal Entries					<u>24,650.65</u>	<u>24,650.65</u>	<u>1,410.73</u>
Report Totals					<u>24,650.65</u>	<u>24,650.65</u>	<u>1,410.73</u>

Journal Entry count = 1

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We were engaged to perform the following non-attest services for the District: (1) preparation of financial statements and related notes and schedules in conformity with accounting principles generally accepted in the United States of America. These services were performed based on information provided by you. We performed these services in accordance with applicable professional standards. The non-attest services we performed are limited to those specifically defined and did not result in assuming management responsibilities.

We applied certain limited procedures to the Management's Discussion and Analysis and the budgetary comparison schedule for the General Fund, which are required supplementary information ("RSI") that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

With respect to other supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Board of Commissioners of the District and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,

McCall Gibson Swedlund Barfoot Ellis PLLC

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
Houston, Texas

Williamson County Emergency Service District 002
Trial Balance Worksheet - Grouped by Type

Account	Type	Description	12/31/24 Adjusted Balance	12/31/25 Unadjusted Balance	Adjusting JE Adjustments	12/31/25 Adjusted Balance	12/31/25 WP Reference
5-1500	A	To be Provided for Debt	3,750,722.11	3,750,722.11		3,413,372.39	
		GLTD-1 To adjust per Debt analysis.			(345,702.62)		
		GLTD-2 To true-up LTD to Report.			8,352.90		
		Total Assets	<u>3,750,722.11</u>	<u>3,750,722.11</u>	<u>(337,349.72)</u>	<u>3,413,372.39</u>	
5-2530	L	Government Capital Note	(3,297,149.97)	(3,297,149.97)		(3,106,616.87)	PF 7-17
		GLTD-1 To adjust per Debt analysis.			198,933.29		
		GLTD-2 To true-up LTD to Report.			(8,400.19)		
5-2550	L	Texas Advantage - Engine 2	(453,572.14)	(453,572.14)		(306,755.52)	PF 7-19
		GLTD-1 To adjust per Debt analysis.			146,769.33		
		GLTD-2 To true-up LTD to Report.			47.29		
		Total Liabilities	<u>(3,750,722.11)</u>	<u>(3,750,722.11)</u>	<u>337,349.72</u>	<u>(3,413,372.39)</u>	
		Total Equity					
		Total Liabilities & Equity	<u>(3,750,722.11)</u>	<u>(3,750,722.11)</u>	<u>337,349.72</u>	<u>(3,413,372.39)</u>	
		Total Revenue					
		Total Expense					
		Totals	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	

Williamson County Emergency Service District 002

Adjusting Journal Entries

January 1, 2025 - December 31, 2025

Date	Reference	Account	Description	WP Reference	Debit	Credit	Net Income Effect
Adjusting Journal Entries							
12/31/25	GLTD-1		To adjust per Debt analysis.	M-1/PF 7-17/PF 7-19			0.00
		5-2530	Government Capital Note		198,933.29		
		5-2550	Texas Advantage - Engine 2		146,769.33		
		5-1500	To be Provided for Debt			345,702.62	
12/31/25	GLTD-2		To true-up LTD to Report.	Report			0.00
		5-2530	Government Capital Note			8,400.19	
		5-2550	Texas Advantage - Engine 2		47.29		
		5-1500	To be Provided for Debt		8,352.90		
Totals for Adjusting Journal Entries					<u>354,102.81</u>	<u>354,102.81</u>	<u>0.00</u>
Report Totals					<u>354,102.81</u>	<u>354,102.81</u>	<u>0.00</u>

Journal Entry count = 2

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 3

AUDITED FINANCIAL STATEMENTS

AND SUPPLEMENTAL SCHEDULES

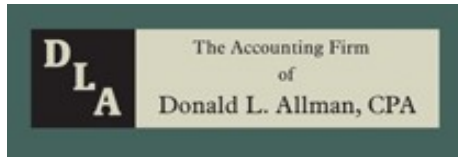
AND INDEPENDENT AUDITOR'S REPORT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 3

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Donald Allman, CPA, PC
160 Owen Pass
Liberty Hill, TX 78642
Email:
dallman@donallmancpa.com

Independent Auditor's Report

To the Board of Directors

Williamson County Emergency Services District No. 3

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Williamson County Emergency Services District # 3 (WCESD # 3) as of and for the year ended September 30, 2025 and the related notes to the financial statements, which collectively comprise the WCESD # 3'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, each major fund, and the aggregate remaining fund information of the WCESD # 3 as of September 30, 2025 and the respective changes in financial position, and, where applicable, cash flows thereof 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 and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. 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 WCESD # 3 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 WCESD # 3'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 and Government 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 and Government 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 WCESD # 3'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 WCESD # 3'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 budgetary comparison information on pages 4-11 and 39 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the WCESD # 3's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, are presented for purposes of additional analysis and are 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 information 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 combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 13, 2025 on our consideration of the WCESD # 3's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the WCESD # 3's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering WCESD # 3's internal control over financial reporting and compliance.

Donald L. Allman, CPA

Georgetown, Texas
December 13, 2025

**WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Our discussion and analysis of the Williamson County Emergency Services District No. 3’s financial performance provides an overview of the District’s financial activities for the fiscal year ended September 30, 2025. Please review it in conjunction with the transmittal letter and the District’s basic financial statements, which begin on page 11.

FINANCIAL HIGHLIGHTS

Total net position increased \$2,933,888, which represents a substantial increase from 2024.

The District expended \$1,024,079 on apparatus and fire-fighting equipment, \$6,185,805 in construction in progress building improvements, and \$144,713 in furniture, appliances and other assets during fiscal year ending September 30, 2025.

The District had \$15,371,094 in expenses related to governmental activities with \$19,721,952 in program revenues to cover the cost of these programs. The excess revenues were kept to increase the cash balance and unrestricted net position.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 11-12) provide information about the activities of the District as a whole and present a longer-term view of the District’s finances. Fund financial statements start on page 13. These statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the District’s operations in more detail than the government-wide statements by providing information about the District’s most financially significant funds.

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities:

Our analysis of the District as a whole begins on page 11. One of the most important questions asked about the District’s finances is “Is the District as a whole better off or worse as a result of this year’s activities?” The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer that question.

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net position and changes in them. You can think of the District's net position, the difference between assets, what the District owns, and liabilities, what the District owes, as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the District's jurisdiction, the availability of capital projects, and continuing local governmental support to assess the overall health of the District.

Reporting the District's Most Significant Funds	Major Funds
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Fund Financial Statements -General

Our analysis of the District's major funds begins on page 13. The Fund financial statements begin on page 13 and provide detailed information about the most significant funds-not the District as a whole. Some funds are required to be established by State law. The District only has governmental funds.

Governmental Funds: The District's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the District's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation beside the fund financial statements, if applicable.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the governmental-wide and fund financial statements. The notes to the financial statements can be found on pages 17-36 of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents budget to actual statements and schedules which can be found on pages 38-39 of this report.

THE DISTRICT AS A WHOLE

The District's total net position changed from a year ago, increasing from \$17,741,883 to \$21,421,770. Our analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the District's governmental activities.

Table 1
Summary of Net Position

	2025	2024	\$ Change	% Change
Cash and Cash Equivalents	\$ 6,634,014	\$ 5,928,992	\$ 705,022	11.9%
Property & Sales Taxes Rec.	705,987	873,089	\$ (167,102)	-19.1%
Restricted Cash	12,389,798	18,413,548	\$ (6,023,750)	-32.7%
Capital Assets	32,829,960	26,428,075	6,401,885	24.2%
Total Assets	\$ 52,559,759	\$ 51,643,704	\$ 916,055	1.8%
Deferred Outflows of Resources	1,783,509	535,357	\$ 1,248,152	233.1%
Current Liabilities	\$ 2,751,077	\$ 2,751,077	\$ -	0.0%
Net Pension Liability	915,813	1,110,635	\$ (194,822)	-17.5%
Long-Term Obligations	22,960,710	25,554,756	(2,594,046)	-10.2%
Total Liabilities	\$ 26,627,600	\$ 29,416,468	\$ (2,788,868)	-9.5%
Deferred Inflows of Resources	3,360,010	1,340,823	\$ 2,019,187	150.6%
Net Position:				
Net Investment in Capital Assets	\$ 12,023,991	\$ 7,168,937	\$ 4,855,054	67.7%
Restricted	3,182,827	3,127,298	55,529	1.8%
Unrestricted	9,148,840	11,125,535	(1,976,695)	-17.8%
Total Net Position	\$ 24,355,658	\$ 21,421,770	\$ 2,933,888	13.7%

Net position of the District's activities increased 13.7% or \$2,933,888. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – decreased by \$(1,976,695) going from \$11, 125,535 down to \$9,148,840 by the end of fiscal year 2025

Table 2 compares the 2025 change in net position to the 2024 change in net position.

Table 2
Summary of Changes in Net Position for 2025
Compared With 2024 Activity

	2025	2024	\$ Change	% Change
Program Revenues:				
Property Taxes	\$ 9,174,191	\$ 8,269,045	\$ 905,146	10.9%
Sales Taxes	8,638,038	8,133,923	\$ 504,115	6.2%
Other Revenues	1,768,492	795,080	973,412	122.4%
Donated Land	-	816,000	(816,000)	
Grant Revenues	-	-	-	
Interest Income	141,231	120,595	20,636	17.1%
Total Revenues	\$ 19,721,952	\$ 18,134,643	\$ 1,587,309	8.8%
Program Expenses:				
Total Pension Expense	\$ 576,212	\$ 585,202	\$ (8,990)	-1.5%
General Government	\$ 15,371,094	\$ 13,323,717	\$ 2,047,377	15.4%
Interest on L/T Debt	840,758	545,837	294,921	54.0%
Total Expenses	\$ 16,788,064	\$ 14,454,756	\$ 2,333,308	16.1%
Net Position				
Increase / (Decrease)	\$ 2,933,888	\$ 3,679,887	\$ (745,999)	-20.3%

Table 3 presents the cost of each of the District's programs as well as each program's net cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the District by each of these functions.

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2025	2024	2025	2024
General Government	\$ 15,371,094	\$ 13,323,717	\$ 15,371,094	\$ 13,323,717
Int of L/T Debt	840,758	545,837	840,758	545,837
Total Expenses	\$ 16,211,852	\$ 13,869,554	\$ 16,211,852	\$ 13,869,554

THE DISTRICT'S FUND'S

Table 4
Change In Year End Fund Balance

	2025	2024	\$ Change	% Change
Net Investment in Capital Assets	\$ 12,023,991	\$ 7,168,937	\$ 4,855,054	67.7%
Restricted	3,182,827	3,127,298	55,529	1.8%
Unrestricted	9,148,840	11,125,535	(1,976,695)	-17.8%
Total Governmental Balances	\$ 24,355,658	\$ 21,421,770	\$ 2,933,888	13.7%

The 67.7% increase in Net Investment in Capital Assets balance is due to capital asset additions being paid with cash and loan proceeds. Restricted net position increased \$55,529.

The \$(1,976,695) decrease in the Unrestricted fund balance can be attributed to increases in capital assets.

Table 5 presents a summary of governmental fund revenues for the 2025 fiscal year and the amounts and percentages of increases and decreases in relation to the prior year.

Table 5
Total Governmental Fund Revenues

Revenue Source	2025	% of Total	Increase or (Decrease) Over 2024	% Increase / (Decrease)
Property taxes	9,174,191	46.5%	905,146	10.9%
Sales taxes	8,638,038	43.8%	504,115	6.2%
Other Income	1,768,492	9.0%	973,412	122.4%
Grant Income	-	0.0%	-	0.0%
Donated Land	-	0.0%	-	0.0%
Interest Income	141,231	0.7%	20,636	17.1%
Total	\$ 19,721,952	100.0%	\$ 2,403,309	13.3%

The 10.9% increase in Property Tax revenues is primarily due to increases in the property tax base, the tax rate did not change. Sales Tax revenues increased 6.2%. Other income increased 122.4% and interest income increased \$20,636.

Table 6 presents the General Fund budget and the difference between the original budget and final budget for fiscal year 2025. Table 7 discusses the variance between the final budget and the actual results for the year.

Table 6
Original and Final Budget
Budgeted Amounts

	<u>Original</u>	<u>Final</u>	<u>Variance</u>
Revenues:			
Property Taxes	\$ 9,198,137	\$ 9,198,137	\$ -
Sales Taxes	7,122,471	7,122,471	\$ -
Interlocal agreement	43,000	43,000	-
Interest Income	50,000	50,000	-
Billing	212,000	212,000	-
Other Income	-	-	-
Total Revenues	<u><u>\$ 16,625,608</u></u>	<u><u>\$ 16,625,608</u></u>	<u><u>\$ -</u></u>
Expenditures:			
Current:			
General Government	\$ 12,416,430	\$ 12,416,430	\$ -
Capital Outlay	290,000	290,000	-
Debt Service	3,919,178	3,919,178	-
Total Expenditures	<u><u>\$ 16,625,608</u></u>	<u><u>\$ 16,625,608</u></u>	<u><u>\$ -</u></u>
 Excess (Deficiency) of Revenues Over (Under) Expenditures	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ -</u></u>

Original versus Final Budget

There were no material differences between original and final budgeted amounts for 2025.

Table 7
Final Budget Versus Actual Results
General Fund

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Property Taxes	\$ 9,198,137	\$ 9,174,191	\$ (23,946)
Sales Taxes	7,122,471	8,638,038	\$ 1,515,567
Grant Income	43,000	-	(43,000)
Interest Income	50,000	141,231	91,231
Billing	212,000	231,791	19,791
Donated Land	-	-	-
Other Income	-	1,536,701	1,536,701
Total Revenues	<u>\$ 16,625,608</u>	<u>\$ 19,721,952</u>	<u>\$ 3,096,344</u>
Final Budget Versus Actual Results			
Expenditures:			
Current:			
General Government	\$ 12,416,430	\$ 15,371,094	\$ (2,954,664)
Pension Expense	-	576,212	\$ (576,212)
Capital Outlay	290,000	7,354,597	(7,064,597)
Debt Service	3,919,178	3,143,102	776,076
Total Expenditures	<u>\$ 16,625,608</u>	<u>\$ 26,445,005</u>	<u>\$ (9,819,397)</u>
Excess (Deficiency) of			
Revenues Over (Under)			
Expenditures	<u>\$ -</u>	<u>\$ (6,723,053)</u>	<u>\$ (6,723,053)</u>

Final Budget versus Actual Results

The variance in Property Tax revenues is due to the District increasing its overall property value due to growth and new construction. Sales tax revenues increased dramatically due to rapid growth in the area.

The variance in General Government expenditures is due to the increase in population in the WCESD # 3 service area and the expansion into 4 buildings.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At year-end, the District had \$32,829,960 invested in land, equipment, trucks and building. This amount represents a \$4,860,538 net increase over the last year, which is due to asset additions minus depreciation. Building improvements and construction, and equipment, appliances and furniture were purchased.

Debt Administration

At fiscal year-end, the District had \$24,841,946 in notes & leases payable for the building, fire trucks and fire equipment. This amount represents a net decrease of \$2,302,354 due to principal payments. The interest rates and maturity dates vary with each separate agreement. For a breakdown of the interest rates, the principal and interest payment schedules, and the maturity dates, see Note 4 of the basic financial statements.

ECONOMIC FACTORS

The District operates solely in Williamson County and has since its inception. The District's budgeting process must continue to work as closely as possible with the Williamson County Tax Assessor's office in order to meet the financial obligations of the District.

It is important that the District is able to succeed in carrying out its day-to-day operations and continue to be able to meet its financial obligations as well. The additional building and equipment are vital to providing the best fire protection and EMT services to the citizens of the District.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Treasurer, P.O. Box 175, Hutto, TX 78634.

Todd Robison, President
Williamson County Emergency Services District # 3

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 3
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

Assets:

Current Assets:

Cash and Cash Equivalents	\$ 6,634,014
Property & Sales Taxes Receivable	705,987
Total Current Assets	<u>\$ 7,340,001</u>

Non-Current Assets:

Restricted Cash	12,389,798
Capital Assets:	
Building, Equipment & Trucks, Net of Accumulated Depreciation	<u>\$ 32,829,960</u>
Total Non-Current Assets	<u>\$ 45,219,758</u>
Total Assets	<u>\$ 52,559,759</u>
Deferred Outflows of Resources-Pension	1,783,509

Liabilities:

Current Liabilities:

Accounts Payable	\$ 14,484
Unearned Revenue	63,998
Payroll Taxes, Insurance, & Retirement Payable	235,639
Current Portion of Long-Term Debt	<u>2,436,956</u>

Total Current Liabilities	<u>\$ 2,751,077</u>
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Non-Current Liabilities:

Net Pension Liability	915,813
Notes, Leases and Bonds Payable	\$ 22,405,000
Sick & Vacation Leave payable	<u>555,710</u>

Total Long-Term Liabilities	23,876,523
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Total Liabilities	<u>\$ 26,627,600</u>
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Deferred Inflows of Resources - Pension	<u>3,360,010</u>
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Net Position:

Net Investment in Capital Assets	\$ 12,023,991
Restricted for Debt Service	3,182,827
Unrestricted	<u>9,148,840</u>
Total Net Position	<u>\$ 24,355,658</u>

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 3

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2025

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>	<u>Net Revenue and Change in Net Position Primary Government Governmental Activities</u>
Governmental Activities:			
General Government	\$ 15,947,306	\$ 19,580,721	\$ 3,633,415
Interest on Long-Term Debt	840,758	-	(840,758)
Total Governmental Activities	<u>\$ 16,788,064</u>	<u>\$ 19,580,721</u>	<u>\$ 2,792,657</u>
General Revenues:			
Unrestricted Interest Earnings			\$ 141,231
Donated Land			-
Total General Revenues			<u>\$ 141,231</u>
Change in Net Position			\$ 2,933,888
Net Position - Beginning			<u>21,421,770</u>
Net Position - Ending			<u>\$ 24,355,658</u>

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 3

BALANCE SHEET – GOVERNMENTAL FUNDS

SEPTEMBER 30, 2025

	General	Reserved for Fire Station, Apparatus, & Debt Service	Total Governmental Funds
<u>Assets:</u>			
Cash and Cash Equivalents	\$ 6,634,014	\$ -	\$ 6,634,014
Property Taxes & Sales Tax Receivable	705,987	-	705,987
Restricted Cash	-	12,389,798	12,389,798
Total Assets	<u>\$ 7,340,001</u>	<u>\$ 12,389,798</u>	<u>\$ 19,729,799</u>
 Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 14,484	\$ -	\$ 14,484
Unearned revenue	306,083	-	306,083
Payroll Taxes, Insurance & Retirement Payable	235,639	-	235,639
Total Liabilities	<u>\$ 556,206</u>	<u>\$ -</u>	<u>\$ 556,206</u>
 Fund Balances			
Restricted for Debt Service,	\$ -	\$ 3,182,827	\$ 3,182,827
Reserved for Apparatus		680,878	680,878
Reserved for Fire Station		6,551,572	6,551,572
Reserved for Regular		1,974,521	1,974,521
Unassigned	6,783,795	-	6,783,795
Total Fund Balances	<u>\$ 6,783,795</u>	<u>\$ 12,389,798</u>	<u>\$ 19,173,593</u>
 Total Liabilities and Fund Balances	<u>\$ 7,340,001</u>	<u>\$ 12,389,798</u>	<u>\$ 19,729,799</u>

See accompanying notes to financial statements.

WILLIAMSON COUNTY ESD #3
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET
POSITION OF GOVERNMENTAL ACTIVITIES
SEPTEMBER 30, 2025

Total fund balance – total governmental funds	\$ 19,173,593
Amounts reported for governmental activities in the statement of net assets are different because:	
Deferred Outflows of Resources for Pensions are not recognized in Gov. Funds	\$ 1,783,509
Capital assets used in the governmental activities are not financial resources and therefore are not reported in the funds.	\$ 32,829,960
Deferred Inflows of Resources for Pensions are not recognized in Gov. Funds	\$ (3,207,183)
The current portion of leases payable for capital assets is not included in governmental activities due to capital assets not being included in governmental activities.	\$ (2,436,956)
Unearned property tax revenues	\$ 89,258
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	\$ (22,405,000)
Net Pension Liability is not recognized for governmental funds	\$ (915,813)
Accrued vacation and sick leave payable not included in govt. funds	\$ (555,710)
Net assets of governmental activities	<u>\$ 24,355,658</u>

See accompanying notes to financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 3

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES – GOVERNMENTAL FUNDS**

SEPTEMBER 30, 2025

	General	Fire Station, Apparatus Debt Service	Total Governmental Funds
Revenues:			
Property Taxes	\$ 5,242,589	\$ 3,911,005	\$ 9,153,594
Sales Taxes	8,638,038		8,638,038
Plan reviews	299,316	-	299,316
Williamson County	-	-	-
Fire Recovery	22,600	-	22,600
Inspections	28,754	-	28,754
Miscellaneous	1,417,822	-	1,417,822
Grant revenue	-	-	-
Interest Earnings	141,231	-	141,231
Total Revenues	\$ 15,790,350	\$ 3,911,005	\$ 19,701,355
Expenditures:			
General Government	\$ 14,728,298	\$ -	\$ 14,728,298
Capital Outlay	-	7,354,597	7,354,597
Debt Service:		-	-
Principal	-	2,302,344	2,302,344
Interest	-	840,758	840,758
Total Expenditures	\$ 14,728,298	\$ 10,497,699	\$ 25,225,997
Net Income or (Loss)	\$ 1,062,052	\$ (6,586,694)	\$ (5,524,642)
Prior Period Adjustment	\$ -	\$ -	\$ -
Loan proceeds	\$ -	\$ -	\$ -
Transfers	\$ (562,944)	\$ 562,944	\$ -
Net Changes in Fund Balances	\$ 499,108	\$ (6,023,750)	\$ (5,524,642)
Fund Balances - Beginning	\$ 6,284,687	\$ 18,413,548	\$ 24,698,235
Fund Balances - Ending	\$ 6,783,795	\$ 12,389,798	\$ 19,173,593

See accompanying notes to the financial statements.

WILLIAMSON COUNTY ESD # 3
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2025

Net income or (loss) for Governmental Funds	\$ (5,524,642)
Amounts reported for governmental activities in the statement of net assets are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives as depreciation expense. This is the amount by which capital outlay (7,354,597) exceeded depreciation (952,712) in the current period.	\$ 6,401,885
Loan principal paid off in refinancing and debt principal payments	\$ 2,302,344
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Property taxes not collected	\$ 89,258
Less: Prior year	(68,661)
	<u>\$ 20,597</u>
Miscellaneous adjustments of differences between Govt. wide & Gov. FD funds, but the repayment reduces long-term liabilities in the statement of net assets. Loan proceeds are subtracted with the net difference reported	\$ 309,916
Total Pension Expense is not recognized in Governmental Funds	\$ -
	\$ (576,212)
	\$ -
Changes in net position of governmental activities	<u>\$ 2,933,888</u>

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Williamson County Emergency Services District No. 3 (the District) is a governmental unit of the state of Texas that was formed in November 1999. The entity is responsible for providing fire and emergency services in Williamson County, Texas. The District provides fire and emergency medical services to a certain geographic portion of Williamson County including Hutto, Texas, an incorporated city located in Williamson County. The District was created and operates under Article III, Section 48-e, of the Texas Constitution, as proposed by S.J.R. No. 37, Acts of the 70th Legislature, Regular Session, 1987, and adopted by the voters at an election held November 1999.

The District is governed by a Board of Commissioners that acts as the authoritative and legislative body of the entity. The Board of Commissioners elects officers for the following positions; President, Vice-President, Treasurer, Secretary and Vice-Treasurer. No board member receives compensation for serving on the Board.

The accompanying statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units.

Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the primary government.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues primarily consist of Ad Valorem taxes received from the County's appraisal district.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 31 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Grants and entitlements and interest associated with the current fiscal period are all considered susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered measurable and available only when the District receives cash.

Fund Accounting

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The District only uses governmental funds.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The District reports the following major governmental funds:

General Fund – The General Fund is used to account for all financial resources of the District except those required to be accounted for in another fund. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Texas and the bylaws of the District.

Revenues – Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within thirty-one days of fiscal year-end. Under the modified accrual basis, only interest is considered to be both measurable and available at fiscal year-end. Non-exchange transactions, in which the District receives value without directly giving value in return, includes grants and donations. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must be available before it can be recognized.

Expenses/Expenditures

On an accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable.

Cash and Cash Equivalents

Cash and equivalents include all highly-liquid investments with a maturity of three months or less at the date of purchase. During 2024-2025, cash and cash equivalents accounts were limited to Vera Bank General, and Payroll Funds and Vera Bank Regular reserve, Apparatus reserve, Fire Station reserve, Construction and Debt Service reserve. The District at times has an amount in its depository account that exceeds the maximum amount secured by the Federal Deposit Insurance Corporation. Vera Bank collateralizes deposits by pledging securities in the District's name.

Restricted Assets

Restricted assets are cash and cash equivalents whose use is limited by legal requirements. Restricted cash with fiscal agent represents amounts required by debt covenant to be segregated for final year debt payment and accrued interest on the bonds. The District's Board of Directors voted to establish reserve and restricted accounts in 2010-2011 for debt service, fire station, apparatus, and regular reserve.

Interfund Transactions

During the course of normal operations, the District has numerous transactions between funds. Interfund transactions are generally classified as follows:

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Operating transfers are reported as “Other Financing Sources and Uses” in the governmental funds, as “Transfers In” by the recipient fund, and “Transfers Out” by the disbursing fund.

On the governmental funds balance sheet, receivables and payables resulting from short-term interfund loans are classified as “interfund loan receivables/payables.” These amounts are eliminated on the statement of net assets.

Capital Assets

General capital assets generally result from expenditures in the governmental funds. These assets are reported on the government-wide statement of net assets and in the General Fund. All capital assets are recorded at cost and updated for additions and retirements during the year. The District does possess building infrastructure. Other capital assets consist of fire-fighting & EMT equipment and fire trucks. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset’s life are not.

Reservations of Fund Balance

The District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore, are not available for appropriations or expenditures in the governmental fund balance sheet. Unreserved fund balance indicates that portion of fund equity, which is available for appropriations, in future periods. Fund equity reserves have been established for the fire station, apparatus, and regular reserve and for future debt service in the debt service fund. If restricted and unrestricted assets are available for the same purpose, then restricted assets will be used before unrestricted assets.

Net Position

Net position present the difference between assets and liabilities in the statement of net assets. Net position invested in capital assets are reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net position is reported as restricted when there are legal limitations imposed on their use by District legislation or external restrictions by creditors, grantors, laws or regulations of other governments.

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 amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Accrued Liabilities

The District reports accrued liabilities on the statement of net position. The District reports accounts payable of \$14,484, payroll taxes, insurance and retirement payable of \$235,639 and \$216,825 in unearned revenue during 2024-2025.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 2 – TAX REVENUES

The District's tax revenue is collected by County of Williamson, Texas, (the County) under the provisions of a tax collection agreement signed November, 1999. Under the agreement, the County is responsible for making the calculations necessary for the District to comply with the statutory requirements for setting tax rates as specified in Chapter 26 of the Texas Property Tax Code and collecting the appropriate tax. The County periodically remits the collected taxes to the District. The agreement may be terminated by either party on written notice, but neither party has expressed an interest in terminating the agreement. The County provides the District with written reports necessary to keep the District advised of all financial information affecting the District. The District pays the County for its tax collection activity in four equal quarterly payments, which totaled \$54,465 USD for 2024-2025. The amount is determined by the County based on an amount per each parcel of taxable property, or account taxable by the District. The tax rate for WCESD # 3 for 2025 is \$.10 per \$100 valuation of property. The M&O rate for WCESD # 3 was 0.057341 and the I&S rate was 0.0426593 the total adjusted original tax roll was \$9,259,389 on \$9,259,389,108 valuation. Property taxes receivable at 9/30/25 total \$89,258 with \$30,364 being current and \$58,894 being delinquent. Property taxes receivable are the uncollected balance as of September 30, 2025 from the 2024-2025 property tax levy.

NOTE 3 – CASH AND CASH EQUIVALENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds. Statutes require the classification of funds held by the District into three categories.

Category 1 consists of “active” funds – those funds required to be kept in “cash” or “near cash” status for immediate use by the District. Such funds must be maintained either as cash in the District Treasury or in depository accounts payable or withdrawal on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of “inactive” funds – those funds not required for use within the current two-year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

Category 3 consists of “interim” funds – those funds not needed for immediate use, but needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

United States Treasury notes, bills, bonds or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities

Deposits

At year-end the carrying amount of the District's deposits was \$19,023,812 and the bank balance was \$19,023,812. Federal depository insurance coverage totals \$250,000. The deposits were classified as category 1, collateralized, as defined by GASB Statement 3 "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements. Securities pledged as collateral for Williamson County Emergency Services District No. 3 at September 30, 2025 totaled \$28,267,174 for excess collateralization in the amount of \$9,243,362.

NOTE 4 - GENERAL FIXED ASSETS

A summary of changes in general fixed assets for the year ended September 30, 2025:

	Fire Station 1,2,3 & 4	CWICS Trunking System	Apparatus & Trucks	Radios & Equipment	Computers & Furniture	Totals
10/1/2024	24,495,143	159,504	3,620,410	715,728	186,959	29,177,744
Additions	6,185,805	-	1,024,079	17,758	126,955	7,354,597
Deletions	-	-	-	-	-	-
9/30/2025	30,680,948	159,504	4,644,489	733,486	313,914	36,532,341
Land	\$ 816,000					\$ 3,173,904
Depreciation	634,688		287,280	9,983	20,761	952,712
Less:						
Acc. Depr.	\$ 3,527,526	\$ -	\$ 2,785,827	\$ 436,763	\$ 126,169	\$ 6,876,285
Total, Net	<u>\$ 27,969,422</u>	<u>\$ 159,504</u>	<u>\$ 1,858,662</u>	<u>\$ 296,723</u>	<u>\$ 187,745</u>	<u>\$ 32,829,960</u>

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 5 – GENERAL LONG-TERM DEBT

The District has acquired buildings, vehicles and fire equipment under master governmental lease-purchase agreements dated as follows:

Note Payable to PNC Bank, dated July 21, 2020, in the amount of \$1,007,756, annual payments from \$117,408 to \$236,920, due 1/21, including interest at 2.25%. Secured by Engine 1.	\$ 547,588
Note payable to PNC Bank dated July 20, 2017 in the amount of \$804,681, annual payments of \$91,836, matures August 20, 2025 secured by Pierce Pumper fire truck.	\$ 209,254
Note payable to PNC Bank, dated April 1, 2019 in the amount of \$1,556,469.50, annual payments of \$182,711 and \$400,900, due 4/1, matures May 1, 2027, including interest of 3.54%, secured by Ladder 1.	\$ 719,751
Note Payable to Zions Bank Corporation in the amount of \$4,439,430, annual payments from \$365,499.73 to \$598,904.05 due on 2/15, interest rate of 2.2%, matures 2/15/2033. For fire station 2.	\$ 2,652,280
Note Payable to Zions Bank Corporation in the amount of \$6,090,000, annual payments from \$236,366.99 to \$918,799.75 due on 5/15, interest rate of 2.2%, matures 2/15/2033. For Fire Station 3.	\$ 4,518,282
Lease payable to PNC Bank, dated October 26, 2021, in the amount of \$1,229,270, annual payments from \$143,102 to \$260,356, interest rate of 2.85%, matures 12/26/2029. Secured by Engine 3	\$ 890,801
Note Payable to Trust Bank in the amount of \$1,386,000 annual payments from \$264,000 to \$314,000 due on 9/30, interest rate of 1.73%, matures 9/30/2026. For upgrades.	\$ 314,000
Note Payable to ZMFU II, Inc. (Amegy Bank) in the amount of \$9,118,000 annual payments from \$182,000 to \$1,443,000 due on 2/15, interest rate variable, matures 2/15/2037. For Fire Station 4.	\$ 7,552,000
Note Payable to JP Morgan Chase in the amount of \$8,172,000 with semi-annual payments ranging from \$18,413 to \$977,413 due on 2/15 and 8/15, interest rate of 3.84%, matures 2/15/2034. For Headquarters.	\$ 7,438,000
Total	<u>24,841,956</u>

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 5 – GENERAL LONG-TERM DEBT (Continued)

The debt service requirements on the above lease-purchase agreements are as follows:

<u>September 30 for Ladder 1</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	157,232	25,479	182,711
2027	162,798	19,913	182,711
2028	399,721	1,179	400,900
Thereafter	-	-	-
Total	\$ 719,751	\$ 46,571	\$ 766,322

<u>Due Year Ending September 30 for Engine 2</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	209,254	566	209,820
Thereafter	-	-	-
Total	\$ 209,254	\$ 566	\$ 209,820

<u>Due Year Ending September 30 for Fire Station 2</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	306,620	58,881	365,501
2027	313,430	52,074	365,504
2028	320,390	45,116	365,506
2029	327,500	38,003	365,503
2030	334,770	30,732	365,502
Thereafter	1,049,570	46,942	1,096,512
Total	\$ 2,652,280	\$ 271,748	\$ 2,924,028

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 5 – GENERAL LONG-TERM DEBT (Continued)

The debt service requirements on the above lease-purchase agreements are as follows:

Due Year Ending
September 30 for
fire station 3

	Principal	Interest	Total
2026	370,438	99,402	469,840
2027	378,588	91,253	469,841
2028	452,730	82,924	535,654
2029	462,690	72,964	535,654
2030	472,869	62,784	535,653
Thereafter	2,380,967	144,791	2,525,758
Total	\$ 4,518,282	\$ 554,118	\$ 5,072,400

Due Year Ending
September 30 for
engine 1

	Principal	Interest	Total
2026	100,652	16,756	117,408
2027	103,732	13,676	117,408
2028	106,906	10,502	117,408
2029	236,298	623	236,921
Thereafter	-	-	-
Total	\$ 547,588	\$ 41,557	\$ 589,145

Due Year Ending
September 30 for
engine 3

	Principal	Interest	Total
2026	119,760	23,341	143,101
2027	122,898	20,203	143,101
2028	126,118	16,983	143,101
2029	129,423	13,678	143,101
2030	132,814	10,287	143,101
Thereafter	259,788	567	260,355
Total	\$ 890,801	\$ 85,059	\$ 975,860

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 5 – GENERAL LONG-TERM DEBT (Continued)

The debt service requirements on the above lease-purchase agreements are as follows:

<u>Due Year Ending September 30 for upgrades</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	314,000	5,432	319,432
2027	-	-	-
Thereafter	-	-	-
Total	\$ 314,000	\$ 5,432	\$ 319,432

<u>Due Year Ending September 30 for Headquarters</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	705,000	272,084	977,084
2027	733,000	244,474	977,474
2028	762,000	215,770	977,770
2029	791,000	185,952	976,952
2030	822,000		
Thereafter	3,625,000	440,043	4,065,043
Totals	7,438,000	1,358,323	8,796,323

<u>Due Year Ending September 30 for fire station 4</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	154,000	243,930	397,930
2027	416,000	238,955	654,955
2028	363,000	225,519	588,519
2029	375,000	213,794	588,794
2030	387,000	201,681	588,681
Thereafter	5,857,000	951,428	6,808,428
Total	\$ 7,552,000	\$ 2,075,307	\$ 9,627,307

NOTE 6 – CONTINGENCIES AND SUBSEQUENT EVENTS

As of September 30, 2025, the District did not have any material pending litigation or non-disclosed liabilities.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

Pensions

For purposes of measuring the net pension liability, pension related deferred outflows and inflows of resources, and pension expense, District specific information about its Fiduciary Net Position in the Texas County and District Retirement System (TCDRS) and additions to/deductions from the District's Fiduciary Net Position have been determined on the same basis as they are reported by TCERS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Information regarding the District's Total Pension Liability is obtained from TCERS through a report prepared for the District by TCERS consulting actuary, Milliman, in compliance with Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has the following items that qualify for reporting in this category.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pension contributions after measurement date – these contributions are deferred and recognized in the following fiscal year.

Difference in projected and actual earnings on pension assets – This difference is deferred and amortized over a closed five year period.

Difference in expected and actual pension experience – This difference is deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. These separate financial statements element, deferred inflows or resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has only one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, this item is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: Property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Pension Plan - The Williamson County ESD # 3 participates as one of the plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas County and District Retirement System (TCERS). The funding policy governs how the Texas County & District Retirement System (TCERS) determines the employer contributions required to ensure that benefits provided to TCERS members are funded in a reasonable and equitable manner. The goals of TCERS' funding policy are to fully fund benefits over the course of

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

employees' careers to ensure intergenerational equity, and to balance rate and benefit stability with the need for the plan funding to be reflective of current plan conditions. This policy documents the current funding policies in effect for the Dec. 31, 2018 actuarial valuation as established by state law, administrative rule and action by the TCDRS Board of Trustees (the board). The policy serves as a comprehensive funding overview and complies with the GASB reporting requirements for an agent multiple-employer plan. TCDRS funding overview TCDRS is a model for responsible, disciplined funding. TCDRS does not receive any state funding. As an agent, multiple-employer plan, each participating employer in the system funds its plan independently. A combination of three elements funds each employer's plan: employee deposits, employer contributions and investment income. (The deposit rate for employees is 4%, 5%, 6% or 7% of compensation, as adopted by the employer's governing body. (Participating employers are required to contribute at actuarially determined rates to ensure adequate funding for each employer's plan. Employer contribution rates are determined annually and approved by the TCDRS Board of Trustees. (Investment income funds a large part of the benefits employees earn. Pursuant to state law, employers participating in the system must pay 100% of their actuarially determined required contributions on an annual basis. Each employer has the opportunity to make additional contributions in excess of its annual required contribution rate either by adopting an elected rate that is higher than the required rate or by making additional contributions on an ad hoc basis. Employers may make additional contributions to pay down their liabilities faster, pre-fund benefit enhancements and/or buffer against future adverse experience. GASB 68 Disclosure for Measurement Date December 31, 2017. Williamson County Emergency Services District #3 Texas County & District Retirement System. This work product was prepared solely for the TCDRS for the purposes described herein and may not be appropriate to use for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. Milliman recommends that third parties be aided by their own actuary or other qualified professional when reviewing the Milliman work product. In addition, employers annually review their plans and may adjust benefits and costs based on their local needs and budgets. Although accrued benefits may not be reduced, employers may reduce future benefit accruals and immediately reduce costs. Methodology for determining employer contribution rates The board hires independent outside consulting actuaries to conduct an annual valuation to measure the funding status and to determine the required employer contribution rate for each employer plan. In order to calculate the employer contribution rate, the actuary does the following: (Studies each employer's adopted plan of benefits and the profile of its plan participants, and uses assumptions established by the board to estimate future benefit payments. (Discounts the estimate of future benefit payments to the present based on the long-term rate of investment return to determine the present value of future benefits. (Compares the present value of future benefits with the plan's assets to determine the difference that needs to be funded based on the funding policy. The valuation of each employer plan is based on the system funding policy and the assets, benefits and participant profile of each participating employer plan. The four key components in the determination of employer contribution rates are: the actuarial cost

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

method, amortization policy, the asset valuation method and the actuarial assumptions. Actuarial cost method TCDRS has adopted the replacement life entry age cost method, a conservative cost method and an industry standard. The goal of this cost method is to fund benefits in an orderly manner for each participant over his or her career so that sufficient funds are accumulated by the time benefit payments begin. Under this approach, benefits are funded in advance as a level percentage of pay. This portion of the contribution rate is called the normal cost rate and generally remains stable from year to year. Amortization policy The portion of the contribution rate that funds any remaining unfunded amounts for benefits that are not covered by the normal cost is called the unfunded actuarial accrued liability (UAAL) rate. UAAL amounts occur when benefit enhancements are adopted that have not been funded in advance, or when actual investment or demographic experience varies from the actuarial assumptions (actuarial gains and losses). UAAL amounts are amortized on a level-percentage-of-covered-payroll basis over a closed period with a layered approach. The closed periods ensure all unfunded liabilities are financed over no more than 20 years from the time they occur. Each year new layers are established to amortize changes in the UAAL due to actuarial gains or losses, as well as any plan benefit changes elected by an employer for that year. Benefit enhancements are amortized over a 15-year closed period. All other changes in the UAAL are amortized over 20-year closed periods. These amortization periods are generally more conservative than those of most other public retirement plans and are stricter than the minimum amortization period required under state law. GASB 68 Disclosure for Measurement Date December 31, 2014. Williamson County Emergency Services District #3 Texas County & District Retirement System. This work product was prepared solely for the TCDRS for the purposes described herein and may not be appropriate to use for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. Milliman recommends that third parties be aided by their own actuary or other qualified professional when reviewing the Milliman work product. For newly participating districts that have five or fewer employees who are all within five years of retirement eligibility, any initial UAAL and any subsequent adoption of prior service credits are amortized over a five-year closed amortization period. This ensures that benefits are appropriately funded over the current generation of employees. Notwithstanding the layered approach, the total UAAL payment may not be less than the required payment obtained by amortizing the entire UAAL over a 20-year period. If a plan is overfunded, the overfunded actuarial accrued liability (OAAL) is calculated annually using a 30- year open amortization period. Asset valuation method When determining the actuarial value of assets used for measuring a plan's funded status, TCDRS smooths each year's actuarial investment gains and losses and recognizes them over a five-year period to better reflect the system's long-term investment horizons and to keep employer contribution rates more stable. As actuarial asset investment gains and losses are recognized, they become part of the actuarial gains and losses for the year and are funded according to the amortization policy. The five-year period helps stabilize employer rates while still ensuring that rates are reflective of current market conditions. In addition, the board has the ability to set aside reserves from investment earnings that are used to

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

help offset future negative economic cycles. These reserves are held separately and are not counted as part of a participating employer's plan assets until they are passed through to employers when determined necessary by the board. Reserves help maintain rate stability for employers. In addition, reserves ensure that employers do not adopt benefit increases based on a temporarily lower plan cost at a high point in a market cycle and, conversely, are not as pressured to immediately reduce benefit levels during a low point in a market cycle. Actuarial assumptions Demographic and economic assumptions are used to estimate employer liabilities and to determine the amount of funding required from employer contributions as opposed to investment earnings. These assumptions reflect a long-term perspective of 30 years or more. Examples of key economic assumptions include long-term investment return, long-term inflation and annual payroll increase. Demographic assumptions are the actuary's best estimate of what will happen to TCDRS members and retirees. Examples of demographic assumptions are employment termination rates, retirement rates and retiree mortality rates. A complete listing of all actuarial assumptions can be found in the annual system-wide valuation report. Oversight The board has established review policies to ensure that actuarial assumptions are appropriate and that the methodology for determining employer contribution rates is being correctly applied. Review of actuarial assumptions TCDRS' actuarial assumptions are periodically reviewed and revised as deemed necessary to reflect best estimates of future experience. Every four years, the TCDRS consulting actuary conducts an investigation of experience.

TCDRS assumptions are compared to plan experience and future expectations, and changes to GASB 68 Disclosure for Measurement Date December 31, 2024. Williamson County Emergency Services District #3 Texas County & District Retirement System This work product was prepared solely for the TCDRS for the purposes described herein and may not be appropriate to use for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. Milliman recommends that third parties be aided by their own actuary or other qualified professional when reviewing the Milliman work product. the assumptions are recommended as needed. The board adopts actuarial assumptions to be used in the valuation based on the results of this study. An actuarial audit of every investigation of experience is required and must be performed by an independent auditing actuary to review the consulting actuary's analysis, conclusions and recommendations for accuracy, appropriateness and reasonableness. These audits alternate between a peer review and a full replication audit of the investigation of experience. In a peer review audit of the investigation, the reviewing actuary uses the raw results of the investigation for demographic assumptions as calculated by the consulting actuary to test the conclusions and recommendations. In addition, the reviewing actuary independently analyzes economic assumptions to test the results and recommendations of the consulting actuary. The reviewing actuary also examines the consulting actuary's methods and assumptions for reasonableness and internal consistency. In a full replication audit of the investigation, in addition to performing all of the steps of a peer review, the auditing actuary fully replicates the calculation of the investigation's raw results. Review of employer contribution rates In order to test accuracy and ensure that the actuarial methods and assumptions are being

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

correctly applied, an audit of the valuation is required every four years. These audits are conducted by an independent reviewing actuary and alternate between a peer review and a full replication audit of the valuation. In the peer review audit of the valuation, the actuary uses a sample of participant data and TCDRS plans to test the results of the valuation. The reviewing actuary also examines the consulting actuary's methods and assumptions for reasonableness and internal consistency. In a full replication audit of the valuation, the auditing actuary performs all the steps of a peer review audit but instead of analyzing sample data and plans, the auditing actuary fully replicates the original actuarial valuation. Review and modification of funding policy The board will review this policy on a regular basis and may modify this policy at its discretion. Modifications to the policy may be submitted for consideration to the board by staff and/or outside consulting actuaries as circumstances warrant.

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on January 2015 information for a 7-10 year time horizon. Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2013. See Milliman's TCDRS Investigation of Experience report for the period January 1, 2009 – December 31, 2013 for more details. (1) Target asset allocation adopted at the April 2015 TCDRS Board meeting. (2) Geometric real rates of return in addition to assumed inflation of 1.7%, per Cliffwater's 2015 capital market assumptions. (3) Includes vintage years 2006-present of Quarter Pooled Horizon IRRs. (4) Includes vintage years 2007-present of Quarter Pooled Horizon IRRs. Geometric Real Rate of Return Target (Expected minus Asset Class Benchmark Allocation)(1) Inflation)(2) US Equities Dow Jones U.S. Total Stock Market Index 16.50% 5.35% Private Equity Cambridge Associates Global Private Equity & Venture Capital Index(3) 12.00% 8.35% Global Equities MSCI World (net) Index 1.50% 5.65% International Equities - Developed 50% MSCI World Ex USA (net) + 50% MSCI World ex USA 100% Hedged to USD (net) Index 11.00% 5.35% International Equities - Emerging 50% MSCI EM Standard (net) Index + 50% MSCI EM 100% Hedged to USD (net) Index 9.00% 6.35% Investment-Grade Bonds Barclays Capital Aggregate Bond Index 3.00% 0.55% High-Yield Bonds Citigroup High-Yield Cash-Pay Capped Index 3.00% 3.75% Opportunistic Credit Citigroup High-Yield Cash-Pay Capped Index 5.00% 5.54% Direct Lending Citigroup High-Yield Cash-Pay Capped Index 2.00% 5.80% Distressed Debt Citigroup High-Yield Cash-Pay Capped Index 3.00% 6.75% REIT Equities 67% FTSE NAREIT Equity REITs Index + 33% FRSE EPRA/NAREIT Global Real Estate Index 2.00%

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

4.00% Commodities Bloomberg Commodities Index 2.00% -0.20% Master Limited Partnerships (MLPs) Alerian MLP Index 2.00% 5.30% Private Real Estate Partnerships Cambridge Associates Real Estate Index(4) 3.00% 7.20% Hedge Funds Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index 25.00% 5.15%

Williamson County ESD # 3

Schedule of Changes in Net Pension Liability and Related Ratios Current Period
September 30, 2025

A. Total pension liability	
1. Service Cost	\$ 940,902
2. Interest (on the Total Pension Liability)	618,472
3. Effect of Plan Changes	-
4. Effect of assumption changes or inputs	506,000
5. Effect of economic/demographic (gains) or losses	(65,738)
6. Benefit payments, including refunds of employee contributions	(14,658)
7. Net change in total pension liability	\$ 1,984,978
8. Total pension liability - beginning	7,236,351
9. Total pension liability - ending	<u>\$ 9,221,329</u>
B. Plan fiduciary net position	
1. Contributions - employer	\$ 1,027,343
2. Contributions - member	500,794
3. Net investment income	655,084
4. Benefit payments, including refunds of employee contributions	(80,396)
5. Administrative Expense	(4,521)
6. Other	81,496
7. Net change in plan fiduciary net position	\$ 2,179,800
8. Plan fiduciary net position - beginning	6,125,715
9. Plan fiduciary net position - ending	<u>\$ 8,305,515</u>
C. Net pension liability [A.9-B.9]	<u>\$ 915,814</u>
D. Plan fiduciary net position as a percentage of the total pension liability [B.9 / A.9]	90.07%
E. Covered-employee payroll	\$ 7,154,199
F. Net pension liability as a percentage of covered employee payroll [C / E]	12.80%

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

WILLIAMSON COUNTY ESD # 3
SCHEDULE OF PENSION EXPENSE
SEPTEMBER 30, 2025

1.	Total Service Cost	\$ 940,902
2.	Interest on the Total Pension Liability	618,472
3.	Current Period Benefit Changes	-
4.	Employee Contributions (Reduction of Expense)	(500,794)
5.	Projected Earnings on Plan Investments (Reduction of Expense)	(522,433)
6.	Administrative Expense	4,521
7.	Other Changes in Fiduciary Net Position	(81,496)
8.	Recognition of Investment gains or losses	(12,728)
9.	Recognition of economic/demographic gains or losses	104,029
10.	Recognition of assumption changes or inputs	25,739
		-
12.	Total Pension Expense	<u>\$ 576,212</u>

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

WILLIAMSON COUNTY ESD # 3
SCHEDULE OF DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES
SEPTEMBER 30, 2025

	Recognition Period (or amortization yrs)	2024 Recognized in current pension expense	Deferred Inflow in future expense	Deferred Outflow in future expense
<u>Due to Liabilities:</u>				
Difference in expected and actual experience [actuarial (gains) or losses]	11.0000	\$ 106,399	\$ 37,352	\$ 608,374
Difference in assumption changes [actuarial (gains) or losses]	11.0000	\$ 25,739	\$ 5,233	\$ 1,005,719
		<u>\$ 132,138</u>	<u>\$ 42,585</u>	<u>\$ 1,614,093</u>
<u>Due to Assets:</u>				
Difference in projected and actual earnings on pension plan investments [actuarial (gains) or losses]	5.0000	\$ (12,728)	\$ 259,621	\$ 247,370
		<u>\$ (12,728)</u>	<u>\$ 259,621</u>	<u>\$ 247,370</u>
<u>Total:</u>			<u>\$ 302,206</u>	<u>\$ 1,366,723</u>

Deferred Outflows and Deferred Inflows of Resources, by year, to be recognized in future pension expense as follows:

	Net deferred outflows (inflows) of resources
2025	\$ 120,987
2026	203,141
2027	79,457
2028	103,236
2029	129,766
Thereafter	<u>556,729</u>
Total	\$ 1,193,316

Required Supplementary Information

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 3
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property Taxes	\$ 9,198,137	\$ 9,198,137	\$ 9,153,594	\$ (44,543)
Sales Taxes	7,122,471	7,122,471	8,638,038	\$ 1,515,567
Other Income	243,000	255,000	1,739,738	1,484,738
Inspections	12,000	-	28,754	28,754
Donated Land			-	-
Interest Earnings	50,000	50,000	141,231	91,231
Total Revenues	\$ 16,625,608	\$ 16,625,608	\$ 19,701,355	\$ 3,075,747
Expenditures:				
Current:				
General Government	\$ 12,416,430	\$ 12,416,430	\$ 14,728,298	\$ (2,311,868)
Capital Outlay	290,000	290,000	7,354,597	(7,064,597)
Debt Service	3,919,178	3,919,178	3,143,102	776,076
Total Expenditures	\$ 16,625,608	\$ 16,625,608	\$ 25,225,997	\$ (8,600,389)
Loan Proceeds			-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ (5,524,642)	\$ (5,524,642)
Net income or (Loss)	\$ -	\$ -	\$ (5,524,642)	
Prior Period Adjustment		\$ -	\$ -	
Fund Balances - Beginning	\$ 12,913,316	\$ 12,913,316	\$ 24,698,235	
Fund Balances - Ending	\$ 12,913,316	\$ 12,913,316	\$ 19,173,593	
Capital Assets			\$ 32,829,960	
Unearned Revenue			\$ 89,258	
Long Term Debt not recognized in governmental funds			(24,841,956)	
Accrued vacation & sick leave is not recognized in govt. funds			(555,710)	
Net Pension Liability not recognized in governmental funds			\$ (915,813)	
Deferred Inflows of Resources not recognized in govt. funds			\$ (3,207,183)	
Deferred Outflows of Resources not recognized in govt. funds			\$ 1,783,509	
GAAP Basis Fund Balance			<u>\$ 24,355,658</u>	

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 3
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Budgetary Process

The budgetary process is prescribed by the provisions of the Texas Constitution and entails the preparation of budgetary documents within an established timeline. Legally, the Texas Constitution does not strictly impose a requirement on the District to follow the budgetary process but the District chose to follow the budgetary process. The major documents prepared are an estimated budget with revenues and expenditures. The level of budgetary control is at the object level for the District. The budget is not amended for modifications or changes during the year. All expenditures are approved by the Board beforehand.

Estimated Resources

As part of the District's budgetary process, the Board approves the official estimated resources. The official estimated resources state the projected revenue for the District. The estimated revenue is calculated from information from the Williamson County Appraisal District. The budget is not revised or amended for increases or decreases in estimated revenues.

Appropriations

Estimated appropriations are prepared for the annual budget. All appropriations, no matter how small or how large, still must be approved by the Board before remittance, whether or not they were included in the budget.

Budgetary Basis of Accounting

The District's budgetary process accounts for certain transactions on a basis other than GAAP. The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary process, revenues and expenditures are recognized on the cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures are recorded when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting on the governmental fund statements and on the full accrual basis on the government-wide statements. See page 14 for a reconciliation between governmental funds and GAAP basis net equity fund balance.

Williamson County ESD # 3

Schedule of Changes in Net Pension Liability and Related Ratios

Last ten years (will ultimately be displayed)

Total pension liability	2016	2017	2018	2019	2020	2021	2022	2023	2024
1. Service Cost	85,432	132,527	273,409	290,130	332,946	940,902	556,667	812,840	940,902
2. Interest	36,009	61,053	126,095	155,881	195,578	618,472	340,379	501,570	618,472
3. Effect of plan changes	15,180	321,803	-	-	-	-	798,685	-	-
Effect of assumption changes	-	(9,417)	(42,657)	-	240,761	506,000	207,124	-	506,000
5. Effect of economic	89,353	156,147	-	7,332	125,506	(65,738)		166,759	(65,738)
6. Benefit payments	-	-	-	(11,912)	-	(14,658)	(14,997)	(62,035)	(14,658)
7. Net change in total pension	225,974	662,113	356,847	441,431	894,791	1,984,978	1,887,858	1,419,134	1,984,978
8. Total pension liability - beg	395,233	621,207	1,283,320	1,640,167	2,081,598	2,976,389	4,961,367	5,817,217	7,236,351
9. Total pension liability - end	621,207	1,283,320	1,640,167	2,081,598	2,976,389	4,961,367	6,849,225	7,236,351	9,221,329

Plan fiduciary net position

1. Contributions - employer	58,947	106,889	230,778	243,483	322,242	1,027,343	549,882	796,395	1,027,343
2. Contributions - members	56,247	97,172	129,755	155,509	207,325	500,794	316,544	373,394	500,794
3. Net investment income	30,415	84,710	(11,786)	197,886	187,498	655,084	(294,501)	501,397	655,084
4. Benefit payments	(1)	-	-	(11,912)	-	(80,396)	(14,997)	(62,035)	(80,396)
5. Administrative Expense	(331)	(564)	(970)	(1,375)	(1,855)	(4,521)	(2,615)	(3,199)	(4,521)
6. Other	9,045	2,729	10,826	13,504	15,849	81,496	123,037	57,246	81,496
Net change in plan	154,322	290,936	358,603	597,095	731,059	2,179,800	677,350	1,663,198	2,179,800
8. Plan net position - begn	403,537	557,859	848,795	1,207,398	1,804,493	2,535,552	4,715,352	4,462,518	6,125,716
9. Plan net position - end	557,859	848,795	1,207,398	1,804,493	2,535,552	4,715,352	5,392,702	6,125,716	8,305,516

Net pension liability [A.9-B.9]	63,348	434,525	432,769	277,105	440,837	246,015	1,456,523	1,110,635	915,813
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Plan fiduciary net position as a percentage

of the total pension liability [B.9 / A.9-B.9]	89.80%	66.14%	73.61%	86.69%	85.19%	95.04%	78.73%	84.65%	90.07%
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Covered-employee payroll	1,120,079	1,619,531	1,853,636	2,221,561	2,961,785	3,629,300	4,522,061	5,334,201	7,154,199
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Net pension liability as a percentage

of covered employee payroll [C / A.9-B.9]	5.66%	26.83%	23.35%	12.47%	14.88%	6.78%	32.21%	20.82%	12.80%
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Williamson County ESD # 3

Schedule of Contributions

Last 10 Fiscal Years (will ultimately be displayed)

September 30, 2025

	<u>2024</u>	<u>2023</u>	2022	2021	2020	2019	2018	2017	2016
Actually Determined Contribution	1,027,343	796,395	796,395	377,447	322,242	243,483	230,778	106,889	58,692
Contributions in relation to the									
actuarially determined contribution	1,027,343	796,395	796,395	377,447	322,242	243,483	230,778	106,889	58,947
Contribution deficiency (excess)									
Covered employee payroll	7,154,199	5,334,201	5,334,201	3,629,300	2,961,785	2,221,561	1,853,636	1,619,531	1,120,079
Contributions as a percentage of									
covered employee payroll	14.36%	14.93%	14.93%	10.40%	10.88%	10.96%	12.45%	6.60%	5.26%

Noes to Schedule of Contrib

Valuation Date determined 12/31/2023

Notes

Valuation Date:

Notes Actuarially determined contribution rates are calculated as of December 31 and become effective in January.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of payroll, closed.
Remaining Amortization Period	15.3 years
Asset Valuation Method	5 Year Smoothed Market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation
Investment Rate of Return	7.5%, net of administrative & investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the RP-2014 Healthy Annuitant Mortality Table for males, and 110% of the RP-2014 Healthy Annuitant Mortality table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

Other Information: 2015: New inflation, mortality and other assumptions were reflected. 2017: New mortality assumptions were reflected.

Changes in Plan Provisions 2015 & 2016 - No changes in plan provisions are reflected in the Schedule of Employer Contributions.

Reflected in the schedule 2017: Employer contributions reflect that the member contribution rate was increased to 6% and the current service matching rate was increased to 175% for future benefits. Also, new annuity purchase rates were reflected for benefits earned after 2017.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
Williamson County ESD # 3

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Williamson County ESD # 3, as of and for the year ended September 30, 2025 and the related notes to the financial statements, which collectively comprise Williamson County ESD # 3's basic financial statements, and have issued our report thereon dated December 13, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Williamson County ESD # 3's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Williamson County ESD # 3's internal control. Accordingly, we do not express an opinion on the effectiveness of Williamson County ESD # 3's internal control. A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Williamson County ESD # 3's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Donald L. Allman, CPA, PC

Liberty Hill, TX
December 13, 2025



Williamson County Emergency Services District No. 4

**Financial Statements as of and for the
Year Ended September 30, 2025 and
Independent Auditors' Report**

MAXWELL LOCKE & RITTER LLP | Accounting & Advisory

AUSTIN 401 Congress Avenue, Suite 2000, Austin, TX 78701

ROUND ROCK 411 West Main Street, Suite 300, Round Rock, TX 78664

MLRPC.COM

Williamson County Emergency Services District No. 4

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Independent Auditors' Report

To the Board of Commissioners of
Williamson County Emergency Services District No. 4:

Opinions

We have audited the financial statements of the governmental activities and the General Fund of Williamson County Emergency Services District No. 4 (the "District"), as of and for the year ended September 30, 2025, 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the General Fund of the District as of September 30, 2025, the respective changes in financial position, and the respective budgetary comparison for the General Fund 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 Auditors' 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.

Auditors' 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 auditors' 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, the schedule of changes in net pension liability (asset) and related ratios, the schedule of District contributions, and the notes to required supplementary information 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.

Maxwell Locke & Ritter LLP

Austin, Texas
April 20, 2026

Williamson County Emergency Services District No. 4

Management's Discussion and Analysis

September 30, 2025

In accordance with Governmental Accounting Standards Board ("GASB") Statement No. 34, the management of Williamson County Emergency Services District No. 4 (the "District") offers the following narrative on the financial performance of the District as of and for the year ended September 30, 2025. Please read it in connection with the District's financial statements that follow.

For purposes of GASB Statement No. 34, the District is considered a special purpose government. This allows the District to present the required fund and government-wide statements in a single schedule. The requirement for fund financial statements that are prepared on the modified accrual basis of accounting is met with the "General Fund" column. An adjustment column includes those entries needed to convert to the full accrual basis government-wide statements. Government-wide statements are comprised of the Statement of Net Position and the Statement of Activities.

Overview of the Basic Financial Statements

The District's reporting is comprised of two parts:

- *Management's Discussion and Analysis* (this section)
- *Basic Financial Statements*
 - *Statement of Net Position and Governmental Fund Balance Sheet*
 - *Statement of Activities and Governmental Fund Revenues, Expenditures, and Changes in Fund Balance*
 - *Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund*
 - *Notes to Basic Financial Statements*

Other required supplementary information is also included.

The *Statement of Net Position and Governmental Fund Balance Sheet* includes a column (titled "General Fund") that represents a balance sheet prepared using the modified accrual basis of accounting. The adjustments column converts those balances to a balance sheet that more closely reflects a private-sector business. Over time, increases or decreases in the District's net position will indicate financial health.

The *Statement of Activities and Governmental Fund Revenues, Expenditures, and Changes in Fund Balance* includes a column (titled "General Fund") that derives the change in fund balance resulting from current year revenues, expenditures, and other financing sources or uses. These amounts are prepared using the modified accrual basis of accounting. The adjustments column converts those activities to full accrual, a basis that more closely represents the income statement of a private-sector business.

The *Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund* presents a comparison statement between the District's adopted budget to its actual results.

The *Notes to Basic Financial Statements* provide additional information that is essential to a full understanding of the information presented in the *Statement of Net Position and Governmental Fund Balance Sheet* and the *Statement of Activities and Governmental Fund Revenues, Expenditures, and Changes in Fund Balance*.

Required supplementary information related to the District's participation in the Texas County and District Retirement System pension plan is presented immediately following the *Notes to Basic Financial Statements*.

The District as a Whole

The District's combined net position for the years ending September 30, 2025 and 2024 are shown in the table below. Our analysis below focuses on the net position and changes in the net position of the District's governmental activities as reported in the accrual basis of accounting.

Statement of Net Position

	9/30/2025	9/30/2024
Assets:		
Current assets	\$ 20,542,121	\$ 20,458,852
Capital assets, net	30,613,040	24,841,203
Total Assets	51,155,161	45,300,055
Deferred Outflows of Resources	1,632,204	1,363,129
Liabilities:		
Current liabilities	2,725,176	3,156,059
Non-current liabilities	20,454,863	20,634,633
Total Liabilities	23,180,039	23,790,692
Deferred Inflows of Resources	4,286	942
Net Position:		
Net investment in capital assets	10,635,295	8,477,375
Unrestricted	18,967,745	14,394,175
Total Net Position	\$ 29,603,040	\$ 22,871,550

The District's total assets were \$51,155,161 as of September 30, 2025. Of this amount, \$30,613,040 is accounted for by capital assets. The District had outstanding liabilities of \$23,180,039 as of September 30, 2025 which represents current and non-current liabilities.

The changes in net position for the respective periods are also shown in the table below.

Statement of Activities

	<u>9/30/2025</u>	<u>9/30/2024</u>
Expenses:		
Service operations	\$ 11,186,505	\$ 9,059,651
Depreciation	674,627	583,192
Debt service	<u>1,009,892</u>	<u>833,804</u>
Total Expenses	<u>12,871,024</u>	<u>10,476,647</u>
Revenues-		
General revenues	<u>19,602,514</u>	<u>15,558,849</u>
Change in Net Position	<u>\$ 6,731,490</u>	<u>\$ 5,082,202</u>

General revenues increased by \$4,043,665 for the fiscal year ended September 30, 2025 primarily due to an increase in property tax and sales tax revenue. Property taxes, including penalties and interest, generated \$9,147,866 and sales taxes generated \$9,297,441 in revenues. Total expenses increased by \$2,394,377 for the fiscal year ended September 30, 2025 primarily due to an increase in service operations. Net position increased \$6,731,490 for the fiscal year ended September 30, 2025 compared to an increase of \$5,082,202 for the fiscal year ended September 30, 2024.

The District's Governmental Fund

At September 30, 2025, the District's governmental fund reported a fund balance of \$19,536,370, which is an increase of \$555,852 from the prior year.

General Fund Budgetary Highlights

The actual expenditures in the General Fund were \$2,592,765 more than the final budgeted amounts primarily due to higher capital outlay expenditures as compared to the final budgeted amounts. Resources available for appropriation were \$5,061,534 more than the final budgeted amounts primarily due to higher sales tax revenue and proceeds from notes payable as compared to the final budgeted amounts.

Capital Assets and Debt Administration

Capital Assets

At September 30, 2025 and 2024, the District had the following capital assets in operation:

Capital Assets at Year End

	<u>9/30/2025</u>	<u>9/30/2024</u>
Land	\$ 6,273,065	\$ 5,578,305
Construction in progress	10,267,544	11,156,179
Buildings and improvements	12,087,789	5,714,573
Furniture and equipment	1,416,495	1,252,622
Fire trucks and vehicles	<u>4,567,319</u>	<u>4,539,070</u>
Total Capital Assets	34,612,212	28,240,749
Accumulated depreciation	<u>(3,999,172)</u>	<u>(3,399,546)</u>
Total Net Capital Assets	<u>\$ 30,613,040</u>	<u>\$ 24,841,203</u>

More detailed information about the District's capital assets is presented in the *Notes to Basic Financial Statements*.

Debt Administration

At September 30, 2025 and 2024, the District had debt comprised of the following:

Debt at Year End

	<u>9/30/2025</u>	<u>9/30/2024</u>
Notes payable	<u>\$ 21,102,145</u>	<u>\$ 21,263,828</u>

More detailed information about the District's debt is presented in the *Notes to Basic Financial Statements*.

Economic Factors, Next Year's Budgets and Rates

The District's Board of Commissioners considered various factors when setting the fiscal year budget, tax rates, and necessary expenditures to be incurred in the next fiscal year's activities. The District's budgetary growth has mirrored its residential growth and economy. The fiscal year 2026 tax rate is \$0.074495 per \$100 of assessed valuation. The adopted budget for fiscal year 2026 for the District's governmental fund projects a fund balance increase of \$523,534.

Contacting the District's Financial Management

This financial report is designed to provide a general overview of the District's finances and to demonstrate the District's accountability for the funds it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the District at Williamson County Emergency Services District No. 4, 301 Main Street, Liberty Hill, Texas 78642, or by calling 512-515-5165.

Williamson County Emergency Services District No. 4

Statement of Net Position and Governmental Fund Balance Sheet September 30, 2025

	General Fund	Adjustments (Note 2)	Statement of Net Position
Assets:			
Cash and cash equivalents	\$ 10,263,502	-	10,263,502
Restricted cash and cash equivalents	1,124,400	-	1,124,400
Investments	7,567,623	-	7,567,623
Receivables:			
Property taxes	110,028	-	110,028
Sales taxes	1,476,568	-	1,476,568
Capital assets (net of accumulated depreciation):			
Land	-	6,273,065	6,273,065
Construction in progress	-	10,267,544	10,267,544
Buildings and improvements	-	10,825,118	10,825,118
Furniture and equipment	-	648,874	648,874
Fire trucks and vehicles	-	2,598,439	2,598,439
Total assets	<u>\$ 20,542,121</u>	<u>30,613,040</u>	<u>51,155,161</u>
Deferred Outflows of Resources:			
Pension contributions after measurement date	-	605,863	605,863
Deferred outflows related to pension liability	-	1,026,341	1,026,341
Total deferred outflows of resources	-	<u>1,632,204</u>	<u>1,632,204</u>
Liabilities:			
Accounts payable	\$ 456,131	-	456,131
Payroll liabilities payable	439,592	-	439,592
Accrued interest payable	-	483,811	483,811
Long-term liabilities:			
Due within one year	-	1,345,642	1,345,642
Due after one year	-	20,454,863	20,454,863
Total liabilities	895,723	<u>22,284,316</u>	<u>23,180,039</u>
Deferred Inflows of Resources:			
Deferred revenue - property taxes	110,028	(110,028)	-
Deferred inflows related to pension liability	-	4,286	4,286
Total deferred inflows of resources	110,028	<u>(105,742)</u>	<u>4,286</u>
Fund Balance/Net Position:			
Fund balance:			
Restricted for capital projects	1,124,400	(1,124,400)	-
Unassigned	18,411,970	(18,411,970)	-
Total fund balance	<u>19,536,370</u>	<u>(19,536,370)</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 20,542,121</u>		
Net position:			
Net investment in capital assets		10,635,295	10,635,295
Unrestricted		18,967,745	18,967,745
Total net position		<u>\$ 29,603,040</u>	<u>29,603,040</u>

The notes to financial statements are an integral part of this statement.

Williamson County Emergency Services District No. 4

Statement of Activities and Governmental Fund Revenues, Expenditures, and Changes in Fund Balance Year Ended September 30, 2025

	General Fund	Adjustments (Note 2)	Statement of Activities
Expenditures/expenses:			
Operating:			
Personnel	\$ 8,527,099	(224,259)	8,302,840
Professional fees	1,069,252	-	1,069,252
Insurance	231,648	-	231,648
Appraisal district/tax collector fees	233,544	-	233,544
Office expenses	235,300	-	235,300
Fleet maintenance	200,431	-	200,431
Bunker gear	152,793	-	152,793
Travel and training	326,274	-	326,274
Building expenses	80,571	-	80,571
Utilities	81,724	-	81,724
Fire fighting equipment	38,109	-	38,109
Communications	59,340	-	59,340
Emergency medical services	26,720	-	26,720
Fire prevention	15,537	-	15,537
Miscellaneous	132,422	-	132,422
Capital outlay	6,446,464	(6,446,464)	-
Depreciation	-	674,627	674,627
Debt service:			
Principal payments	1,286,083	(1,286,083)	-
Interest payments	1,006,381	3,511	1,009,892
Total expenditures/expenses	20,149,692	(7,278,668)	12,871,024
General revenues:			
Property taxes, including penalties and interest	9,126,496	21,370	9,147,866
Sales taxes	9,297,441	-	9,297,441
Fire code permit fees	202,978	-	202,978
Interest income	628,043	-	628,043
Miscellaneous	326,186	-	326,186
Total general revenues	19,581,144	21,370	19,602,514
Total revenues	19,581,144	21,370	19,602,514
Other financing sources-			
Proceeds from notes payable	1,124,400	(1,124,400)	-
Total other financing sources	1,124,400	(1,124,400)	-
Excess of revenues and other financing sources over expenditures	555,852	(555,852)	-
Change in net position	-	6,731,490	6,731,490
Fund balance/net position:			
Beginning of year	18,980,518	3,891,032	22,871,550
End of year	\$ 19,536,370	10,066,670	29,603,040

The notes to financial statements are an integral part of this statement.

Williamson County Emergency Services District No. 4

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund Year Ended September 30, 2025

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes, including penalties and interest	\$ 9,113,660	9,126,496	12,836
Sales taxes	6,000,000	9,297,441	3,297,441
Fire code permit fees	259,650	202,978	(56,672)
Interest income	250,000	628,043	378,043
Miscellaneous	20,700	326,186	305,486
Total revenues	15,644,010	19,581,144	3,937,134
Expenditures:			
Operating:			
Personnel	8,726,094	8,527,099	198,995
Professional fees	807,850	1,069,252	(261,402)
Insurance	271,200	231,648	39,552
Appraisal district/tax collector fees	59,500	233,544	(174,044)
Office expenses	5,250	235,300	(230,050)
Fleet maintenance	98,600	200,431	(101,831)
Bunker gear	191,500	152,793	38,707
Travel and training	159,125	326,274	(167,149)
Building expenses	80,500	80,571	(71)
Utilities	109,500	81,724	27,776
Fire fighting equipment	43,150	38,109	5,041
Communications	84,400	59,340	25,060
Emergency medical services	40,450	26,720	13,730
Fire prevention	18,000	15,537	2,463
Miscellaneous	191,050	132,422	58,628
Capital outlay	4,378,302	6,446,464	(2,068,162)
Debt service:			
Principal payments	1,286,075	1,286,083	(8)
Interest payments	1,006,381	1,006,381	-
Total expenditures	17,556,927	20,149,692	(2,592,765)
Other financing sources-			
Proceeds from notes payable	-	1,124,400	1,124,400
Total other financing sources	-	1,124,400	1,124,400
Excess (deficiency) of revenues and other financing sources over (under) expenditures	(1,912,917)	555,852	2,468,769
Fund balance:			
Beginning of year	18,980,518	18,980,518	-
End of year	\$ 17,067,601	19,536,370	2,468,769

The notes to financial statements are an integral part of this statement.

Williamson County Emergency Services District No. 4

Notes to Basic Financial Statements Year Ended September 30, 2025

1. Summary of Significant Accounting Policies

Williamson County Emergency Services District No. 4 (the “District”) was created by Article III, Section 48-e of the Constitution of Texas as proposed by Senate Joint Resolution, No. 27 Acts of the 70th Legislature, Regular Session 1987, and adopted by the voters at an election held in May 2000, to protect life and property from fire and to conserve natural and human resources.

The District is empowered, among other things, to purchase, construct, operate, and maintain all works, improvements, facilities, and equipment necessary to service the citizens of its jurisdiction in all matters related to emergency and nonemergency services.

The reporting entity of the District encompasses those activities and functions over which the District’s appointed officials exercise significant oversight or control. The District is governed by a five member Board of Commissioners (the “Board”) which has been appointed by the Williamson County Commissioners’ Court, in accordance with state law. The District is not included in any other governmental “reporting entity” as defined by the Governmental Accounting Standards Board (“GASB”) since Board members have decision making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters. In addition, there are no component units which are included in the District’s reporting entity.

Government-Wide and Fund Financial Statements

For purposes of GASB Statement No. 34, the District is considered a special purpose government. This allows the District to present the required fund and government-wide statements in a single schedule. The requirement for fund financial statements that are prepared on the modified accrual basis of accounting is met with the “General Fund” column. An adjustment column includes those entries needed to convert to the full accrual basis government-wide statements. Government-wide statements are comprised of the statement of net position and the statement of activities.

The government-wide financial statements report information on all of the activities of the District.

The statement of activities demonstrates the degree to which the expenses are offset by program revenues. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by the District. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Sales taxes are recognized as revenues in the year in which the underlying exchange occurred. Amounts reported as program revenues include charges to customers or applicants for goods, services, or privileges provided. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Major revenue sources considered susceptible to accrual include interest income and sales taxes. No accrual for property taxes collected within sixty days of year end has been made as such amounts are deemed immaterial; delinquent property taxes at year end are reported as deferred inflows of resources.

The District reports the following major governmental fund-

The General Fund includes financial resources used for general operations. It is a budgeted fund, and any unassigned fund balance is considered resources available for current operations.

Budgets and Budgetary Accounting

Formal budgetary integration is employed as a management control device for the General Fund. Prior to the beginning of each fiscal year, the District prepares a budget. The operating budget includes proposed expenditures and the means of financing those expenditures and is adopted on the modified accrual basis, which is consistent with generally accepted accounting principles.

Public meetings are conducted at which all interested persons' comments concerning the budget are heard. After such meetings, the Board formally adopts the budget through passage of an ordinance. The District may amend the budget throughout the year, approving such additional expenditures as may be required. All annual appropriations for the General Fund lapse at the fiscal year-end. For the year ended September 30, 2025, expenditures in the General Fund exceeded appropriations by \$2,592,765. The excess expenditures were funded by greater than anticipated revenues and proceeds from notes payable in the General Fund.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity

Cash and Cash Equivalents - The District considers all highly liquid instruments available for current use with an initial maturity of three months or less to be cash equivalents.

Restricted Cash and Cash Equivalents - Restricted cash and cash equivalents as of September 30, 2025 consisted of proceeds received from a note payable agreement that is restricted for capital outlay expenditures of the District.

Investments - Temporary investments throughout the year consisted of investments in certificates of deposit. The District is entitled to invest any and all of its funds in obligations of, or guaranteed by, the United States of America or its agencies, certificates of deposit, and certain public fund investment pools. The District is authorized to invest in obligations of, or guaranteed by, government entities other than the United States of America or one of its agencies or instrumentalities, repurchase agreements, bankers' acceptances, commercial paper, and mutual funds to the extent authorized by Section 2256 of the Government Code ("Public Funds Investment Act") and only upon the Board's adoption of a separate resolution authorizing such investment. The District's investment policies and types of investments are governed by the Health and Safety Code, Chapter 775 Emergency Services Districts, Section 775.043, and the Public Funds Investment Act. The District accrues interest on temporary investments based on the terms and effective interest rates of the specific investments.

Ad Valorem Property Taxes - Allowances for uncollectibles within the General Fund are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of September 30, 2025, the District had no allowance for uncollectible accounts.

Capital Assets - Capital assets, which include land, construction in progress, buildings and improvements, furniture and equipment, and fire trucks and vehicles are reported in the governmental activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of at least \$5,000. Such assets are recorded at historical cost if purchased or estimated acquisition value at the date of donation if donated. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized.

Capital assets (other than land and construction in progress) are depreciated using the straight-line method over the following estimated useful lives:

Asset	Years
Buildings and improvements	15-35
Furniture and equipment	5-15
Fire trucks and vehicles	10-15

Compensated Absences - Accrued paid time off is earned by each full-time employee at an established rate depending on length of employment. The District's policy allows for a maximum carry-over from the previous fiscal year. The full amount of accrued paid time off, subject to the maximum accrual limits, is paid upon discontinuance of employment at the discretion of the District. The change in the compensated absences balance from the prior year is presented on a net basis.

Long-Term Debt - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Issuance costs are reported as an expense in the year the costs are incurred.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

Pensions - The fiduciary net position of the Texas County and District Retirement System (“TCDRS”) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TCDRS’s fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Fund Balance - The District complies with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. See Note 7 for additional information on those fund balance classifications.

Deferred Outflows and Inflows of Resources - The District complies with GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which provides guidance for reporting the financial statement elements of deferred outflows of resources, which represent the consumption of the District’s net position that is applicable to a future reporting period, and deferred inflows of resources, which represent the District’s acquisition of net position applicable to a future reporting period.

The District complies with GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. See Note 8 for additional information on deferred outflows and inflows of resources.

Fair Value Measurements - The District complies with GASB Statement No. 72, *Fair Value Measurement and Application*, which defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction. Fair value accounting requires characterization of the inputs used to measure fair value into a three-level fair value hierarchy as follows:

- Level 1 inputs are based on unadjusted quoted market prices for identical assets or liabilities in an active market the entity has the ability to access.
- Level 2 inputs are observable inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent from the entity.
- Level 3 inputs are unobservable inputs that reflect the entity’s own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available.

There are three general valuation techniques that may be used to measure fair value:

- Market approach - uses prices generated by market transactions involving identical or comparable assets or liabilities.
- Cost approach - uses the amount that currently would be required to replace the service capacity of an asset (replacement cost).
- Income approach - uses valuation techniques to convert future amounts to present amounts based on current market expectations.

Use of Estimates - The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, 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.

Recently Issued Accounting Pronouncement

In May 2024, the GASB issued GASB Statement No. 103, *Financial Reporting Model Improvements*, effective for fiscal years beginning after June 15, 2025. The objective of GASB Statement No. 103 is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing an entity's accountability. GASB Statement No. 103 impacts the following areas: (1) Management's discussion and analysis - information is limited to topics discussed in five sections which include a) overview of the financial statements, b) financial summary, c) detailed analysis, d) significant capital asset and long-term financial activity, and e) currently known facts, decisions, or conditions. Information included in the detailed analysis should explain why balances and results of operations changed; (2) Unusual or infrequent items - these items are limited to transactions that are either unusual in nature or infrequent in occurrence and are displayed as the last presented flow of resources prior to the net change in resource flows; (3) Proprietary funds - the statement of revenues, expenses, and changes in net position is now required to separately report noncapital subsidies and present a subtotal for operating income (loss) and noncapital subsidies before reporting nonoperating revenues and expenses. It also defines what constitutes a subsidy; (4) Major component unit information - each major component unit is required to be presented separately in the statement of net position and statement of activities unless it reduces the readability of the statements; (5) Budgetary comparison information - this is now required to be presented as required supplemental information and also must present variances between original and final budget amounts and variances between final budget and actual amounts. Management is evaluating the effects that the full implementation of GASB Statement No. 103 will have on its financial statements for the year ended September 30, 2026.

2. Reconciliation of Government-Wide and Fund Financial Statements

Amounts reported for governmental activities in the statement of net position are different because:

Governmental fund total fund balance	\$ 19,536,370
Capital assets used in governmental activities are not current financial resources and are therefore not reported in the governmental fund balance sheet-	
Capital assets, net of accumulated depreciation	30,613,040
Deferred tax revenue is not available to pay for current-period expenditures and, therefore, is deferred in the funds.	110,028
The following liabilities and deferred outflows and inflows of resources are not due and payable in the current period and, therefore, are not reported in the funds:	
Notes payable	(21,102,145)
Compensated absences	(137,259)
Accrued interest payable	(483,811)
Net pension liability	(561,101)
Pension contributions after measurement date	605,863
Deferred outflows related to pension liability	1,026,341
Deferred inflows related to pension liability	(4,286)
Total net position	<u>\$ 29,603,040</u>

Amounts reported for governmental activities in the statement of activities are different because:

Excess of revenues and other financing sources over expenditures	\$ 555,852
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense:	
Capital outlay	6,446,464
Depreciation expense	(674,627)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds-	
Change in deferred tax revenue	21,370
Note proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of note principal is an expenditure in the governmental funds, but the repayment reduces the long-term liabilities in the statement of net position:	
Proceeds from notes payable	(1,124,400)
Repayment of note principal	1,286,083
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:	
Change in interest payable	(3,511)
Change in compensated absences	(60,209)
Pension contributions made before measurement date	210,123
Pension contributions made after measurement date	605,863
Adjustments for ending deferred inflows and outflows related to net pension liability	(531,518)
Change in net position	<u>\$ 6,731,490</u>

3. Cash, Cash Equivalents and Investments

The District's deposits are required to be secured in the manner provided by law for the security of the funds. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. As of September 30, 2025, the District's bank deposits were entirely covered by Federal Deposit Insurance Corporation insurance or secured by collateral pledged by the depository.

The Public Funds Investment Act authorizes the District to invest in funds under a written investment policy. The District's deposits and investments are invested pursuant to the investment policy, which is approved annually by the Board. The primary objectives of the District's investment strategy, in order of priority, are safety, liquidity, and yield.

Investments held at September 30, 2025 consisted of the following:

Type	Fair Value	Weighted Average Maturity (Days)	Standard & Poor's Rating
Certificates of Deposit	\$ 7,567,623	238	N/A

Certificates of deposit are valued using level 2 inputs that are based on market data obtained from independent sources. The investments are reported by the District at fair value in accordance with GASB Statement No. 72.

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized agencies are designed to give an indication of credit risk. At September 30, 2025, the District's investments were in certificates of deposit which are subject to custodial credit risk considerations as noted above.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investments in a single issuer. At September 30, 2025, all of the District's investments were with one depository institution.

4. Capital Assets

Capital assets activity for the fiscal year ended September 30, 2025 was as follows:

	Balance September 30, 2024	Additions	Retirements and Transfers	Balance September 30, 2025
Capital assets not being depreciated:				
Land	\$ 5,578,305	694,760	-	6,273,065
Construction in progress	11,156,179	5,484,581	(6,373,216)	10,267,544
Total capital assets not being depreciated	16,734,484	6,179,341	(6,373,216)	16,540,609
Capital assets being depreciated:				
Buildings and improvements	5,714,573	-	6,373,216	12,087,789
Furniture and equipment	1,252,622	189,373	(25,500)	1,416,495
Fire trucks and vehicles	4,539,070	77,750	(49,501)	4,567,319
Total capital assets being depreciated	11,506,265	267,123	6,298,215	18,071,603
Less accumulated depreciation for:				
Buildings and improvements	(1,037,310)	(225,361)	-	(1,262,671)
Furniture and equipment	(705,936)	(87,185)	25,500	(767,621)
Fire trucks and vehicles	(1,656,300)	(362,081)	49,501	(1,968,880)
Total accumulated depreciation	(3,399,546)	(674,627)	75,001	(3,999,172)
Total capital assets being depreciated, net	8,106,719	(407,504)	6,373,216	14,072,431
Capital assets, net	<u>\$ 24,841,203</u>	<u>5,771,837</u>	<u>-</u>	<u>30,613,040</u>

5. Long-Term Liabilities

Long-term liabilities transactions for the year ended September 30, 2025, are summarized as follows:

	Balance September 30, 2024	Additions	Retirements	Balance September 30, 2025	Due Within One Year
Notes payable	\$ 21,263,828	1,124,400	(1,286,083)	21,102,145	1,345,642
Compensated absences	77,050	60,209	-	137,259	-
Net pension liability	579,838	-	(18,737)	561,101	-
Total	<u>\$ 21,920,716</u>	<u>1,184,609</u>	<u>(1,304,820)</u>	<u>21,800,505</u>	<u>1,345,642</u>

Notes payable consisted of the following at September 30, 2025:

Date of Issue	Amounts of Original Issue	Maturity Date	Interest Rate	Outstanding at September 30, 2025	Due Within One Year
November 22, 2016	\$ 477,995	2027	3.41%	\$ 114,507	\$ 54,145
November 22, 2016	172,092	2027	3.53%	41,816	19,401
February 19, 2018	4,500,000	2038	4.35%	3,327,949	195,786
June 21, 2019	300,000	2029	3.70%	133,336	31,541
July 24, 2020	1,175,018	2031	3.20%	504,047	76,582
September 30, 2021	792,777	2031	2.84%	381,162	58,287
December 21, 2021	234,357	2027	2.92%	97,813	48,202
September 28, 2022	883,765	2033	4.65%	583,846	60,636
August 7, 2023	965,134	2033	4.89%	807,108	84,855
August 7, 2023	4,900,000	2043	5.35%	4,606,779	158,478
October 25, 2023	2,754,430	2034	5.19%	2,179,380	186,306
May 10, 2024	5,000,000	2044	5.30%	4,853,534	154,230
September 24, 2024	2,500,000	2044	4.98%	2,346,468	76,974
July 23, 2025	1,526,115	2032	4.50%	1,124,400	140,219
	<u>\$ 26,181,683</u>			<u>\$ 21,102,145</u>	<u>\$1,345,642</u>

The notes payable agreements were entered into by the District to finance the acquisition of land, improvements, and vehicles and are secured by ad valorem taxes, sales taxes, and the underlying capital assets acquired.

Debt service requirements to maturity for the District's notes payable are summarized as follows:

Fiscal Year	Principal	Interest	Total Requirement
2026	\$ 1,345,642	1,062,517	2,408,159
2027	1,415,906	998,875	2,414,781
2028	1,346,155	922,090	2,268,245
2029	1,411,961	866,284	2,278,245
2030	1,444,625	797,146	2,241,771
2031-2035	6,353,161	2,907,743	9,260,904
2036-2040	4,552,313	1,520,987	6,073,300
2041-2044	3,232,382	403,989	3,636,371
Total	<u>\$ 21,102,145</u>	<u>9,479,631</u>	<u>30,581,776</u>

6. Property Taxes

The District is authorized to levy a tax each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located within its boundaries. Assessed values are established annually by the Williamson Central Appraisal District. District property tax revenues are recognized when levied to the extent that they are collected in the current year. The uncollected balance is reported as deferred revenue. Taxes receivable are due January 1 and are delinquent if received after January 31 and are subject to penalty and interest charges.

In August 2024, the District levied a tax rate of \$0.074944 per \$100 of assessed valuation to finance operating expenditures and debt service payments. The total 2024 tax levy was \$9,147,725 based on a taxable valuation of \$12,172,820,192.

7. Fund Balance

The District complies with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Those fund balance classifications are described below.

Nonspendable - Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

Restricted - Amounts that can be spent only for specific purposes because of constraints imposed by external providers, or imposed by constitutional provisions or enabling legislation.

Committed - Amounts that can only be used for specific purposes pursuant to approval by formal action by the Board.

Assigned - For the General Fund, amounts that are appropriated by the Board or Board designee that are to be used for specific purposes. For all other governmental funds, any remaining positive amounts not previously classified as nonspendable, restricted or committed.

Unassigned - Amounts that are available for any purpose; these amounts can be reported only in the District's General Fund.

The detail of the fund balance is included in the Governmental Fund Balance Sheet on page 9.

Fund balance of the District may be committed for a specific purpose by formal action of the Board, the District's highest level of decision-making authority. Commitments may be established, modified, or rescinded only through a resolution approved by the Board. The Board maintains the authority to assign fund balance for a specific purpose.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

8. Defined Benefit Pension Plan

Plan Description

The District provides retirement, disability, and death benefits for all of its non-temporary full-time employees through a nontraditional defined benefit pension plan administered by TCDRS. The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of nearly 890 active participating counties and districts throughout Texas. TCDRS in the aggregate issues an annual comprehensive financial report (“ACFR”) on a calendar year basis. The ACFR is available upon written request from the TCDRS, Finance Division, at Barton Oaks Plaza IV, Suite 500, 901 S. Mopac Expressway, Austin, Texas 78746.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas State statutes governing TCDRS (“TCDRS Act”). Members can retire either at age 60 and above with 5 or more years of service, after 20 years of service, or when service time plus age equals 75 but must leave their accumulated contributions in the plan to receive any employer-finance benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

Benefits Provided

Benefit amounts are determined by the sum of the employee’s contributions to the plan, with interest, and the employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the employer within the actuarial constraints imposed by the TCDRS Act, so that the resulting benefits can be expected to be adequately financed by the employer’s commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee’s accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

Employee membership data related to the Plan, as of the valuation date of December 31, 2024, was as follows:

Retirees and beneficiaries currently receiving benefits	-
Terminated employees entitled to but not yet receiving benefits	8
Active plan members	<u>66</u>
Total	<u><u>74</u></u>

Contributions

The District has elected the annually determined contribution rate (“ADCR”) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The District contributed using the actuarially determined rate of 13.2% for 2025 as adopted by the governing body of the District. The employee contribution rate was 7.00%. The employee contribution rate and the employer contribution rate may be changed by the governing body of the District within the options available in the TCDRS Act. The required contribution and actual contributions for the year ended September 30, 2025 equaled \$815,986.

Net Pension Liability

Actuarial Assumptions

The District's net pension liability was measured as of December 31, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation Timing	Actuarially determined contribution rates are calculated on a calendar basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported
Actuarial Cost Method	Entry Age (level of percentage of pay)
Amortization method	Level percentage of payroll, closed
Amortization period	17.6 years
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation
Investment Rate of Return	7.50%
Cost-of-Living Adjustments	Cost-of-Living Adjustments for the District are not considered to be automatic under GASB 68. Therefore, no assumption for future cost-of-living adjustments is included in the GASB 68 calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.
Retirement Age	Between ages 40 and 74 with various rates of service retirement by gender: low of 5.3% for age 40-49 to high of 27.5% for age 65-66 for males and females.
Turnover	New employees are assumed to replace any terminated members and have similar entry ages.
Mortality:	
Depositing members	135% of Pub-2010 General Employees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Service retirees, beneficiaries and non-depositing members	135% of Pub-2010 General Retirees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Disabled retirees	160% of Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

The actuarial assumptions that determined the total pension liability as of December 31, 2024 were based on the results of an actuarial experience study for the period January 1, 2017 through December 31, 2020, except where required to be different by GASB 68.

Long-Term Expected Rate of Return

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on January 2025 information for a 10-year time horizon.

Note that the valuation assumption for long-term expected return is reassessed in detail at a minimum of every four years and is set based on a long-term horizon; the most recent analysis was performed in March 2021.

Asset Class	Benchmark	Target Allocation (a)	Geometric Real Rate of Return (Expected minus Inflation) (b)
U.S. Equities	Dow Jones U.S. Total Stock Market Index	13.00%	5.35%
Global Equities	MSCI World (net) Index	4.00%	5.15%
International Equities - Developed Markets	MSCI World Ex USA (net) Index	6.00%	4.75%
International Equities - Emerging Markets	MSCI Emerging Markets (net) Index	0.00%	4.75%
Investment-Grade Bonds	Bloomberg U.S. Aggregate Bond Index	3.00%	2.55%
Strategic Credit	FTSE High-Yield Cash-Pay Index	9.00%	3.70%
Direct Lending	Morningstar LSTA U.S. Leveraged Loan TR USD Index	16.00%	6.85%
Distressed Debt	Cambridge Associates Distressed Securities Index (c)	4.00%	6.80%
REIT Equities	67% FTSE NAREIT All Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	3.95%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	4.95%
Commodities	Bloomberg Commodities Index	2.00%	1.00%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index (d)	6.00%	5.75%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index (e)	25.00%	8.15%
Hedge Funds	HFR, Inc. Fund of Funds Composite Index	6.00%	3.60%
Cash Equivalents	90-Day U.S. Treasury	2.00%	1.10%

- a) Target asset allocation adopted at the March 2025 TCDRS Board meeting.
- b) Geometric real rates of return equal the expected return minus the assumed inflation rate of 2.35%, per Cliffwater's 2025 capital market assumptions.
- c) Includes vintage years 2005-present of Quarter Pooled Horizon internal rates of return.
- d) Includes vintage years 2007-present of Quarter Pooled Horizon internal rates of return.
- e) Includes vintage years 2006-present of Quarter Pooled Horizon internal rates of return.

Discount Rate

The discount rate used to measure the total pension liability was 7.60%. This rate reflects the long-term rate of return funding valuation assumption of 7.50%, plus 0.10% adjustment to be gross of administrative expenses as required by GASB 68. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active, inactive, and retired members. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return, and the municipal bond rate does not apply.

Changes in Net Pension Liability

Changes in the District's net pension liability for the valuation year ended December 31, 2024 are as follows:

	Total Pension Liability	Increase (Decrease) Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) - (b)
Balance as of December 31, 2023	\$ 4,596,915	\$ 4,017,077	\$ 579,838
Changes for the year:			
Service cost	766,701	-	766,701
Interest on total pension liability (1)	407,276	-	407,276
Effect of plan changes (2)	-	-	-
Effect of economic/demographic gains or losses	351,873	-	351,873
Effect of assumptions changes or inputs	-	-	-
Refund of contributions	(9,622)	(9,622)	-
Benefit payments	-	-	-
Administrative expenses	-	(3,022)	3,022
Member contributions	-	362,553	(362,553)
Net investment income	-	431,665	(431,665)
Employer contributions	-	694,551	(694,551)
Other (3)	-	58,840	(58,840)
Balance as of December 31, 2024	<u>\$ 6,113,143</u>	<u>\$ 5,552,042</u>	<u>\$ 561,101</u>

- (1) Reflects the change in the liability due to the time value of money.
TCDRS does not charge fees or interest.
- (2) No plan changes valued.
- (3) Relates to allocation of system-wide items.

Sensitivity Analysis

The following presents the net pension liability (asset) of the District, calculated using the discount rate of 7.60%, as well as what the District's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.60%) or 1 percentage point higher (8.60%) than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
	6.60%	7.60%	8.60%
Total pension liability	\$ 7,467,190	\$ 6,113,143	\$ 5,027,951
Fiduciary net position	5,552,042	5,552,042	5,552,042
Net pension liability / (asset)	<u>\$ 1,915,148</u>	<u>\$ 561,101</u>	<u>\$ (524,091)</u>

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources

For the year ended September 30, 2025, the District recognized pension expense of \$531,517. As of September 30, 2025, the deferred outflows and inflows of resources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 922,094	\$ -
Changes of assumptions	104,247	785
Net difference between projected and actual earnings	-	3,501
Contributions made subsequent to measurement date	605,863	-
Total	<u>\$ 1,632,204</u>	<u>\$ 4,286</u>

The \$605,863 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2026. The remaining amounts currently reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

	Pension Expense Amount
Year ended September 30:	
2026	\$ 123,213
2027	171,228
2028	93,607
2029	107,798
2030	124,830
Thereafter	401,379
	<u>\$ 1,022,055</u>

9. Risk Management

The District is exposed to various risks of losses including property, casualty, automobile, comprehensive liability and workers' compensation. The District purchases its insurance from regular commercial companies. As of September 30, 2025, no claims or losses have been incurred that were not covered by insurance. There is no liability due to any claim or suit having been filed within the last three years.

10. Commitments and Contingencies

In April 2023, the District entered into a 10-year interlocal agreement with Williamson County for establishing housing of Williamson County Emergency Medical Services personnel in the Liberty Hill Fire Station. The County paid the District \$300,000 toward construction costs of an ambulance bay and will provide any necessary improvements to the space to prepare as move-in ready. Based on the terms of the agreement, if Williamson County elects to terminate the agreement for convenience, no reimbursement of the \$300,000 payment will be made to Williamson County. If after five years from the date of occupancy of the station by Williamson County the District elects to terminate the agreement for convenience before the end of the initial 10-year term, the District would be required to return a pro-rata portion of the initial payment received based on the terms of the agreement. After the end of the initial 10-year term, the agreement will renew automatically for successive terms of one year.

Required Supplementary Information

Williamson County Emergency Services District No. 4

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios September 30, 2025

	Year Ended December 31, 2024*	Year Ended December 31, 2023*	Year Ended December 31, 2022*	Year Ended December 31, 2021*	Year Ended December 31, 2020*	Year Ended December 31, 2019*
Total Pension Liability						
Service cost	\$ 766,701	\$ 560,983	\$ 494,452	\$ 474,757	\$ 339,888	\$ 263,526
Interest on total pension liability	407,276	297,266	221,332	165,345	99,097	61,311
Effect of plan changes	-	-	-	-	169,069	-
Effect of assumption changes or inputs	-	-	-	26,812	161,629	-
Effect on economic/demographic (gains) or losses	351,873	388,258	216,812	55,517	52,874	65,303
Benefit payments/refunds of contributions	(9,622)	-	-	(10,710)	-	-
Net change in total pension liability	1,516,228	1,246,507	932,596	711,721	822,557	390,140
Total pension liability, beginning	4,596,915	3,350,408	2,417,812	1,706,091	883,534	493,394
Total pension liability, ending (a)	\$ 6,113,143	\$ 4,596,915	\$ 3,350,408	\$ 2,417,812	\$ 1,706,091	\$ 883,534
Fiduciary Net Position						
Employer contributions	\$ 694,551	\$ 546,579	\$ 415,582	\$ 298,520	\$ 223,092	\$ 183,311
Member contributions	362,553	294,085	223,260	196,764	185,564	152,170
Investment income net of investment expenses	431,665	317,948	(187,915)	366,010	93,731	77,685
Benefit payments/refunds of contributions	(9,622)	-	-	(10,710)	-	-
Administrative expenses	(3,022)	(2,098)	(1,652)	(1,231)	(1,034)	(685)
Other	58,840	43,216	91,846	14,117	12,182	11,611
Net change in fiduciary net position	1,534,965	1,199,730	541,121	863,470	513,535	424,092
Fiduciary net position, beginning	4,017,077	2,817,347	2,276,226	1,412,756	899,221	475,129
Fiduciary net position, ending (b)	\$ 5,552,042	\$ 4,017,077	\$ 2,817,347	\$ 2,276,226	\$ 1,412,756	\$ 899,221
Net pension liability / (asset), ending = (a) - (b)	\$ 561,101	\$ 579,838	\$ 533,061	\$ 141,586	\$ 293,335	\$ (15,687)
Fiduciary net position as a % of total pension liability	90.82%	87.39%	84.09%	94.14%	82.81%	101.78%
Pensionable covered payroll	\$ 5,179,330	\$ 4,201,220	\$ 3,189,428	\$ 2,810,921	\$ 2,650,918	\$ 2,173,862
Net pension liability as a % of covered payroll	10.83%	13.80%	16.71%	5.04%	11.07%	-0.72%

* Schedule is intended to show information for 10 years.

Additional years will be displayed as they become available.

Williamson County Emergency Services District No. 4

Schedule of District Contributions September 30, 2025

Year Ending September 30 **	Actuarially Determined Contribution	Actual Employer Contributions	Contribution Deficiency (Excess)	Pensionable Covered Payroll *	Contribution as a % of Covered Payroll
2020	\$ 384,591	\$ 384,591	\$ -	\$ 3,621,384	10.6%
2021	294,313	294,313	-	2,258,734	13.0%
2022	368,633	368,633	-	2,833,459	13.0%
2023	504,846	504,846	-	3,880,446	13.0%
2024	648,351	648,351	-	4,872,415	13.3%
2025	815,986	815,986	-	6,156,784	13.3%

* Payroll is calculated based on contributions as reported to TCDRS.

** Schedule is intended to show information for 10 years.
Additional years will be displayed as they become available.

Williamson County Emergency Services District No. 4

Notes to Required Supplementary Information Year Ended September 30, 2025

1. Methods and Assumptions Used in Calculations of Actuarially Determined Contributions

The following methods and assumptions were used to determine the contribution rates:

Valuation Timing	Actuarially determined contribution rates are calculated on a calendar basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported
Actuarial Cost Method	Entry Age (level of percentage of pay)
Amortization method	Level percentage of payroll, closed
Amortization period	17.6 years
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation
Investment Rate of Return	7.50%
Cost-of-Living Adjustments	Cost-of-Living Adjustments for the District are not considered to be automatic under GASB 68. Therefore, no assumption for future cost-of-living adjustments is included in the GASB 68 calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.
Retirement Age	Between ages 40 and 74 with various rates of service retirement by gender: low of 5.3% for age 40-49 to high of 27.5% for age 65-66 for males and females
Turnover	New employees are assumed to replace any terminated members and have similar entry ages.
Mortality:	
Depositing members	135% of Pub-2010 General Employees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Service retirees, beneficiaries and non-depositing members	135% of Pub-2010 General Retirees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Disabled retirees	160% of Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

2. Change in Assumptions

The following was a change to the actuarial assumptions or other inputs that affected measurement of the total pension liability since the prior measurement period-

- Amortization period decreased from 18.0 years to 17.6 years

**Williamson County
Emergency Services District #5
Financial Statements
September 30, 2025**

Williamson County Emergency Services District #5
For the Year Ending September 30, 2025

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MEDACK & OLTMANN, LLP

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Williamson County Emergency Services District No. 5

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of the Williamson County Emergency Services District No. 5 as of and for the year ended September 30, 2025, 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 each major fund of Williamson County Emergency Services District No. 5, as of September 30, 2025, and the respective changes in financial position thereof 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 Williamson County Emergency Services District No. 5, 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 Williamson County Emergency Services District No. 5'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 Williamson County Emergency Services District No. 5'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, budgetary comparison information, schedule of changes in net pension liability and related ratios, and schedule of employer contributions on pages 3-7 and 29-33 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.

Medack + Oltmann, LLP

Medack & Oltmann, LLP
Giddings, Texas
January 19, 2026



Williamson County Emergency Services District No. 5

P.O. Box 88 Jarrell, Texas 76537

"Serving Northern Williamson County, Texas"

This is the discussion and analysis of the Williamson County Emergency Services District No. 5 (the District) for fiscal year ending September 30, 2025. We encourage readers to consider it in conjunction with the additional information presented in the accompanying basic financial statement and the notes to the financial statements.

Financial Highlights

- The net position of the District increased by \$1,034,981 as a result of the current year's operations.
- As of year-end, the District's governmental fund reported an ending fund balance of \$4,028,978, an increase of \$775,101.

Using This Annual Report

This annual report consists of a series of financial statements. GASB Statement No. 34 provides that for governments engaged in a single governmental program, the fund financial statements and the government-wide statements may be combined. The District presents the governmental funds in the first two columns and a total in the third column. The next column is an adjustments column, reconciling the amounts reported in the governmental funds to show how each would change when reported on the full-accrual basis of accounting. The last column of these combination statements shows the amounts that normally would appear in the government-wide statements. For governmental activities, this last column tells how these services were financed in the short term as well as what remains for future spending. Fund financial statements report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds.

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities present information about the District as a whole. These statements (as reported in the last column of each of the statements) include all of the District's assets and liabilities, utilizing the accrual basis of accounting which is similar to the accounting used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two columns report the District's net position and changes in them. The difference between assets and liabilities, net position, are one way to measure the District's financial health. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. However, other non-financial factors such as changes in the District's property tax base must also be considered in an assessment of the overall financial health of the District.

The statement of activities presents information showing how the District's net position changed during the most recent twelve-month period. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

Reporting the District's Funds

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, like other state and local governments, uses

fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District may establish other funds to help in control and manage money for particular purposes or to show that it is meeting its legal responsibilities for using certain taxes, grants, and other money. These funds are reported using an accounting method called the Modified Accrual accounting which measures cash and all other financial assets that can be readily converted to cash.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare that information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements.

The ESD maintains only one governmental fund – the General Fund. Information is presented in the Balance Sheets and in the Revenues, Expenditures, and Changes in Fund Balances.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The District as a Whole

Governmental activities increased the Department's net position by \$1,034,981. Our analysis below focuses on the net position (Table 1) and the changes in net position (Table 2) of the Department's governmental activities:

**Table 1
Governmental Activities
Net Position**

	9/30/2025	9/30/2024
Assets:		
Current Assets	4,192,697	3,433,943
Capital Assets	5,970,923	5,455,446
Total Assets	<u>10,163,620</u>	<u>8,889,389</u>
 Deferred Outflows of Resources	 600,958	 495,687
Liabilities		
Current Liabilities	582,468	555,425
Long Term Liabilities	5,266,119	4,946,517
Total Liabilities	<u>5,848,587</u>	<u>5,501,942</u>
 Deferred Inflows of Resources	 9,962	 12,086
Net Position:		
Net Investment in Capital Assets	642,921	426,377
Unrestricted	4,263,108	3,444,671
Restricted	-	-
Total Net Position	<u>4,906,029</u>	<u>3,871,048</u>

Table 2
Changes in Net Position

	9/30/2025	9/30/2024
Revenues:		
Operating Grants and Contributions	\$ 10,407	\$ 7,020
Property Taxes	3,015,499	2,687,669
Sales Taxes	2,635,593	2,084,258
Interlocal Agreement	12,481	35,811
Fire Recovery	13,999	26,494
Interest Income	64,012	47,366
Plan Review & Inspections	40,982	39,676
Miscellaneous	17,976	143
Total Revenues	\$ 5,810,949	\$ 4,928,437
Expenses:		
General Government	\$ 4,787,762	\$ 4,097,566
Total Expenses	\$ 4,787,762	\$ 4,097,566
 Gain from Sale of Assets	 \$ 11,793	 \$ -
Change in Net Position:		
Increase (decrease) in Net Position	\$ 1,034,981	\$ 830,870
Net Position – Beginning	3,871,048	3,040,178
Net Position – Ending	\$ 4,906,029	\$ 3,871,048

Financial Analysis of the Government's Funds

As noted earlier, the Department uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. For the year ending September 30, 2025, the District's total fund balance was \$4,028,978 which reflects an increase of \$775,101.

Of all Department funds, 51.70% come from Ad Valorem taxes and 45.31% come from Sales Tax. The remaining revenues come from sources such as grants and contributions.

Budgetary Highlights

The Department's annual budget includes estimated revenues and expenditures. The annual budget is a line-item document that allows the Board of Commissioners a high degree of control over Department expenditures. Estimates of taxable value for the forthcoming year are provided by the Williamson County Tax Appraiser's Office. That estimate, combined with an estimate of historical tax collection rates for the Department is used with the proposed tax rate to estimate Ad Valorem Revenue. The District Commissioners amended the budget during the year ended September 30, 2025. Changes are reflected in the final/amended columns of the budget to actual report found on page 29.

Capital Asset and Debt Administration

Capital Assets:

At the end of the fiscal year September 30, 2025, capital assets are as follows:

Table 3
Capital Assets at Year-End

	9/30/2025	9/30/2024
Land	\$1,257,232	\$ 1,257,232
Construction-in-Progress	-	67,226
Vehicles	2,919,188	2,055,951
Machinery & Equipment	583,633	538,485
Buildings	3,640,989	3,575,897
Total capital assets	\$8,401,042	\$ 7,494,791

Depreciation expense charged to the general fund was \$424,043. More detailed information about the District's Capital Assets is presented in Note 3 of the financial statements.

Debt:

As of September 30, 2025, and 2024, the District was obligated on the following debt:

Table 4
Debt at Year-End

	9/30/2025	9/30/2024
Notes Payable	\$5,328,002	\$ 5,029,069
Pension Liability	167,209	177,209
Compensated Absences	223,962	156,566
Total	5,719,173	5,362,844

The District incurred interest expense of \$200,816 for the year ending September 30, 2025. More detailed information about the District's notes payable is presented in the *Notes to Basic Financial Statements*.

Currently Known Facts, Decisions, or Conditions

The district's ad-valorem tax revenue continues to increase as the district experiences a rapid growth in residential and commercial properties. These revenues are supplemented by the addition of funds derived from the allocation of 2% sales tax in areas within our district, but that lies outside of the limits of The City of Jarrell and a shared 1% each with The City of Jarrell for those areas which lie outside of the City of Jarrell but were later annexed. This is an agreement entered into between The City of Jarrell and Williamson Co. ESD #5 in the past that has an expiration date at which time the two entities will reconvene to discuss continuation or termination of that agreement.

The district has developed a policy for the allocation of part of the sales tax funds received each month towards items such as monthly building payments and purchases such as additional fire apparatus, radios, and command vehicles. Additionally, WILCO ESD #5 directs a monthly allocation of \$20,000 into reserve funds that are set to be maintained at no less than 3 months of full operating expense.

Currently, the monthly operating expenses average \$300,000 per month. Reserve fund is currently \$1,853,999 between three CD's (\$482,294 @ 4.11% and \$564,402 @ 4.35% and \$527,198 @ 4.59%) plus a Money Market Fund (\$280,105 @ .55%) representing a reserve of 6 months across these four

accounts which helps prepare for the expected rising costs from growth. Additionally, the current operating account balance is \$3,411,560, for a total net liquid value for Williamson Co. ESD 5 of \$5,265,559

The district began receiving revenues from the sales tax in April of 2017 and received an average monthly accrual of \$217,581.99 for the fiscal year beginning October 1, 2024, and ending September 30, 2025, or \$2,610,983.83 for the year. The number of requests for service continues to increase yearly along with the population growth from 530 in 2015 to 1999 in 2024. This represents an increase of 377% in 10 Years

In cooperation with the City of Jarrell, TX an agreement was reached between the city and the district regarding the collection of sales tax in areas of the ESD in which the City of Jarrell annexes in the future. The district will retain the sales tax collected from any existing business that lies within a newly annexed area of the city. The district and the city will equally divide the 2% sales tax revenue collected from businesses that are established following the annexation by the city.

The district added the following debt in 2025.

- 2016 Pierce Pumper adding \$122,552.88 per year to the debt

WCESD5 is scheduled to pay off \$71,337 in debt in fiscal year 2025/2026 with no scheduled pay off until 2031.

The district has no concrete plans to take on any new debt in 2025/2026. There is discussion and planning to construct a new firehouse #3, but the plans could extend out to 2026/2027 budget or even further.

The staffing plan is to expand by 9-12 over the next 3 years. To accomplish this, we intend to apply for a SAFER grant, the open application period for that is forthcoming for this fiscal year. If SAFER is not awarded, we intend to hire 3 more firefighters in the 2025/2026 budget and promote 3 officers and 3 drivers in order to fill out a partial opening of firehouse #3 before it is fully constructed and reside within the existing barn dominium that presently sits on the property.

Employee benefits were improved in this budget in the form of a 4% across-the-board raise (COLA) for all employees. This COLA is in addition to their annual scheduled 4% step raise laid out in the pay scale plan and will take effect on January 29th of 2026.

WCESD5 increased some employees' benefits including improved longevity pay from \$5 per pay period per year of service (\$130) to \$6 per pay period per year of service (\$156).

The district expects continued growth via projected housing plans of up to 12-25K new living unit equivalents in the next 5 years along with commercial/industrial business known to be coming to the area. A Wal-Mart has been projected to open in 202, potentially adding significantly to monthly sales tax revenue.

Some projections predict an increase in population of as much as 100,000 over the next 8-10 years.

Contacting the District's Financial Management

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

Williamson County Emergency Services District #5
P.O. Box 88
Jarrell, Texas 76537

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 5
GOVERNMENTAL FUND BALANCE SHEET AND
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

	General Fund	Adjustments (Note 8)	Statement of Net Position
ASSETS			
Cash	\$ 3,609,082	\$ -	\$ 3,609,082
Taxes Receivable - Property Taxes	42,784	-	42,784
Taxes Receivable - Sales Taxes	422,652	-	422,652
Receivables - Other	118,179	-	118,179
Capital Assets (net of accumulated depreciation)	-	5,970,923	5,970,923
TOTAL ASSETS	<u>\$ 4,192,697</u>	<u>\$ 5,970,923</u>	<u>\$ 10,163,620</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Pension Amounts		\$ 600,958	\$ 600,958
TOTAL DEFERRED OUTFLOWS OF RESOURCES		<u>\$ 600,958</u>	<u>\$ 600,958</u>
LIABILITIES			
Accounts Payable	\$ 9,492	\$ -	\$ 9,492
Accrued Interest Payable	-	8,479	8,479
Accrued Payroll	111,443	-	111,443
Long Term Liabilities - Due within one year	-	453,054	453,054
Long Term Liabilities - Due after one year	-	5,266,119	5,266,119
TOTAL LIABILITIES	<u>\$ 120,935</u>	<u>\$ 5,727,652</u>	<u>\$ 5,848,587</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	\$ 42,784	\$ (42,784)	\$ -
Deferred Pension Amounts	-	9,962	9,962
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>\$ 42,784</u>	<u>\$ (32,822)</u>	<u>\$ 9,962</u>
FUND BALANCES/NET POSITION			
Fund balances:			
Non-Spendable	-	-	-
Spendable	-	-	-
Unassigned	4,028,978	(4,028,978)	-
Total fund balances	<u>4,028,978</u>	<u>(4,028,978)</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 4,192,697</u>	<u>\$ -</u>	
Net Position:			
Net Investment in Capital Assets		642,921	642,921
Unrestricted		4,263,108	4,263,108
Restricted		-	-
Total Net Position		<u>\$ 4,906,029</u>	<u>\$ 4,906,029</u>

See Accompanying Notes to the Financial Statements

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 5
GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES AND STATEMENT OF ACTIVITIES
FOR THE YEAR ENDING SEPTEMBER 30, 2025

	General Fund	Adjustments (Note 8)	Statement of Activities
EXPENDITURES/EXPENSES			
Personnel Expense	\$ 3,445,397	\$ (49,999)	\$ 3,395,398
Fleet Expense	87,947	-	87,947
Repairs & Maintenance	98,707	-	98,707
Emergency Equipment/Supplies	23,755	-	23,755
Professional Fees	80,922	-	80,922
Office Expenses/Postage	7,226	-	7,226
Information Technology	84,543	-	84,543
Insurance	124,557	-	124,557
Appraisal District & Tax Collector Fees	24,956	-	24,956
Utilities	41,379	-	41,379
Communications	14,422	-	14,422
Miscellaneous	16,813	-	16,813
Personal Protective Equipment	90,094	-	90,094
Professional Development	31,832	-	31,832
Uniforms	40,352	-	40,352
Capital Outlay	1,027,227	(1,027,227)	-
Depreciation	-	424,043	424,043
Debt Service:			
Principal	431,068	(431,068)	-
Interest	200,033	783	200,816
Total Expenditures/Expenses	<u>\$ 5,871,230</u>	<u>\$ (1,083,468)</u>	<u>\$ 4,787,762</u>
PROGRAM REVENUES			
Interlocal Agreements	\$ 12,481	\$ -	\$ 12,481
Plan Review & Inspections	40,982	-	40,982
Fire Recovery	13,999	-	13,999
Grants/Contributions	10,407	-	10,407
Total Program Revenues	<u>\$ 77,869</u>	<u>\$ -</u>	<u>\$ 77,869</u>
Net Program Expense			4,709,893
GENERAL REVENUES			
Ad valorem taxes	\$ 3,007,235	\$ (5,881)	\$ 3,001,354
Penalties and interest	14,145	-	14,145
Sales taxes	2,635,593	-	2,635,593
Interest Income	64,012	-	64,012
Miscellaneous	17,976	-	17,976
Total General Revenues	<u>\$ 5,738,961</u>	<u>\$ (5,881)</u>	<u>\$ 5,733,080</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ (54,399)	\$ 54,399	\$ -
OTHER FINANCING SOURCES/(USES):			
Financing Proceeds	\$ 730,000	\$ (730,000)	\$ -
Gain/(Loss) on disposal of assets	-	11,793	11,793
Proceeds from Sale of Asset	99,500	(99,500)	-
Total Other Financing Sources/(Uses):	<u>829,500</u>	<u>(817,707)</u>	<u>11,793</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures	\$ 775,101	\$ (763,308)	
Change in Net Position		\$ 1,034,981	\$ 1,034,981
Fund Balance/Net Position			
Beginning of the year	<u>3,253,877</u>	<u>617,171</u>	<u>3,871,048</u>
End of the year	<u>\$ 4,028,978</u>	<u>\$ 877,051</u>	<u>\$ 4,906,029</u>

See Accompanying Notes to the Financial Statements

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements for the District have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. More significant of these accounting policies are described below.

FINANCIAL REPORTING ENTITY

Williamson County Emergency Services District #5 (hereafter referred to as the District) was formed in November 2001. With few exceptions, all powers of the District are vested in a board of commissioners (the Board), which adopts budgets and determines policies. The District receives its revenues from the Williamson County Tax Office, which collects property taxes from the county's property-owners.

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic - but not the only - criterion for including a potential component unit with the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, no potential component units appear to exist.

BASIS OF PRESENTATION

Basic Financial Statements

GASB sets forth minimum criteria for the determination of major funds based on a percentage of the assets, liabilities, revenues or expenditures/expenses or either fund category or governmental and enterprise combined. Due to the fund structure of the District, all funds have been classified as major funds. As a part of this Statement, there is a reporting requirement regarding the local government's infrastructure (road, bridges, etc.) The District does not own any infrastructure assets and therefore is unaffected by this requirement.

The basic financial statements include both government-wide (based on the District as a whole) and fund financial statements. The reporting model focus is on either the District as a whole or major individual funds (within the fund financial statements). In the government-wide Statement of Net Position, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reflected on a full accrual, economic resources basis, which incorporates long-term assets and receivables as well as long-term debt and obligations. The District does not have any business-type activities or fiduciary activities.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

The government-wide Statement of Activities reflects both the gross and net cost per functional category which are otherwise being supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided and 2) operating grants and contributions.

The net cost by function is normally covered by general revenues (intergovernmental revenues, interest income, etc). The District does not currently employ indirect cost allocation systems.

The government-wide focus is more on the sustainability of the District as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The governmental fund statements are presented on a current financial resource and modified accrual basis of accounting. This presentation is deemed appropriate to (a) demonstrate legal compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the District's actual experience conforms to the budget or fiscal plan.

GASB provides that for governments engaged in a single governmental program, the fund financial statements and the government-wide statements may be combined. The District presents the governmental fund in the first column. The next column is an adjustments column, reconciling the amounts reported in the governmental funds to show how each would change when reported on the full-accrual basis of accounting. The last column of these combination statements shows the amounts that normally would appear in the government-wide statements.

Fund Accounting

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditure/expenses. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

The District reports the following major governmental fund – the focus of Governmental Fund measurement (in the Fund Financial Statements) is based upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income.

General Fund

The General Fund is the primary operating fund of the District. The General Fund includes financial resources used for general operations. It is a budgeted fund, and any unassigned fund balance is considered resources available for current operations.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are presented on an accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers all revenues as available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred.

In applying the "susceptible to accrual" concept to intergovernmental revenues pursuant to GASB Statement #33, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenues when the applicable eligibility requirements including time requirements, are met. Resources transmitted before the eligibility requirements are met, under most circumstances, should be reported as advances by the provider and deferred revenue by the recipient.

BUDGETS

The District follows these procedures in establishing the budget reflected in the financial statements:

1. Prior to the beginning of each fiscal year, the District prepares a budget. The operating budget includes proposed expenditures and the means of financing those expenditures and is prepared in accordance with the basis of accounting utilized by that fund.
2. Public meetings are conducted at which all interested persons' comments concerning the budget are heard. After such meetings, the Board of Commissioners formally adopts the budget through passage of a motion in a public meeting.
3. The District amends the budget throughout the year approving such additional expenses. The amended budget is used in presenting the Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual.
4. All annual appropriations lapse at fiscal year-end.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

The District adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which provides guidance for reporting the financial statement elements of deferred outflows of resources, which represent the consumption of the District's net position that is applicable to a future reporting period, and deferred inflows of resources, which represent the District's acquisition of net position applicable to a future reporting period.

The District adopted GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

CASH AND CASH EQUIVALENTS

The District's cash and cash equivalents are considered to be cash on hand and demand deposits.

AD VALOREM PROPERTY TAXES

Delinquent taxes are prorated based on rates adopted for the year of the levy. Allowances for uncollectibles within the General Fund are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. There were no allowance for uncollectible property taxes as of September 30, 2025.

PREPAID ITEMS

Certain prepayments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

CAPITAL ASSETS

The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements.

Government-wide Statements

In the government-wide financial statements, fixed assets are accounted for as capital assets. Property, plant, and equipment purchased or acquired is carried at historical cost or estimated historical cost. Contributed assets are recorded at the fair market value as of the date received.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation expense is allocated over the assets' estimated useful lives using the straight-line method of depreciation.

The District currently maintains a policy of capitalizing all items that meet or exceed \$5,000, individually. All items that meet this policy are capitalized. Those items that do not meet the capitalization requirements are expenses accordingly.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

The range of estimated useful lives by type of assets is as follows:

Buildings	40 years
Fire Trucks	10 years
Vehicles	10 years
Equipment	5 years

The District does not own any infrastructure assets, or any leases required to be reported under GASB 87.

Fund Financial Statements

In the fund financial statements, capital assets are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

LONG-TERM DEBT

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt consists of capital leases and notes payable.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures.

EQUITY CLASSIFICATIONS

Government-Wide Statements

Equity is classified as net position and displayed in three components.

- A. Net Investment in capital assets – 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.
- B. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- C. Unrestricted net position – All other net position that do not meet the definition of “restricted” or “Net Investment in capital assets.”

When both restricted and unrestricted resources are available for use, it is the District’s policy to use restricted resources first, then unrestricted resources as they are needed.

The District currently does not carry any restricted position.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as non-spendable or spendable with spendable being further classified into restricted, committed, assigned or unassigned.

COMPENSATED ABSENCES

The District's policies regarding sick and vacation time permit employees to accumulate earned but unused sick and vacation leave. The liability for these compensated absences is recorded as long-term debt in the government-wide statements. As of September 30, 2025, \$223,962 was accrued as a payable for paid leave.

PENSIONS

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Pension Plan and additions to/deductions from the Pension Plan's fiduciary net position have been determined on the same basis as they are reported by Texas County & District Retirement System (TCDRS). For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

ELIMINATIONS

Payments made to vendors for services that will benefit periods beyond the fiscal year-end are recorded as prepaid items on the purchase method. Prepaid items are recorded as expenditures when purchased rather than when consumed. Prepaid items are equally offset by a fund balance which indicates that they do not constitute "available spendable resources" even though they are a component of net current position.

RISK MANAGEMENT

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases its insurance from regular commercial companies. As of September 30, 2025, no claims or losses have been incurred that were not covered by insurance. There is no liability due to any claim or suit having ever been filed.

USE OF ESTIMATES

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities as of the date of the financial statements and the reported amounts of income and expenses during the period. Operating results in the future could vary from the amounts derived from management's estimates.

DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

RECENTLY ADOPTED ACCOUNTING PRONOUNCEMENTS

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*, effective for fiscal years beginning after December 15, 2023. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Management is evaluating the effects that the full implementation of GASB Statement No. 101 will have on its financial statements for the year ended September 30, 2025.

NOTE 2: CASH

Deposits for the District are being held at Eagle Bank. As of year-end, the District's deposits exceed FDIC coverage by \$3,359,082. However, securities were pledged to cover this excess (Category 2) with a market value of \$4,749,652. As of September 30, 2025, the carrying amount of the District's deposits was \$3,609,082 and the bank balance was \$3,601,144. The District's only investments consists of certificates of deposits.

The collateral pledged is represented by specific identifiable investment securities and classified as to credit risk by the three categories described below:

- Category 1- Insured by FDIC or collateralized with securities held by the District or by its agent in the District's name.
- Category 2- Uninsured but collateralized with securities held by the pledging institution's trust department or agent in the District's name.
- Category 3- Uncollateralized.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 3: CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2025, was as follows:

	Balance 9/30/2024	Additions/ Completions	Retirements/ Adjustments	Balance 9/30/2025
<u>Non-Depreciable Assets</u>				
Land	1,257,232		-	1,257,232
Construction in Progress	67,226	-	(67,226)	-
Total Non-Depreciable Assets	1,324,458	-	(67,226)	1,257,232
<u>Depreciable Assets</u>				
Vehicles	2,055,951	984,213	(120,975)	2,919,188
Equipment	538,485	45,148	-	583,633
Building	3,575,897	87,852	(22,760)	3,640,989
Total Depreciable Assets	6,170,333	1,117,213	(143,735)	7,143,811
Total Assets	7,494,791	1,117,213	(210,961)	8,401,043
<u>Accumulated Depreciation:</u>				
Vehicles	(1,026,840)	(247,912)	33,268	(1,241,484)
Equipment	(345,720)	(77,960)	-	(423,680)
Building	(666,785)	(98,171)	-	(764,956)
Total Accumulated Depreciation	(2,039,345)	(424,043)	33,268	(2,430,119)
Total Capital Assets, Net	5,455,446	693,170	(177,693)	5,970,923

Depreciation expense charged to the government wide statements was \$424,043.

NOTE 4: PROPERTY TAXES

The District property tax is levied each October 1 on the assessed value listed as of the previous January 1 for all real property located in the District. An enforceable lien is attached to the property as of January 1. The assessed value of the roll as of January 1, 2024, upon which the 2024 levy was based, was \$3,008,362,767 as certified by the Williamson County Central Appraisal District.

Taxes are due by January 31 following the October 1 levy date. The total 2024 levy was \$2,990,313 and the tax rate was \$0.0994 per \$100 assessed valuation. Property taxes are considered fully collectible and therefore no allowance for uncollectible taxes is provided. The appraisal of property within the District is the responsibility of the Williamson County Central Appraisal District. The Appraisal District is required under the Property Tax Code to assess all property within the appraisal district on the basis of 10% of its appraisal value and is prohibited from applying any assessment ratios.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 5: DEBT

Transactions for the year ended September 30, 2025, are summarized as follows:

	Balance 9/30/2024	Additions	Reductions	Balance 9/30/2025	Due within one year
<u>Governmental Activities:</u>					
Notes Payable	\$5,029,069	\$ 730,000	\$ 431,067	\$5,328,002	\$ 453,054
Total Notes Payable	\$5,029,069	\$ 730,000	\$ 431,067	\$5,328,002	\$ 453,054
Pension Liability	177,209	-	10,000	167,209	-
Compensated Leave Payable	156,566	67,396	-	223,962	-
Total Governmental Activities	\$5,362,844	\$ 797,396	\$ 441,067	\$5,719,173	\$ 453,054

The District entered into an agreement with Government Capital Corporation on January 30, 2016 for \$30,000 at 3.92%, maturing January 30, 2025. The note is secured by an interest in the District's ad valorem tax revenues. This note was paid off during the fiscal year.

The District entered into an agreement with Government Capital Corporation on January 30, 2016 for \$40,000 at 3.92%, maturing January 30, 2025. The note is secured by an interest in the District's ad valorem tax revenues. This note was paid off during the fiscal year.

The District has a loan with Eagle Bank, a note for the fire station at a fixed rate of 3.25% with monthly payments of \$7,775, maturing September 30, 2033. The balance due as of September 30, 2025, is \$667,044.

The District entered into a promissory note agreement with Government Capital Corporation on December 21, 2017 for \$252,945 at 3.05%, maturing February 5, 2025. The note is secured by an interest in the District's ad valorem tax revenues. This note was paid off during the fiscal year.

The District entered into a promissory note agreement with Government Capital Corporation on December 21, 2017 for \$92,791 at 3.261%, maturing February 5, 2025. The note is secured by an interest in the District's ad valorem tax revenues. This note was paid off during the fiscal year.

The District entered into a promissory note agreement with Government Capital Corporation on June 18, 2018 for \$389,150 at 3.887%, maturing June 25, 2028. The note is secured by an interest in the District's ad valorem tax revenues. The balance due as of September 30, 2025, is \$131,262.

The District entered into a promissory note agreement with Eagle Bank on July 19, 2022 for \$750,000 at 3.50%, maturing July 19, 2032. This is secured by an interest in the District's ad valorem tax revenues. The balance due as of September 30, 2025, is \$540,670.

The District entered into a promissory note agreement with Eagle Bank on June 17, 2021 for \$616,085 at 2.75%, maturing June 17, 2042. This is a construction note for the new station and is secured by an interest in the District's ad valorem tax revenues. The balance due as of September 30, 2025, is \$2,167,570.

The District entered into a promissory note agreement with Eagle Bank on June 17, 2021 for \$185,500 at 4.95%, maturing June 17, 2033. This is secured by an interest in the District's ad valorem tax revenues. The balance due as of September 30, 2025, is \$144,684.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 5: DEBT – Continued

The District entered into a promissory note agreement with Eagle Bank on January 22, 2024 for \$800,000 at 5.50%, maturing January 29, 2044, and is secured by land. The balance due as of September 30, 2025, is \$761,593.

The District entered into a promissory note agreement with Eagle Bank on February 21, 2024 for \$255,000 at 5.00%, maturing February 21, 2031, and is secured by equipment. The balance due as of September 30, 2025, is \$204,984.

The District entered into a promissory note agreement with Government Capital Corporation on June 4, 2025 for \$730,000, maturing July 1, 2033, and is secured by land. The balance due as of September 30, 2025, is \$710,195.

All debt, including pension and compensated absences, are paid/liquidated by the General Fund.

The future principal payments for these notes are as follows:

Year Ending September 30	Principal	Interest	Total
2026	453,054	188,553	641,607
2027	478,425	172,360	650,785
2028	495,483	153,937	649,420
2029	468,849	135,599	604,448
2030	487,096	117,336	604,432
2031-2035	1,546,899	358,994	1,905,893
2036-2040	982,919	165,855	1,148,774
2041-2045	415,277	21,931	437,208
Total	\$ 5,328,002	\$1,314,565	\$ 6,642,567

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 6: PENSION PLAN

Plan Description. Williamson County Emergency Services District #5 participates in the Texas County & District Retirement System (TCDRS), which is a statewide, agent multiple-employer, public employee retirement system.

a. 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's plan, 7% of each employee's pay is deposited into his or her TCERS account. By law, employee accounts earn 7% interest on beginning of year balances annually. At retirement, the account is matched at an employer set percentage (current match is 250%) and is then converted to an 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.

b. The district's contribution rate is calculated annually on an actuarial basis, although the employer may elect to contribute at a higher rate. The Williamson County Emergency Services District #5 contribution rate is based on the TCERS funding policy adopted by the TCERS Board of Trustees and must conform with the TCERS Act. The employee contribution rates are set by the district and are currently 7%. Contributions to the pension plan from the district for 2024 are shown in the Schedule of Employer Contributions.

c. The most recent comprehensive annual financial report for TCERS can be found at the following link, www.tcdrs.org.

Employee membership data related to the Plan, as of the valuation date of December 31, 2024, was as follows:

Members	Dec. 31, 2023	Dec. 31, 2024
Number of inactive employees entitled to but not yet receiving benefits	12	13
Number of active employees	28	31
Average monthly salary:	\$5,528	\$6,006
Average age:	35.61	34.55
Average length of service in years:	6.49	7.01
Inactive Employees (or their Beneficiaries) Receiving Benefits		
Number of benefit recipients:	3	3
Average monthly benefit:	\$231	\$231

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 6: PENSION PLAN – continued

Net Pension Liability

The District's net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability in the December 31, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation Timing	Actuarially determined contribution rates are calculated on a calendar year basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.
Actuarial Cost Method	Entry Age Normal
Amortization Method	
Recognition of economic/demographic gains or losses	Straight-Line amortization over Expected Working Life
Recognition of assumptions changes or inputs	Straight-Line amortization over Expected Working Life
Asset Valuation Method	
Smoothing period	5 years
Recognition method	Non-asymptotic
Corridor	None
Inflation	2.50%
Salary Increases	The annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of a general wage inflation component of 3.00% (made up of 2.50% inflation and 0.5% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.7% per year for a career employee.
Investment Rate of Return	7.60%
Cost-of-Living Adjustments	Cost-of-Living Adjustments for Williamson County Emergency Services District #5 are not considered to be substantively automatic under GASB 68. Therefore, no assumption for future cost-of-living adjustments is included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.
Retirement Age	Deferred members are assumed to retire (100% probability) at the later of: a) age 60 b) earliest retirement eligibility. <i>(For all eligible members ages 75 and later, retirement is assumed to occur immediately.)</i>
Turnover	New employees are assumed to replace any terminated members and have similar entry ages.

Mortality

Depositing members	135% of Pub-2010 General Employees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Service retirees, beneficiaries and non-depositing members	135% of Pub-2010 General Retirees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Disabled retirees	160% of Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 6: PENSION PLAN – continued

Long-Term Expected Rate of Return

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on January 2025 information for a 10 year time horizon.

Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years and is set based on a long-term time horizon. The TCDRS Board of Trustees adopted the current assumption at their March 2021 meeting. The assumption for the long-term expected return is reviewed annually for continued compliance with the relevant actuarial standards of practice. Milliman relies on the expertise of Cliffwater in this assessment.

Asset Class	Benchmark	Target Allocation ⁽¹⁾	Geometric Real Rate of Return ⁽²⁾
US Equities	Dow Jones US Total Stock Market Index	13.00%	5.35%
Global Equities	MSCI World (net) Index	4.00%	5.15%
Int'l Equities – Developed Markets	MSCI World Ex USA (net) Index	6.00%	4.75%
Int'l Equities – Emerging Markets	MSCI Emerging Markets (net) Index	0.00%	4.75%
Investment-Grade Bonds	Bloomberg U.S. Aggregate Bond Index	3.00%	2.55%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	3.70%
Direct Lending	Morningstar LSTA US Leveraged Loan TR USD Index	16.00%	6.85%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽³⁾	4.00%	6.80%
REIT Equities	67% FTSE NAREIT Equity REITs Index +33% S&P Global REIT (net) Index	2.00%	3.95%
Master Limited Partnerships	Alerian MLP Index	2.00%	4.95%
Commodities	Bloomberg Commodities Index	2.00%	1.00%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁴⁾	6.00%	5.75%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽⁵⁾	25.00%	8.15%
Hedge Funds	HFR, Inc. Fund of Funds Composite Index	6.00%	3.60%
Cash Equivalents	90-Day U.S. Treasury	2.00%	1.10%

(1) Target asset allocation adopted at the March 2025 TCDRS Board meeting.

(2) Geometric real rates of return equal the expected return for the asset class minus the assumed inflation rate of 2.35% per Cliffwater's 2025 capital market assumptions.

(3) Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

(4) Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

(5) Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 6: PENSION PLAN – continued

Net Pension Liability / (Asset)

Net Pension Liability / (Asset)	December 31, 2023	December 31, 2024
Total pension liability	\$1,423,940	\$2,013,321
Fiduciary net position	1,246,731	1,846,112
Net pension liability / (asset)	177,209	167,209
Fiduciary net position as a % of total pension liability	87.56%	91.69%
Pensionable covered payroll ⁽¹⁾	\$1,892,088	\$2,237,573
Net pension liability / (asset) as a % of covered payroll	9.37%	7.47%

The total pension liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below.

Note: Rounding differences may exist above or in other tables in this report.

(1) Payroll is calculated based on contributions as reported to TCDRS.

Discount Rate

Discount rate ⁽²⁾	7.60%	7.60%
Long-term expected rate of return, net of investment expense ⁽²⁾	7.60%	7.60%
Municipal bond rate ⁽³⁾	Does not apply	Does not apply

⁽²⁾ This rate reflects the long-term rate of return funding valuation assumption of 7.50%, plus 0.10% adjustment to be gross of administrative expenses as required by GASB 68.

⁽³⁾ The plan's fiduciary net position is projected to be available to make all projected future benefit payments of current active, inactive, and retired members. Therefore, the discount rate for calculation the total pension liability is equal to the long-term expected rate of return, and the municipal bond rate does not apply.

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Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 6: PENSION PLAN – continued

Changes in Net Pension Liability / (Asset)

Changes in Net Pension Liability/(Asset)	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) – (b)
Balances as of December 31, 2023	\$1,423,940	\$1,246,731	\$177,209
<i>Changes for the year:</i>			
Service cost	300,478		300,478
Interest on total pension liability ⁽¹⁾	130,746		130,746
Effect of plan changes ⁽²⁾	0		0
Effect of economic/demographic gains or losses	166,463		166,463
Effect of assumptions changes or inputs	0		0
Refund of contributions	0	0	0
Benefit payments	(8,305)	(8,305)	0
Administrative expenses		(1,005)	1,005
Member contributions		156,630	(156,630)
Net investment income		136,393	(136,393)
Employer contributions		291,113	(291,113)
Other ⁽³⁾	0	24,555	(24,555)
Balances as of December 31, 2024	\$2,013,321	\$1,846,112	\$167,209

⁽¹⁾ Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

⁽²⁾ No plan changes valued.

⁽³⁾ Relates to allocation of system-wide items.

Sensitivity Analysis

The following presents the net pension liability of the district, calculated using the discount rate of 7.60%, as well as what the ESD net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate.

	1% Decrease 6.60%	Current Discount Rate 7.60%	1% Increase 8.60%
Total Pension Liability	\$2,498,420	\$2,013,321	\$1,631,568
Fiduciary Net Position	1,846,112	1,846,112	1,846,112
Net pension liability/(asset)	\$652,308	\$167,209	(\$214,544)

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 6: PENSION PLAN – continued

As of September 30, 2024, the deferred inflows and outflows of resources are as follows:

Deferred Inflows/Outflows of Resources

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$9,625	\$300,878
Changes of assumption	337	23,960
Net difference between projected and actual earnings	0	1,075
Contributions made subsequent to measurement date	<u>N/A</u>	<u>275,045</u>
Totals	\$9,962	\$600,958

The \$275,045 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2025. The remaining amounts currently reported as deferred outflows of resources related to pensions will be recognized in pension expenses as follows:

Year ended September 30:

2026	\$43,825
2027	55,054
2028	36,056
2029	37,404
2030	41,772
Thereafter(1)	101,840

(1) Total remaining balance to be recognized in future years, if any. Note that additional future deferred inflows and outflows of resources may impact these numbers.

Payable to the Pension Plan

At September 30, 2025, the District reported a payable of \$43,362 for the outstanding amount of employer and employee contributions to the pension plan required for the year ended September 30, 2025.

NOTE 7: FUND BALANCE CLASSIFICATION

The District complies with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Those fund balance classifications are described below.

Non-spendable - Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 7: FUND BALANCE CLASSIFICATION – continued

Restricted - Amounts that can be spent only for specific purposes because of constitutional provisions, or enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed - Amounts that can only be used for specific purpose pursuant to approval by formal action by the Board. The Board is the highest level of decision-making authority for the District. Commitments may be established, modified, or rescinded only through resolutions approved by the Board.

Assigned - For the General Fund, amounts that are appropriated by the Board or Board designee that are to be used for specific purposes. For all other governmental funds, any remaining positive amounts not previously classified as non-spendable, restricted, or committed.

Unassigned - Amounts that are available for any purpose; these amounts can be reported only in the District's General Fund.

The detail of the fund balance is included in the Governmental Funds Balance Sheet on page 8.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

As of September 30, 2025, the District has not adopted a minimum fund balance policy.

The Health & Safety Code has established that the Board of Commissioners as being the highest official body authorized to assign fund balance amounts for specific purposes. This authorization or removal of such authorization is generally achieved by a resolution of the Board.

NOTE 8: EXPLANATION OF DIFFERENCES BETWEEN GOVERNMENTAL FUND
AND GOVERNMENT-WIDE STATEMENTS

Differences between the Governmental Fund Balance Sheet and the Statement of Net Position:

The differences (as reflected in the adjustments column) primarily result from the long-term economic resources focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheet.

When capital assets (land, buildings, equipment) that are to be used in governmental activities are purchased or constructed, the costs of those assets are reported as expenditures in governmental funds. However, the statement of net position includes those capital assets among the assets of the District as a whole.

Cost of capital assets	\$8,401,043
Accumulated Depreciation	<u>(2,430,120)</u>
	\$5,970,923

The statement of net position includes as Deferred Outflows of Resources amounts that are permitted to be recognized as part of pension expense over a period of years in the governmental funds.

Deferred Outflows of Resources	\$600,958
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Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 8: EXPLANATION OF DIFFERENCES BETWEEN GOVERNMENTAL FUND
AND GOVERNMENT-WIDE STATEMENTS – continued

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.

Accrued interest payable	\$8,479
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Long-term liabilities applicable to the district's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities – both current and long-term—are reported in the statement of net position.

Due within one year	\$453,054
Due after one year	5,266,119

Taxes receivable are offset by deferred revenues in the governmental funds and thus are not included in fund balance.

Deferred revenue	\$(42,784)
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Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.

Deferred Inflows of Resources	\$9,962
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Differences between the Governmental Fund Operating Statement and the Statement of Net Activities:

The differences (as reflected in the adjustments column) arise primarily from the long-term economic resources focus of the statement of activities versus the current financial resources focus of the governmental funds.

Some expenses reporting the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Adjustment for Compensated Leave	\$67,396
Adjustment for Pension Liability/Asset	(10,000)
Change in Deferred Inflows/Outflows related to Pension	<u>(107,395)</u>
	\$(49,999)

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital Outlay	\$(1,027,227)
Depreciation Expense	424,043

Repayment of capital lease obligations is reported as an expenditure in governmental funds. For the District as a whole, however, the principal payments reduce the liabilities in the statement of net position and do not result in an expense in the statement of activities.

Payment of Principal	\$(431,068)
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Interest expense in the statement of activities differs from the amount reported in governmental funds because additional accrued interest was calculated for capital lease obligations.

Change in Accrued interest	\$783
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Williamson County Emergency Services District #5
Notes to the Basic Financial Statements
For the Year Ended September 30, 2025

NOTE 8: EXPLANATION OF DIFFERENCES BETWEEN GOVERNMENTAL FUND
AND GOVERNMENT-WIDE STATEMENTS – continued

Because some property taxes will not be collected for several months after the district's year end, they are not considered as "available" revenues in the governmental funds.

Adjustment for property taxes collected after year-end	\$(5,881)
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The issuance of long-term debt provides current financial resources to governmental funds; however, this has no effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Financing proceeds	\$(730,000)
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In the statement of activities, only the gain on the sale of equipment is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the equipment less any accumulated depreciation.

Gain on disposal of asset	\$11,793
Proceeds from sale of asset	(99,500)

NOTE 9: DATE OF MANAGEMENT'S REVIEW

Management has evaluated all subsequent events for disclosure and/or recognition through the date of the Independent Auditor's Report, which is the date the financial statements were available to be issued. No events occurred that would impact the financial statements.

Required Supplementary Information

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 5
GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
BUDGET TO ACTUAL COMPARISON - GENERAL FUND
FOR THE YEAR ENDING SEPTEMBER 30, 2025

	Budget		Actual Amounts	Variance Favorable/ (Unfavorable)
	Original	Final		
REVENUES				
Ad valorem taxes	\$ 2,996,534	\$ 2,996,534	\$ 3,007,235	10,701
Penalties and Interest	-	-	14,145	14,145
Sales taxes	1,920,000	1,920,000	2,635,593	715,593
Fire Recovery	15,000	15,000	13,999	(1,001)
Interest Income	-	-	64,012	64,012
Plan Review & Inspections	35,000	35,000	40,982	5,982
Interlocal Agreements	20,000	20,000	12,481	(7,519)
Miscellaneous	100	100	17,976	17,876
Grants/Contributions	600	7,100	10,407	3,307
TOTAL REVENUES	\$ 4,987,234	\$ 4,993,734	\$ 5,816,830	823,096
EXPENDITURES/EXPENSES				
Personnel Expense	\$ 3,434,576	\$ 3,464,576	\$ 3,445,397	19,179
Supplies-Fleet	147,500	147,500	87,947	59,553
Supplies-Emergency Equipment	53,500	53,500	23,755	29,745
Maintenance	82,000	82,000	98,707	(16,707)
Professional Fees	96,500	106,500	80,922	25,578
Office Expense/Postage	8,300	8,300	7,226	1,074
Information Technology	67,500	67,500	84,543	(17,043)
Insurance	168,000	117,500	124,557	(7,057)
Appraisal District & Tax Collector Fees	24,000	24,000	24,956	(956)
Utilities	51,000	51,000	41,379	9,621
Communications	17,000	17,000	14,422	2,578
Miscellaneous	20,250	26,250	16,813	9,437
Personal Protective Equipment	78,000	78,000	90,094	(12,094)
Professional Development	49,500	49,500	31,832	17,668
Uniforms	60,500	60,500	40,352	20,148
Capital Outlay	193,500	204,000	1,027,227	(823,227)
Debt Service:				
Principal	410,506	410,506	431,068	(20,562)
Interest	190,102	190,102	200,033	(9,931)
TOTAL EXPENDITURES/EXPENSES	\$ 5,152,234	\$ 5,158,234	\$ 5,871,230	(712,996)
Excess (Deficiency) of Revenues Over Expenditures	<u>(165,000)</u>	<u>(164,500)</u>	<u>(54,399)</u>	<u>110,101</u>
OTHER FINANCING SOURCES/(USES):				
Financing Proceeds	\$ -	\$ -	\$ 730,000	\$ 730,000
Proceeds from Sale of Asset	-	-	99,500	99,500
Total Other Financing Sources/(Uses):	\$ -	\$ -	\$ 829,500	\$ 829,500
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES and OTHER SOURCES/(USES)	(165,000)	(164,500)	775,101	939,601
Net Change in Fund Balance	\$ (165,000)	\$ (164,500)	\$ 775,101	
Beginning of the year			<u>3,253,877</u>	
End of the year			<u><u>\$ 4,028,978</u></u>	

Williamson County Emergency Services District #5
Notes to the Governmental Fund Revenues, Expenditures and
Budget to Actual Comparison – General Fund
For the Year Ended September 30, 2025

EXPENDITURES IN EXCESS OF APPROPRIATIONS:

The general government expenditures for capital outlay exceeded appropriations due to under budgeting of expense for capital outlay purchases. The District's management will monitor the budget vs actual statement and amend the budget as necessary as circumstances arise.

Williamson County Emergency Services District #5
Schedule of Changes in Net Pension Liability and Related Ratios

	Year Ended December 31							
	2024	2023	2022	2021	2020	2019	2018	2017
Total Pension Liability								
Service cost	300,478	232,598	101,456	92,948	67,171	57,308	19,185	17,677
Interest on total pension liability	130,746	91,748	40,301	30,211	21,181	16,009	7,364	5,488
Effect of plan changes	-	-	349,668	-	-	-	44,933	-
Effect of assumption changes or inputs	-	-	-	13,426	27,226	-	-	(785)
Effect of economic/demographic (gains) or losses	166,463	131,653	64,395	(8,378)	1,757	(5,364)	6,534	1,296
Benefit payments/refunds of contributions	(8,305)	(13,098)	(7,064)	(949)	(13,001)	(14,897)	(4,134)	-
Net change in total pension liability	589,382	442,901	548,756	127,258	104,334	53,056	73,882	23,676
Total pension liability, beginning	1,423,942	981,041	432,285	305,027	200,693	147,637	73,755	50,079
Total pension liability, ending (a)	2,013,324	1,423,942	981,041	432,285	305,027	200,693	147,637	73,755
Fiduciary Net Position								
Employer contributions	291,113	331,170	93,551	59,513	59,895	34,049	11,418	7,353
Member contributions	156,630	132,446	93,551	59,513	60,279	47,669	19,901	12,900
Investment income net of investment expenses	136,393	80,660	(46,695)	85,581	20,584	18,017	(1,251)	8,308
Benefit payments/refunds of contributions	(8,305)	(13,098)	(7,064)	(949)	(13,001)	(14,897)	(4,134)	-
Administrative expenses	(1,005)	(651)	(406)	(289)	(240)	(150)	(88)	(56)
Other	24,555	22,832	25,794	3,435	3,191	2,315	818	271
Net change in fiduciary net position	599,381	553,359	158,731	206,804	130,708	87,003	26,664	28,776
Fiduciary net position, beginning	1,246,732	693,373	534,642	327,838	197,130	110,127	83,463	54,687
Fiduciary net position, ending (b)	1,846,113	1,246,732	693,373	534,642	327,838	197,130	110,127	83,463
Net pension liability / (asset), ending = (a) - (b)	167,211	177,210	287,668	(102,357)	(22,811)	3,563	37,510	(9,708)
Fiduciary net position as a % of total pension liability	91.69%	87.55%	70.68%	123.68%	107.48%	98.22%	74.59%	113.16%
Pensionable covered payroll	2,237,573	1,892,088	1,336,438	850,181	861,123	680,979	497,513	322,512
Net pension liability as a % of covered payroll	7.47%	9.37%	21.52%	-12.04%	-2.65%	0.52%	7.54%	-3.01%
								109.20%
								112.16%
								269,821
								218,921
								-1.71%
								-1.56%

Williamson County Emergency Services District #5
Schedule of Employer Contributions

Year Ending September 30	Actually Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pensionable Covered Payroll	Actual Contribution as a % of Covered Payroll
2016	72	72	-	218,921	3.3%
2017	8,688	8,708	(20)	269,821	3.2%
2018	7,353	7,353	-	322,512	2.3%
2019	11,393	11,418	(25)	497,513	2.3%
2020	24,924	34,049	(9,125)	680,979	5.0%
2021	28,417	59,895	(31,478)	861,123	7.0%
2022	24,145	59,513	(35,368)	850,181	7.0%
2023	54,928	93,551	(38,623)	1,336,438	7.0%
2024	217,212	331,170	(113,958)	1,892,088	17.5%
2025	249,266	291,113	(41,874)	2,237,573	13.0%

Williamson County Emergency Services District No. 5
Notes to the Schedule of Employer Contributions
For the year ending September 30, 2025

Valuation Date:	Actuarially determined contribution rates are calculated each December 31, two years prior to the end of the fiscal year in which contributions are reported.
Methods and assumptions used to determine contribution rates:	
Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	3.1 (based on contribution rate calculated in 12/31/2024 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation.
Investment rate of Return	7.50%, net of investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010
Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions	2015: New inflation, mortality and other assumptions were reflected. 2017: new Mortality assumptions were reflected. 2019: New inflation, mortality and other assumptions were reflected. 2022: New investment return and inflation assumptions were reflected.
Changes in Plan Provisions Reflected in the Schedule	2015: No changes in plan provisions were reflected in the Schedule. 2016: No changes in plan provisions were reflected in the Schedule. 2017: New Annuity Purchase Rates were reflected for benefits earned after 2017 2018: No changes in plan provisions were reflected in the Schedule. 2019: Employer contributions reflect that the member contribution rate was increase to 7%. 2020: No changes in plan provisions were reflected in the Schedule. 2021: No changes in plan provisions were reflected in the Schedule. 2022: No changes in plan provisions were reflected in the Schedule. 2023: Employer contributions reflect that the current service matching rate was increased to 250% for future benefits. 2024: No changes in plan provisions were reflected in the Schedule.

**Only changes that affect the benefit amount and that are effective 2015 and later are shown in the Notes to Schedule.*

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 6

AUDITED FINANCIAL STATEMENTS

AND SUPPLEMENTAL SCHEDULES

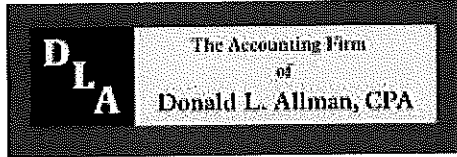
AND INDEPENDENT AUDITOR'S REPORT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 6

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Independent Auditor's Report

To the Board of Directors
Williamson County Emergency Services District No. 6

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Williamson County Emergency Services District No. 6 as of and for the year ended September 30, 2025 and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Williamson County ESD No. 6 as of September 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof 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, budgetary comparison information, on pages 3 – 10 and 27-28 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report date, March 28, 2026 on our consideration of the Williamson County ESD # 6's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Williamson County ESD # 6's internal control over financial reporting and compliance


Donald L. Allman, CPA

Georgetown, Texas
March 28, 2026

**WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Our discussion and analysis of the Williamson County Emergency Services District No. 6's financial performance provides an overview of the District's financial activities for the fiscal year ended September 30, 2025. Please review it in conjunction with the transmittal letter and the District's basic financial statements, which begin on page 11.

FINANCIAL HIGHLIGHTS

Total net position increased \$208,800 which represents a net gain from 2024.

The District had \$1,252,194 in expenses related to governmental activities with \$1,460,994 in program revenues to cover the cost of these programs. The excess revenues were kept to increase the cash balance and unrestricted net position.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 11-12) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. Fund financial statements start on page 13. These statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most financially significant funds.

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities

Our analysis of the District as a whole begins on page 11. One of the most important questions asked about the District's finances is "Is the District as a whole better off or worse as a result of this year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer that question.

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net position and changes in them. You can think of the District's net position, the difference between assets, what the District owns, and liabilities, what the District owes, as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the District's jurisdiction, the availability of capital projects, and continuing local governmental support to assess the overall health of the District.

Reporting the District's Most Significant Funds Major Funds

Fund Financial Statements

-General

Our analysis of the District's major funds begins on page 13. The Fund financial statements begin on page 13 and provide detailed information about the most significant funds-not the District as a whole. Some funds are required to be established by State law. The District only has governmental funds.

Governmental Funds: The District's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the District's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation beside the fund financial statements, if applicable.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the governmental-wide and fund financial statements. The notes to the financial statements can be found on pages 17-25 of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents budget to actual statements and schedules which can be found on page 27 of this report.

THE DISTRICT AS A WHOLE

The District's total net position changed from a year ago, increasing from \$1,200,513 to \$1,409,313. Our analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the District's governmental activities.

Table 1
Summary of Net Position

	2025	2024	\$ Change	% Change
Cash and Current Assets	\$ 1,187,601	\$ 969,579	\$ 218,022	22.5%
Property Taxes Rec.	122,309	131,510	\$ (9,201)	-7.0%
Capital Assets	1,136,277	1,154,644	(18,367)	-1.6%
Total Assets	\$ 2,446,187	\$ 2,255,733	\$ 190,454	8.4%
Current Liabilities	\$ 263,045	\$ 138,637	\$ 124,408	89.7%
Long-Term Obligations	773,829	916,583	(142,754)	-15.6%
Total Liabilities	\$ 1,036,874	\$ 1,055,220	\$ (18,346)	-1.7%
Net Position:				
Net Investment in Capital				
Assets	\$ 219,694	\$ 267,843	\$ (48,149)	-18.0%
Restricted	190,758	190,758	-	0.0%
Unrestricted	998,861	741,912	256,949	34.6%
Total Net Assets	\$ 1,409,313	\$ 1,200,513	\$ 208,800	17.4%

Net position of the District's activities increased 17.4% or \$208,800. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – decreased from \$741,912 to \$998,861 by the end of fiscal year 2025.

Table 2 compares the 2025 change in net position to the 2024 change in net position.

Table 2
Summary of Changes in Net Position for 2025
Compared With 2024 Activity

	2025	2024	\$ Change	% Change
Program Revenues:				
Property Taxes	\$ 779,753	\$ 430,640	\$ 349,113	81.1%
Sales Tax	608,972	174,560	434,412	248.9%
Wilco Revenues	13,917	11,943	1,974	16.5%
Wilco Grant	-	26,834	(26,834)	-100.0%
Other Income	12,451	42,838	(30,387)	-70.9%
Capital gain on sale of equipment	-	81,501	(81,501)	-100.0%
Interest & Investment Income	45,901	29,834	16,067	53.9%
Total Revenues	\$ 1,460,994	\$ 798,150	\$ 662,844	83.0%
Program Expenses:				
General Government	\$ 1,252,194	\$ 767,923	\$ (484,271)	63.1%
Other (Income)/Expense	-	-	-	
Total Expenses	\$ 1,252,194	\$ 767,923	\$ (484,271)	63.1%
Net Position				
Increase / (Decrease)	\$ 208,800	\$ 30,227	\$ 178,573	590.8%

Table 3 presents the cost of each of the District's programs as well as each program's net cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the District by each of these functions.

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2025	2024	2025	2024
General Government	\$ 1,252,194	\$ 767,923	\$ 1,252,194	\$ 767,923
Other Expense	-	-	-	-
Total Expenses	\$ 1,252,194	\$ 767,923	\$ 1,252,194	\$ 767,923

THE DISTRICT'S FUND'S

Table 4
Change In Year End Fund Balance

	2025	2024	\$ Change	% Change
Net Investment in Capital Assets	\$ 219,694	\$ 267,843	\$ (48,149)	-18.0%
Restricted	190,758	190,758	-	0.0%
Unrestricted	998,861	741,912	256,949	34.6%
Total Governmental Balances	\$ 1,409,313	\$ 1,200,513	\$ 208,800	17.4%

The 18% decrease in Net Investment in Capital Assets balance is due to depreciation. Restricted net position did not change.

The 34.6% increase in the Unrestricted fund balance can be attributed to more income.

Table 5 presents a summary of governmental fund revenues for the 2025 fiscal year and the amounts and percentages of increases and decreases in relation to the prior year.

Table 5
Total Governmental Fund Revenues

Revenue Source	2025	% of Total	Increase or (Decrease) Over 2024	% Increase / (Decrease)
Property taxes	779,753	53.4%	349,113	81.1%
Sales taxes	608,972	41.7%	434,412	248.9%
Grant income	-	0.00%	(26,834)	100.0%
Wilco Income	13,917	1.0%	1,974	16.5%
Other Income	12,451	0.9%	(111,888)	-417.0%
Investment Income	45,901	3.1%	16,067	53.9%
Total	\$ 1,460,994	100.0%	\$ 662,844	83.0%

Table 6 presents the General Fund budget and the difference between the original budget and final budget for fiscal year 2025 Table 7 discusses the variance between the final budget and the actual results for the year.

Table 6
Original and Final Budget

	Budgeted Amounts	
	Original	Final
Revenues:		
Property Taxes	\$ 780,000	\$ 780,000
Sales Taxes	460,000	460,000
Wilco Income	20,000	20,000
Interest Income	-	-
Grant income	-	-
Total Revenues	\$ 1,260,000	\$ 1,260,000
Expenditures:		
Debt Service	209,977	209,977
Emergency Equipment/Supplies	34,035	34,035
Insurance	66,580	67,330
Utilities	24,250	24,250
Fleet	33,455	34,600
Communications	20,000	20,000
Computer expenses	21,000	23,000
Equipment	2,000	182,000
Office expenses	13,150	13,150
Facilities	184,500	184,500
Salaries and payroll	419,297	385,297
Clothing	38,500	38,500
Audit & Legal fees	96,700	96,700
Repairs & Maintenance	36,510	36,510
Tax Collection fees	9,500	9,500
Miscellaneous	5,250	5,250
Training & other expenses	45,130	45,130
Total Expenditures	1,259,834	1,409,729
Excess (Deficiency) of		
Revenues Over (Under)		
Expenditures	\$ 166	\$ (149,729)

Original versus Final Budget

There were no material differences between original and final budgeted amounts for 2025.

Table 7
Original and Final Budget

	Budgeted Amounts	
	Final	Actual
Revenues:		
Property Taxes	\$ 780,000	\$ 788,954
Sales Taxes	460,000	608,972
Wilco Income	20,000	13,917
Interest Income	-	45,901
Grant & Other income	-	12,451
Total Revenues	\$ 1,260,000	\$ 1,470,195
Expenditures:		
Facilities	184,500	178,266
EMS Supplies	\$ 34,035	\$ 45,090
Insurance	67,330	70,046
Utilities	24,250	18,844
Debt Service	209,977	190,758
Computer expenses	23,000	20,534
Communications	20,000	11,577
Clothing	38,500	40,954
Fleet Fuel & vehicles	34,600	37,657
Equipment	182,000	6,386
Office expenses	13,150	5,670
Repairs & maintenance	36,510	52,364
Salaries and payroll	385,297	414,209
County Tax Assessor Collector	9,500	5,768
Audit & Legal fees	96,700	84,464
Miscellaneous	5,250	9,407
Training & other expenses	45,130	41,001
Capital Outlay	-	139,469
Total Expenditures	1,409,729	1,372,464
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (149,729)	\$ 97,731
Loan Proceeds		-
Net Change in Fund Balance		97,731

Final Budget versus Actual Results

The variance in **Property Tax** revenues is due to the District increasing its overall property value due to growth and new construction.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At year-end, the District had \$2,032,389 invested in equipment, trucks and computers. The net amount is \$1,136,277 and represents a \$18,367 net decrease over the last year, which is due to depreciation.

Debt Administration

At fiscal year-end, the District had \$916,583 in notes payable for equipment, vehicles and improvements. This amount represents a net decrease of \$138,503 due to principal payments.

ECONOMIC FACTORS

The District operates solely in Williamson County and has since its inception. About 95% of the District's revenue comes from property taxes and sales taxes. The District's budget is heavily dependent on the local economy and must continue to balance the growing need for resources with the economic and population growth in the area.

It is important that the District is able to succeed in carrying out its day-to-day operations and continue to be able to meet its financial obligations as well. The additional apparatus and equipment are vital to providing the best fire protection and EMT services to the citizens of the District.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Treasurer, P.O. Box 53, Weir, TX 78674.

Mike Keller, Treasurer
Williamson County Emergency Services District # 6

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT # 6
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

Assets:

Current Assets:		
Cash and Cash Equivalents	\$	1,187,601
Property Taxes Receivable		122,309
Total Current Assets	\$	1,309,910
Non-Current Assets:		
Capital Assets:		
Building, Equipment &	\$	1,136,277
Total Non-Current Assets	\$	1,136,277
Total Assets	\$	2,446,187

Liabilities:

Current Liabilities:		
Accounts Payable	\$	107,021
Unearned Revenue-Property Taxes		-
Payroll Taxes, Insurance & Retirement Payabl		13,270
Current Portion of Long-Term Debt		142,754
Total Current Liabilities	\$	263,045
Non-Current Liabilities:		
Notes & Leases Payable	\$	773,829
Total Liabilities	\$	1,036,874
Net Position:		
Net Investment in Capital	\$	219,694
Restricted for Debt Service,		190,758
Unrestricted		998,861
Total Net Position	\$	1,409,313

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 6

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2025

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>	<u>Net Revenue and Change in Net Position Primary Governmental Activities</u>
Governmental Activities:			
General Government	1,252,194	\$ 1,388,725	\$ 136,531
Other Income/Expense	-	12,451	12,451
Total Governmental Activities	\$ 1,252,194	\$ 1,401,176	\$ 148,982
General Revenues:			
Unrestricted Interest Earnings			\$ 45,901
Wilco Revenues			13,917
Total General Revenues			\$ 59,818
Change in Net Position			\$ 208,800
Net Position - Beginning			1,200,513
			-
Net Position - Ending			\$ 1,409,313

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 6

BALANCE SHEET – GOVERNMENTAL FUNDS

SEPTEMBER 30, 2025

	General	Total Governmental Funds
<u>Assets:</u>		
Cash and Cash Equivalents	\$ 1,187,601	\$ 1,187,601
Property Taxes Receivable	122,309	\$ 122,309
Total Assets	\$ 1,309,910	\$ 1,309,910
 Liabilities and Fund Balances		
Liabilities:		
Accounts Payable	\$ 107,021	\$ 107,021
Unearned Revenue Property Tax	122,309	122,309
 Payroll Taxes, Insurance & Retirement Payable	13,270	13,270
Total Liabilities	\$ 242,600	\$ 242,600
 Fund Balances		
Nonspendable	\$ -	\$ -
Restricted		
Unassigned	1,067,310	1,067,310
Total Fund Balances	\$ 1,067,310	\$ 1,067,310
 Total Liabilities and Fund Balances	\$ 1,309,910	\$ 1,309,910

See accompanying notes to financial statements.

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET
POSITION OF GOVERNMENTAL ACTIVITIES
SEPTEMBER 30, 2025**

Total fund balance – total governmental funds	\$ 1,067,310
---	--------------

Amounts reported for governmental activities in the statement of
net assets are different because:

Capital assets used in the governmental activities are not financial resources and therefore are not reported in the funds.	\$ 1,136,277
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The current portion of property taxes receivable is not included in governmental activities due to receivables not being included in governmental activities.	\$ 122,309
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Unearned Revenues are not reported in governmental funds	\$ 134
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	\$ (916,717)
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Net position of governmental activities	<u>\$ 1,409,313</u>
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See accompanying notes to financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 6

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES – GOVERNMENTAL FUNDS**

SEPTEMBER 30, 2025

	<u>General</u>	<u>Total Governmental Funds</u>
<u>Revenues:</u>		
Property Taxes	\$ 788,954	\$ 788,954
Sales Taxes	608,972	608,972
Wilco Revenues	13,917	13,917
Grant income	-	-
Other Income	12,451	12,451
Interest Earnings	45,901	45,901
Total Revenues	\$ 1,470,195	\$ 1,470,195
<u>Expenditures:</u>		
Current:		
General Government	\$ 1,094,492	\$ 1,094,492
Capital Outlay	139,469	139,469
Debt Service:		
Principal	138,503	138,503
Interest	-	-
Total Expenditures	\$ 1,372,464	\$ 1,372,464
Excess (Deficiency) of Revenues Over (Under)		
Expenditures	\$ 97,731	\$ 97,731
Loan Proceeds	\$ -	\$ -
Other Inflows/(Outflows)	\$ -	\$ -
 Net Changes in Fund Balances	 \$ 97,731	 \$ 97,731
Fund Balances - Beginning	\$ 969,579	\$ 969,579
Fund Balances - Ending	\$ 1,067,310	\$ 1,067,310

See accompanying notes to the financial statements.

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Net change in fund balance - total governmental funds	\$	97,731
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Amounts reported for governmental activities in the statement of net assets are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives as depreciation expense. This is the amount by which depreciation (157,836,) was more than capital outlays (139,469) in the current period.	\$	(18,367)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

	Property taxes not collected	\$	122,309
	Less: Prior year		131,510
	Balance	\$	(9,201)
Debt proceeds are not included in government wide funds	\$		-
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	\$		138,503
Deferred tax revenues not included in governmental funds	\$		134
Changes in net position of governmental activities	\$		<u>208,800</u>

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Williamson County Emergency Services District No. 6 (the District) is a governmental unit of the State of Texas that was formed in September of 2002. The entity is responsible for providing fire and emergency services in Williamson County, Texas. The District provides fire and emergency medical services to a certain geographic portion of Williamson County including Weir, Texas, an unincorporated area located in Williamson County. The District was created and operates under Article III, Section 48-3, of the Texas Constitution for the protection of human life and health as provided by that Act. The District's operations are governed by the Texas Health and Safety Code, Chapter 775 Emergency Services Districts.

The accompanying statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the primary government.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues primarily consist of Ad Valorem taxes received from the County's appraisal district.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 31 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Grants and entitlements and interest associated with the current fiscal period are all considered susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered measurable and available only when the District receives cash.

Fund Accounting

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The District only uses governmental funds.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The District reports the following major governmental funds:

General Fund – The General Fund is used to account for all financial resources of the District except those required to be accounted for in another fund. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Texas and the bylaws of the District.

Revenues – Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within thirty-one days of fiscal year-end. Under the modified accrual basis, only interest is considered to be both measurable and available at fiscal year-end. Non-exchange transactions, in which the District receives value without directly giving value in return, includes grants and donations. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must be available before it can be recognized.

Expenses/Expenditures

On an accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable.

C. Cash and Cash Equivalents

Cash and equivalents include all highly-liquid investments with a maturity of three months or less at the date of purchase. During 2025, cash and cash equivalents accounts were limited to the First Texas Bank checking account, a First Texas Bank savings account, and Texpool.

D. Restricted Assets

Williamson County ESD # 6 has restricted funds of \$190,758 for debt service in the next fiscal year.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Capital Assets

General capital assets generally result from expenditures in the governmental funds. These assets are reported on the government-wide statement of net position and in the General Fund. All capital assets are recorded at cost and updated for additions and retirements during the year. The District does possess building infrastructure. Other Capital assets consist of computers, trucks and fire trucks. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not.

F. Reservations of Fund Balance

The District currently does not have any reservations of fund balance amounts.

G. Net Position

Net position present the difference between assets and liabilities in the statement of net position. Net Investment in capital assets are reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net assets are reported as restricted when there are legal limitations imposed on their use by District legislation or external restrictions by creditors, grantors, laws or regulations of other governments.

H. 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 amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

I. Accrued Liabilities

The District reports accrued liabilities on the statement of net position. The District reports accounts payable of \$107,021 during 2025.

NOTE 2 – TAX REVENUES

The District's tax revenue is collected by County of Williamson, Texas, (the County) under the provisions of a tax collection agreement signed September, 2002. Under the agreement, the County is responsible for making the calculations necessary for the District to comply with the statutory requirements for setting tax rates as specified in Chapter 26 of the Texas Property Tax Code and collecting the appropriate tax. The County periodically remits the collected taxes to the District. The agreement may be terminated by either party on written notice, but neither party has expressed an interest in terminating the agreement. The County provides the District with written reports necessary to keep the District advised of all financial information affecting the District. Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and are due and payable on or before January 31 of the following year. All unpaid taxes become delinquent February 1 of the following year. The District pays the County for its tax collection activity in four quarterly payments, which totaled \$5,768 USD for 2025. The amount is determined by the County based on an amount per each parcel of taxable property, or account taxable by the District. The tax rate for WCESD # 6 for 2025 is \$.103597 per \$100 valuation of property. The total adjusted original tax roll was \$779,753 on \$752,679,132 valuation. Property taxes receivable at 9/30/25 total \$122,309 with \$11,743 current and \$110,566 deferred.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 3 – CASH AND CASH EQUIVALENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds. Statutes require the classification of funds held by the District into three categories.

Category 1 consists of “active” funds – those funds required to be kept in “cash” or “near cash” status for immediate use by the District. Such funds must be maintained either as cash in the District Treasury or in depository accounts payable or withdrawal on demand, including negotiable order of withdrawal (NOW) accounts. .

Category 2 consists of “inactive” funds – those funds not required for use within the current two-year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

Category 3 consists of “interim” funds – those funds not needed for immediate use, but needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States Treasury notes, bills, bonds or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States.
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities

A. Deposits

At year-end the carrying amount of the District’s deposits was \$1,187,601 and the bank balance was \$1,187,601. \$49,987 was with First Texas Bank and \$1,137,614 with Texpool. Federal depository insurance coverage totals \$500,000. The deposits were fully covered by FDIC insurance and collateralization.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 4 - GENERAL FIXED ASSETS

A summary of changes in general fixed assets for the year ended September 30, 2025:

	At 9/30/25
Property & Equipment	
Land	75,000
Squad 61	184,783
Tender 61	544,410
Chief 61	79,264
District 61	40,286
Fire Truck	476,914
Pumper Tank	158,400
Trucks	129,171
Computers	20,694
Equipment	319,567
Fence	3,900
Accumulated Depreciation	<u>(896,112)</u>
Net Property & Equipment	<u>1,136,277</u>

Depreciation expense for the year ended 9/30/25 was \$157,836.

NOTE 5 – GENERAL LONG-TERM DEBT

Williamon County ESD # 6 had long-term debt as of September 30, 2025 of \$916,583, payable to Cadence Equipment Finance, Central Texas Tax Exempt, and Government Capital Corporation in the amount of annual payments of \$190,758, for 5 to 7 years with variable interest rates

Description	Beginning	Additions	Retirements	Ending	Current
Cadence	155,716		36,049	119,667	37,904
Central Texas Tax Exempt	362,370	-	43,545	318,825	46,782
Government Capital Corp	537,000	-	58,909	478,091	58,068
Totals	<u>1,055,086</u>	<u>-</u>	<u>138,503</u>	<u>916,583</u>	<u>142,754</u>

Due Year Ending September 30	Principal	Interest	Total
2026	37,904	6,160	44,064
2027	39,856	4,209	44,065
2028	41,907	2,157	44,064

Total	119,667	12,526	132,193
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Due Year Ending September 30	Principal	Interest	Total
2026	58,068	25,655	83,723
2027	61,184	22,539	83,723
2028	64,467	19,256	83,723
2029	67,927	15,796	83,723
2030	71,572	12,151	83,723
Thereafter	154,873	12,575	167,448
Total	478,091	107,972	586,063

Due Year Ending September 30	Principal	Interest	Total
2026	23,052	7,752	30,804
2027	24,193	6,611	30,804
2028	25,390	5,413	30,803
2029	26,647	4,156	30,803
2030	27,966	2,837	30,803
2031	29,351	1,452	30,803
Total	156,599	28,221	184,820

Due Year Ending September 30	Principal	Interest	Total
2026	23,730	8,436	32,166
2027	24,964	7,202	32,166
2028	26,262	5,904	32,166
2029	27,628	4,538	32,166
2031	29,066	3,101	32,167
2032	30,576	1,589	32,165
Total	162,226	30,770	192,996

NOTE 6 – CONTINGENCIES

As of September 30, 2025, the District did not have any material pending litigation or potential non-disclosed liabilities.

Required Supplementary Information

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 6
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 495,000	\$ 495,000	\$ 788,954	\$ 293,954
Sales Taxes	-	-	608,972	
Other Income	-	-	12,451	12,451
Wilco Income	5,000	5,000	13,917	8,917
Investment Earnings	-	-	45,901	45,901
Total Revenues	\$ 500,000	\$ 500,000	\$ 1,470,195	\$ 361,223
Expenditures:				
Current:				
General Government	\$ 460,808	\$ 460,808	\$ 1,094,492	\$ (633,684)
Capital Outlay	-	-	139,469	(139,469)
Debt Service	100,592	100,592	138,503	(37,911)
Total Expenditures	\$ 561,400	\$ 561,400	\$ 1,372,464	\$ (811,064)
Debt Proceeds			\$ -	
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (61,400)	\$ (61,400)	\$ 97,731	\$ 159,131
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	\$ (61,400)	\$ (61,400)	\$ 97,731	
Fund Balances - Beginning	\$ 969,579	\$ 969,579	\$ 969,579	
Fund Balances - Ending	\$ 908,179	\$ 908,179	\$ 1,067,310	

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 3

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Budgetary Process

The budgetary process is prescribed by the provisions of the Texas Constitution and entails the preparation of budgetary documents within an established timeline. Legally, the Texas Constitution does not strictly impose a requirement on the District to follow the budgetary process but the District chose to follow the budgetary process. The major documents prepared are an estimated budget with revenues and expenditures. The level of budgetary control is at the object level for the District. The budget is not amended for modifications or changes during the year. All expenditures are approved by the Board beforehand.

1. Estimated Resources

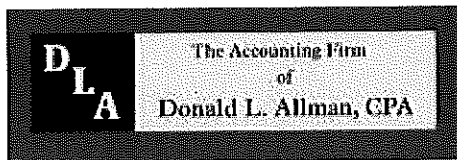
As part of the District's budgetary process, the Board approves the official estimated resources. The official estimated resources state the projected revenue for the District. The estimated revenue is calculated from information from the Williamson County Appraisal District. The budget is not revised or amended for increases or decreases in estimated revenues.

2. Appropriations

Estimated appropriations are prepared for the annual budget. All appropriations, no matter how small or how large, still must be approved by the Board before remittance, whether or not they were included in the budget.

3. Budgetary Basis of Accounting

The District's budgetary process accounts for certain transactions on a basis other than GAAP. The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary process, revenues and expenditures are recognized on the cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures are recorded when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting on the governmental fund statements and on the full accrual basis on the government-wide statements. See page 14 for a reconciliation between governmental funds and GAAP basis net equity fund balance.



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors
Williamson County ESD # 6

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Williamson County ESD # 6 as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise Williamson County ESD # 6's basic financial statements, and have issued our report thereon dated March 28, 2026.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Williamson County ESD # 6's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Williamson County ESD # 6's internal control. Accordingly, we do not express an opinion on the effectiveness of Williamson County ESD # 6's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Williamson County ESD #6's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Donald L. Allman, CPA, PC



Georgetown, TX

March 28, 2026

**Williamson County
Emergency Services District No. 7
Financial Statements
September 30, 2025**

Williamson County Emergency Services District No. 7
For the Year Ending September 30, 2025

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MEDACK & OLTMANN, LLP

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Texas Society of
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Williamson County Emergency Services District No. 7

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of the Williamson County Emergency Services District No. 7 as of and for the year ended September 30, 2025, 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 each major fund of Williamson County Emergency Services District No. 7, as of September 30, 2025, and the respective changes in financial position thereof 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 Williamson County Emergency Services District No. 7, 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 Williamson County Emergency Services District No. 7'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 Williamson County Emergency Services District No. 7'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, budgetary comparison information, schedule of changes in net pension liability and related ratios, and schedule of employer contributions on pages 3-7 and 29-33 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.

Medack & Oltmann, LLP

Medack & Oltmann, LLP
Giddings, Texas
March 19, 2026

Williamson County Emergency Services District #7

Management's Discussion and Analysis September 30, 2025

As management of the Williamson County Emergency Services District #7 (the District), we are pleased to offer readers of the District's financial statements this narrative overview and analysis of the District's financial activities for the year ended September 30, 2025. We encourage readers to consider it in conjunction with the additional information presented in the accompanying basic financial statements and the notes to the financial statements.

Financial Statements

- The net position of the District increased by \$662,151. Net position at year end consisted of net investment in capital assets of \$2,097,972 and unrestricted net position of \$5,475,922, for a total of \$7,573,894.
- Total revenues from all sources were \$4,349,486 which represents an increase of \$398,827 from the prior year.
- Total expenditures from operations were \$3,687,335 which was an increase of \$1,166,826 from the prior year.
- As of September 30, 2025, the District's governmental fund reported an ending fund balance of \$12,624,840, an increase of \$3,991,779 from the prior fiscal year (which includes \$11,151,373 of debt proceeds).
- The District entered into three new debt agreements during the fiscal year, \$4,384,373 for the purchase of new equipment and \$6,767,000 for the purchase and construction of a new fire station.

Using this Annual Report

This annual report presents the following three components of the financial statements:

1. Government-wide financial statements provide information for the District as a whole.
2. Fund financial statements provide detailed information for the District's significant funds.
3. Notes to the financial statements provide additional information that is essential to understanding the government-wide and fund financial statements.

This report also contains other supplementary information in addition to the basic financial statements themselves. This information includes management's discussion and analysis as well as a budgetary comparison schedule.

Government-Wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of the assets and liabilities of the District. The difference between assets and liabilities is 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 is improving or deteriorating.

The *Statement of Activities* presents information on how the District's net position changed during the most recent fiscal year. This statement is presented using the accrual basis of accounting, which means that all of the current year revenues and expenses are taken into account regardless of when the cash is received or paid.

Williamson County Emergency Services District #7

Management's Discussion and Analysis September 30, 2025

Both the Statement of Net Position and the Statement of Activities present information for the following:

- Government activities – This includes all of the District's emergency protection services which are primarily supported by property taxes.

The government-wide financial statements begin on page 8. The following is a summary of net position as of September 30, 2025, and September 30, 2024.

Table 1
Net Position

	2025	2024
Assets:		
Current & Other Assets	\$13,011,541	\$ 8,873,811
Capital Assets, Net	10,009,468	2,415,287
Total Assets	\$23,021,009	\$11,289,098
Deferred Outflows of Resources	\$ 235,607	\$ 116,113
Liabilities:		
Current Liabilities	\$ 924,565	\$ 427,196
Long term liabilities	14,666,178	4,029,265
Total Liabilities	\$15,590,743	\$ 4,456,461
Deferred Inflows of Resources	\$ 91,979	\$ 37,007
Net Position:		
Net Investment in Capital Assets	\$ 2,097,972	\$ 1,772,681
Unrestricted	5,475,922	5,139,062
Total Net Position	\$ 7,573,894	\$ 6,911,743

Williamson County Emergency Services District #7

Management's Discussion and Analysis September 30, 2025

The following table is a summary of changes in net position for the years ended September 30, 2025 and 2024.

Table 2
Change in Net Position

	2025	2024
Revenues		
Operating Grants & Contributions	\$ 91,763	\$ 60,974
Property Taxes	1,320,746	924,985
Penalty/Interest	12,241	12,934
Sales Tax	2,593,830	2,854,344
Interest	324,318	86,326
Miscellaneous	6,588	11,096
Loss on Sale of Assets	-	-
Total Revenues	\$4,349,486	\$3,950,659
Expenses:		
General Government	\$3,687,335	\$2,520,509
Total Expense	\$3,687,335	\$2,520,509
Change in Net Position	\$ 662,151	\$1,430,150
Net Position-Beginning of Year	6,911,743	5,481,593
Net Position-End of Year	\$7,573,894	\$6,911,743

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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The fund financial statements provide detailed information about the District's significant funds – not the District as a whole. The District's funds fall into one category – governmental funds.

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

The *governmental funds statements* provide a detailed short-term view of the government operations and the basic services it provided, and are reported on the modified accrual basis of accounting which focuses on available spendable resources. This allows the reader to evaluate the District's short-term financing requirements. Both the governmental fund *Balance Sheet* and the governmental fund *Statement of Revenues, Expenditures, and Changes in Fund Balances* provide a reconciliation to the government-wide financial statements.

The District adopts an annual budget for the general fund. A budgetary comparison statement has been provided to demonstrate compliance. The governmental fund financial statements begin on page 8, and the budgetary comparison schedule is on page 29.

Williamson County Emergency Services District #7

Management's Discussion and Analysis September 30, 2025

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 10 through 28 of this report.

General Fund Budgetary Highlights

The budgeted revenues were \$169,770 more than actual revenues and budgeted expenses were \$7,567,821 less than actual expenses for the year ended September 30, 2025. Actual results for expenditures were 191.62% less than budgeted expenditures, while the District's overall actual revenue were 3.75% less than budgeted.

Capital Assets

The District's investment in capital assets for its governmental activities as of September 30, 2025, amounts to \$10,009,468 (net of accumulated depreciation). This investment in capital assets includes vehicles, machinery, equipment, and buildings.

Capital Assets Governmental Activities (net of depreciation)

	Balance 9/30/2025	Balance 9/30/2024
Land	\$ 173,986	\$ 117,387
Construction-in-Progress	7,580,352	76,620
Vehicles	989,316	905,681
Equipment	356,274	289,292
Buildings and Structures	1,771,981	1,692,243
Accumulated Depreciation	(862,441)	(665,936)
Governmental activities capital assets, net	<u>\$ 10,009,468</u>	<u>\$ 2,415,287</u>

Additional information on the District's capital assets can be found in Note 4 of this report.

Debt Administration

As of September 30, 2025, and September 30, 2024, the District was obligated on the following debt:

Outstanding Debt at Year-End

	09/30/2025	09/30/2024
Notes	\$ 15,063,366	\$ 4,129,550
Pension Liability	11,708	84,961
Compensated Absences	83,054	32,112
Total	<u>\$ 15,158,128</u>	<u>\$ 4,246,623</u>

The District incurred \$243,493 in interest expense as of September 30, 2025. Additional information on the District's non-current liabilities can be found in Note 5 of this report.

Williamson County Emergency Services District #7

Management's Discussion and Analysis September 30, 2025

Economic Factors and Next Year's Budgets and Rates

Williamson County Emergency Services District No. 7 (ESD #7) continues to experience steady revenue growth driven by ongoing development throughout the district. The transition of agricultural land into suburban residential communities remains significant, accompanied by expanding retail activity, including the opening of the area's first H-E-B in August 2025 and the continued development of a retail shopping center with multiple businesses already operational. This sustained growth reflects a strong and positive financial outlook for the district.

Further strengthening the district's financial position is the successful passage of a sales tax initiative for areas outside the City of Florence. This additional revenue stream provides critical support as the district responds to increasing service demands.

To meet this growth, ESD #7 has expanded staffing from eight full-time personnel per shift in 2024 to twelve per shift in 2026. The district has also made strategic investments in infrastructure, including the purchase of land and the opening of Station #3 on Ranch Road 2338 in March of this year. Planning is currently underway for a fourth fire station, funded through ad valorem tax revenue and the proposed sales tax. This future station is expected to house a ladder truck, a Type 6 NWCG brush engine (squad), an ambulance, and a district commander. Staffing will include five firefighters per shift.

In parallel, major renovations have been completed at both the Florence and Andice fire stations, further enhancing operational readiness.

Due to the unprecedented growth and demand for emergency services rising, increased pressure is being placed on personnel and resources.

To support the district's growing financial complexity and operational challenges, ESD #7 has engaged the services of a certified public accountant (CPA). Services will include monthly accounting and reconciliations, financial reporting with narrative analysis, budgeting and forecasting, debt and investment management, strategic and capital planning, oversight of financial functions, and audit preparation.

A continuing challenge is the lag between property development and the collection of ad valorem tax revenue, which can take up to two years. For Fiscal Year 2025–2026, Williamson County ESD #7 has adopted a voter-approved ad valorem tax rate of \$0.10 per \$100 of assessed property value.

Through these strategic investments in staffing, infrastructure, and financial planning, ESD #7 is well-positioned to meet the needs of its rapidly growing community while maintaining strong fiscal responsibility.

Contacting the District's Financial Management

This financial report is designed to provide a general overview of the District's finances and to demonstrate the District's accountability for the money it receives from the citizens of the Williamson County Emergency Services District #7. If you have any questions about this report or need further information, contact the Williamson County Emergency Services District #7, P.O. Box 523, Florence, TX 76527, or call 254-793-2591.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
GOVERNMENTAL FUND BALANCE SHEET AND
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

	General Fund	Adjustments (Note 9)	Statement of Net Position
ASSETS			
Cash	\$ 962,318	\$ -	\$ 962,318
Investments	11,356,675	-	11,356,675
Property Taxes Receivable	38,924	-	38,924
Accounts Receivable	628,282	-	628,282
Prepaid Expense	25,342	-	25,342
Capital Assets (net of accumulated depreciation)	-	10,009,468	10,009,468
TOTAL ASSETS	<u>\$ 13,011,541</u>	<u>\$ 10,009,468</u>	<u>\$ 23,021,009</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Pension Amounts	\$ -	\$ 235,607	\$ 235,607
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ -</u>	<u>\$ 235,607</u>	<u>\$ 235,607</u>
LIABILITIES			
Accounts Payable	\$ 214,665	\$ -	\$ 214,665
Accrued Payroll/Liabilities	133,112	-	133,112
Accrued Interest Payable	-	84,838	84,838
Long Term Liabilities - Due within one year	-	491,950	491,950
Long Term Liabilities - Due after one year	-	14,666,178	14,666,178
TOTAL LIABILITIES	<u>\$ 347,777</u>	<u>\$ 15,242,966</u>	<u>\$ 15,590,743</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	\$ 38,924	\$ (38,924)	\$ -
Deferred inflows related to pensions	-	91,979	91,979
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>\$ 38,924</u>	<u>\$ 53,055</u>	<u>\$ 91,979</u>
FUND BALANCES/NET POSITION			
Fund balances:			
Non-Spendable	25,342		
Committed	-		
Assigned	-		
Unassigned	12,599,498		
TOTAL FUND BALANCES	<u>12,624,840</u>		
TOTAL LIABILITIES AND FUND BALANCES	<u>13,011,541</u>		
Net Position:			
Net investment in capital assets		2,097,972	2,097,972
Unrestricted		5,475,922	5,475,922
Restricted		-	-
TOTAL NET POSITION		<u>\$ 7,573,894</u>	<u>\$ 7,573,894</u>

See Accompanying Notes to the Financial Statements

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
GOVERNMENTAL FUND REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
AND STATEMENT OF ACTIVITIES
FOR THE YEAR ENDING SEPTEMBER 30, 2025

	General Fund	Adjustments (Note 9)	Statement of Activities
EXPENDITURES/EXPENSES			
Apparatus	\$ 69,150	\$ -	\$ 69,150
Utilities	34,033	-	34,033
Maintenance and Repairs	72,260	-	72,260
Professional Fees	167,727	-	167,727
Office Expenses/Postage	12,451	-	12,451
Insurance	76,890	-	76,890
Appraisal District & Tax Collector Fees	7,732	-	7,732
Fire Equipment & Supplies	198,024	-	198,024
Communications	12,963	-	12,963
EMS	8,879	-	8,879
Training	60,168	-	60,168
Miscellaneous	127,988	-	127,988
Personnel	2,375,468	(86,833)	2,288,635
Capital Outlay	7,790,686	(7,790,686)	-
Depreciation	-	196,505	196,505
Debt Service:			
Debt Issue Costs	110,437	-	110,437
Principal	217,557	(217,557)	-
Interest	174,711	68,782	243,493
Total expenditures/expenses	<u>\$ 11,517,124</u>	<u>\$ (7,829,789)</u>	<u>\$ 3,687,335</u>
PROGRAM REVENUES			
Grants/Contributions	<u>\$ 110,615</u>	<u>\$ (18,852)</u>	<u>\$ 91,763</u>
Net program expense			3,595,572
GENERAL REVENUES			
Ad valorem taxes	\$ 1,309,938	\$ 10,808	\$ 1,320,746
Penalties and Interest	12,241	-	12,241
Sales Tax	2,593,830	-	2,593,830
Interest income	324,318	-	324,318
Miscellaneous	6,588	-	6,588
Total general revenues	<u>\$ 4,246,915</u>	<u>\$ 10,808</u>	<u>\$ 4,257,723</u>
Excess (Deficiency) of revenues over expenditures	\$ (7,159,594)	\$ 7,159,594	\$ -
OTHER FINANCING SOURCES/(USES):			
Financing Proceeds	<u>\$ 11,151,373</u>	<u>\$ (11,151,373)</u>	<u>\$ -</u>
Total Other Financing Sources/(Uses):	<u>\$ 11,151,373</u>	<u>\$ (11,151,373)</u>	<u>\$ -</u>
Net Change in Fund Balance	3,991,779	(3,991,779)	-
Change in Net Position	\$ -	\$ 662,151	\$ 662,151
Fund Balance/Net Position			
Beginning of the year	<u>8,633,061</u>	<u>(1,721,318)</u>	<u>6,911,743</u>
End of the year	<u><u>12,624,840</u></u>	<u><u>(5,050,946)</u></u>	<u><u>7,573,894</u></u>

See Accompanying Notes to the Financial Statements

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements for the District have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. More significant of these accounting policies are described below.

REPORTING ENTITY

The Williamson County Emergency Services District No. 7 (the District) was created by Article III, Section 48-e of the Constitution of Texas as proposed by SJR, No. 27, Acts of the 70th Legislature, Regular Session 1987, and adopted by the voters at an election held on February 15, 2005, to protect life and property from fire and to conserve natural and human resources. The District's governing body consist of a Board of Commissioners appointed by the Williamson County Commissioners Court.

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic - but not the only - criterion for including a potential component unit with the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, no potential component units appear to exist.

BASIS OF PRESENTATION

Basic Financial Statements

GASB sets forth minimum criteria for the determination of major funds based on a percentage of the assets, liabilities, revenues or expenditures/expenses or either fund category or governmental and enterprise combined. Due to the fund structure of the District, all funds have been classified as major funds. As a part of this Statement, there is a reporting requirement regarding the local government's infrastructure (road, bridges, etc.) The District does not own any infrastructure assets and therefore is unaffected by this requirement.

The basic financial statements include both government-wide (based on the District as a whole) and fund financial statements. The reporting model focus is on either the District as a whole or major individual funds

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(within the fund financial statements). In the government-wide Statement of Net Position, the governmental activities column is presented on a consolidated basis by column, and are reflected on a full accrual, economic resources basis, which incorporates long-term assets and receivables as well as long-term debt and obligations. The District does not have any fiduciary activities.

The government-wide Statement of Activities reflects both the gross and net cost per functional category which are otherwise being supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function. The net cost by function is normally covered by general revenues (intergovernmental revenues, interest income, etc).

The District does not currently employ indirect cost allocation systems.

The government-wide focus is more on the sustainability of the District as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The governmental fund statements are presented on a current financial resource and modified accrual basis of accounting. This presentation is deemed appropriate to (a) demonstrate legal compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the District's actual experience conforms to the budget or fiscal plan.

GASB provides that for governments engaged in a single governmental program, the fund financial statements and the government-wide statements may be combined. The District presents the general fund in the first column. The next column is an adjustments column. It reconciles the amounts reported in the governmental funds to show how each would change when reported on the full-accrual basis of accounting. The last column of these combination statements shows the amounts that normally would appear in the government-wide statements.

Fund Accounting

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditure/expenses. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

The focus of Governmental Fund measurement (in the Fund Financial Statements) is based upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The District reports the following major governmental funds:

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

General Fund

The General Fund is the primary operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are presented on an accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers all revenues as available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred.

In applying the "susceptible to accrual" concept to intergovernmental revenues, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenues when the applicable eligibility requirements including time requirements, are met. Resources transmitted before the eligibility requirements are met, under most circumstances, should be reported as advances by the provider and deferred revenue by the recipient.

BUDGETS

The District follows these procedures in establishing the budget reflected in the financial statements:

1. Prior to the beginning of each fiscal year, the District prepares a budget. The operating budget includes proposed expenditures and the means of financing those expenditures and is prepared in accordance with the basis of accounting utilized by that fund.
2. Public meetings are conducted at which all interested persons' comments concerning the budget are heard. After such meetings, the Board of Commissioners formally adopts the budget through passage of a motion in a public meeting.
3. The District amends the budget throughout the year approving such additional expenses. The original and final amended budgets are used in presenting the Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4. All annual appropriations lapse at fiscal year-end.

DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

The District adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which provides guidance for reporting the financial statement elements of deferred outflows of resources, which represent the consumption of the District's net position that is applicable to a future reporting period, and deferred inflows of resources, which represent the District's acquisition of net position applicable to a future reporting period.

The District adopted GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

CASH AND CASH EQUIVALENTS

The District's cash and cash equivalents are considered to be cash on hand and demand deposits.

AD VALOREM PROPERTY TAXES

Delinquent taxes are prorated based on rates adopted for the year of the levy. Allowances for uncollectibles within the General Fund are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. There were no allowance for uncollectible property taxes as of September 30, 2025.

CAPITAL ASSETS

The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements.

Government-wide Statements

In the government-wide financial statements, fixed assets are accounted for as capital assets. Property, plant, and equipment purchased or acquired is carried at historical cost or estimated historical cost. Contributed assets are recorded at the fair market value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives with no salvage value. The range of estimated useful lives by type of asset is as follows:

Vehicles	5-10 years
Other Equipment	5-20 years

The District does not own any infrastructure assets or have any leases required to be reported under GASB 87.

Fund Financial Statements

In the fund financial statements, capital assets are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

EQUITY CLASSIFICATIONS

Government-wide Statements

Equity is classified as net position and displayed in three components:

- a. Net Investment in capital assets— 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 improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other government; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

When both restricted and unrestricted resources are available for use, it is the District’s policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Financial Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as non-spendable or spendable with spendable being further classified into restricted, committed, assigned or unassigned.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

COMPENSATED ABSENCES

The District's policies regarding vacation time permit employees to accumulate earned but unused vacation leave. As of the year end, the liability for accrued vacation reflects that time earned by the employees in the current year. The liability for these compensated absences is recorded as long-term debt in the government-wide statements.

PENSIONS

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Pension Plan and additions to/deductions from the Pension Plan's fiduciary net position have been determined on the same basis as they are reported by Texas County & District Retirement System (TCDRS). For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

RISK MANAGEMENT

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases its insurance from regular commercial companies. As of September 30, 2025, no claims or losses have been incurred that were not covered by insurance. There is no liability due to any claim or suit having ever been filed.

USE OF ESTIMATES

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities as of the date of the financial statements and the reported amounts of income and expenses during the period. Operating results in the future could vary from the amounts derived from management's estimates.

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS

In April 2024, the GASB issued Statement No. 103, Financial Reporting Model Improvements, effective for fiscal years beginning after June 15, 2025. The primary objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement includes updated requirements for Management Discussion and Analysis, unusual or infrequent items, and budgetary comparison information. Management is evaluating the effects that the full implementation of GASB Statement No. 103 will have on its financial statements for the year ended September 30, 2026.

RECENTLY ADOPTED ACCOUNTING PRONOUNCEMENTS

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*, effective for fiscal years beginning after December 15, 2023. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The implementation of GASB Statement No. 101 did not have a material impact on the District's financial statements, the adoption did not result in a restatement of previously reported fund balance for the year ended September 30, 2025.

NOTE 2: CASH AND INVESTMENTS

Cash

Deposits were with contracted depository banks, VeraBank N.A. and Horizon. As of September 30, 2025, the carrying amount of the District's deposits was \$962,318 and the bank balance was \$911,095. As of year-end, deposits exceeded FDIC coverage by \$553,709 however; difference was collateralized with pledged securities of \$1,175,031 (Category 2).

The collateral pledged is represented by specific identifiable investment securities and classified as to credit risk by the three categories described below:

- Category 1 - Insured by FDIC or collateralized with securities held by the District or by its agent in its name.
- Category 2 - Uninsured but collateralized with securities held by the pledging financial institution's trust department or agent in the District's name.
- Category 3 - Uncollateralized.

Investments

The Public Funds Investment Act authorizes the District to invest funds under a written investment policy. The District's deposits and investments are invested pursuant to the investment policy, which is approved annually by the Board. The primary objectives of the District's investment strategy, in order of priority, are safety, liquidity, and yield.

The District had an investment of \$11,356,675 in an external local governmental investment pool, Texas CLASS, at September 30, 2025. The investments in Texas CLASS had a weighted average maturity of one

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

day and a Standard and Poor's rating of AAAm. This investment is measured at fair value in accordance with GASB Statement No. 79 and GASB Statement No. 31. Texas CLASS reports the amortized cost of investments, which approximates fair value, to its participants. Texas CLASS is not required to be categorized within the fair value hierarchy of GASB Statement No. 72.

Texas CLASS is an external investment pool offered to local governments. Although Texas CLASS is not registered with the SEC as an investment company, it operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. First Public also has an advisory board to advise on First Public's investment policy; this board is made up equally of participants and nonparticipants who do not have a business relationship with First Public.

Federated Investors manages daily operations of First Public under a contract with the Comptroller and is the investment manager for the pool. First Public uses amortized cost rather than market value to report net position to compute share prices. Accordingly, the fair value of the position in First Public is the same as the value of the First Public shares. First Public investment policy stipulates that it must invest in accordance with the Public Funds Investment Act.

Credit Risk- Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized agencies are designed to give an indication of credit risk. At September 30, 2025, investments were included in a local governmental investment pool with a rating from Standard and Poor's in compliance with the District's investment policy.

Concentration of Credit Risk- Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investments in a single issuer. At September 30, 2025, all of the District's investments were with First Public.

Interest Rate Risk- The District considers the holdings in the local governmental investment pool to have a one day weighted average maturity due to the fact that the share position can usually be redeemed each day at the discretion of the shareholders, unless there has been a significant change.

Investment	Fair Value	Effective Duration (in years)	Credit Risk
Texas CLASS	\$11,356,675	0.0	AAAm

The District's investment in Texas CLASS represents 100% of its investment portfolio.

NOTE 3: PROPERTY TAXES

The District property tax is levied each October 1 on the assessed value listed as of the previous January 1 for all real property located in the District. The District's property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the District. An enforceable lien is attached to the property as of January 1. The assessed value of the roll as of January 1, 2024, upon which the 2024 levy was based, was \$1,304,584,030 as certified by the Williamson County Central Appraisal District.

Taxes are due by January 31 following the October 1 levy date. The total 2024 levy was \$1,304,584 and the tax rate was \$0.10 per \$100 assessed valuation. Property taxes are considered fully collectible and therefore no allowance for uncollectible taxes is provided.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 4: CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2025, was as follows:

	Balance 9/30/2024	Additions/ Completions	Retirements/ Adjustments	Balance 9/30/2025
Governmental Activities:				
Capital assets not being depreciated:				
Land	117,387	56,599	-	173,986
Construction in Progress	76,620	7,503,732	-	7,580,352
Total capital assets not being depreciated	194,007	7,560,331	-	7,754,338
Capital assets, being depreciated:				
Vehicles	905,681	83,635	-	989,316
Equipment	289,292	66,982	-	356,274
Building	1,692,243	79,738	-	1,771,981
Total capital assets being depreciated	2,887,216	230,355	-	3,117,571
Total capital assets	3,081,223	7,790,686	-	10,871,909
Less accumulated depreciation:	(665,936)	(196,505)	-	(862,441)
Total capital assets, net of depreciation	2,415,287	7,594,181	-	2,255,130
Governmental activities capital assets, net	2,415,287	7,594,181	-	10,009,468

Current year depreciation expense was \$196,505.

The District has received a donation of land and building from the City of Florence. In the terms of the agreement the property will revert back to the City if the District discontinues use of the property from its primary purpose, a fire station and secondary purpose as District offices.

NOTE 5: LIABILITIES

Transactions for the year ended September 30, 2025, are summarized as follows:

	Balance 09/30/2024	Additions	Payments	Balance 09/30/2025	Due within one year
Government Capital #8072	575,438	-	33,483	541,955	34,607
Government Capital #9655	19,185	-	9,433	9,752	9,752
Government Capital #9983	69,991	-	22,474	47,517	23,304
Government Capital #10695	925,512	-	72,220	853,292	76,119
Government Capital #10806	2,539,424	-	79,947	2,459,477	215,781
Capital One Public Funding	-	4,384,373	-	4,384,373	21,609
Capital One Public Funding	-	4,253,484	-	4,253,484	105,778
Capital One Public Funding	-	2,513,516	-	2,513,516	5,000
Total Notes	\$4,129,550	\$ 11,151,373	\$ 217,557	\$ 15,063,366	\$ 491,950
Pension Liability	84,961	-	73,253	11,708	-
Compensated Absences	32,112	50,942	-	83,054	-
Total Governmental	\$4,246,623	\$ 11,202,315	\$ 290,810	\$ 15,158,128	\$ 491,950

Compensated absences represent the estimated liability for employees' accrued vacation for which employees are entitled to be paid upon termination. The retirement of this liability is paid from the General Fund.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 5: LIABILITIES (continued)

Annual payments required are as follows:

Year Ending September 30	Principal	Interest	Total
2026	\$ 491,950	\$ 614,204	\$ 1,106,154
2027	594,693	681,398	1,276,091
2028	701,789	654,145	1,355,934
2029	849,241	621,693	1,470,934
2030	1,023,315	575,178	1,598,493
2031-2035	6,080,698	2,122,005	8,202,703
2036-2040	2,884,319	987,110	3,871,429
2041-2045	2,437,361	372,630	2,809,991
Total	<u>\$ 15,063,366</u>	<u>\$ 6,628,363</u>	<u>\$ 21,691,729</u>

The District entered into a loan agreement for the financing of the construction of a new fire station (Andice Station), pledging tax revenue as security, for \$765,000, at 3.80% for 20 years. Payments \$27,440 are made semi-annual beginning July 1, 2018 until January 1, 2038.

The District entered into a loan agreement for the financing of equipment, pledging tax revenue as security, for \$45,750, at 3.20% for 5 years. Payments of \$10,047 are made annually beginning October 6, 2022 until October 6, 2026.

The District entered into a loan agreement for the financing of equipment, pledging tax revenue as security, for \$112,310, at 3.90% for 5 years. Payments of \$25,157 are made annually beginning July 1, 2022 until July 1, 2027.

The District entered into a loan agreement for the financing of equipment, pledging tax revenue as security, for \$1,024,140, at 5.40% for 10 years. Payments of \$122,197 are made annually beginning July 30, 2025 until July 30, 2034.

The District entered into a loan agreement for the financing of the construction of a new fire station, pledging tax revenue as security, for \$2,539,424, at 3.94% for 5 years. Payments of \$223,856 are made annually beginning October 30, 2025 until October 30, 2038.

In the current fiscal year, the District entered into a loan agreement for the financing of equipment, pledging tax revenue as security, for \$4,384,373, at 4.639% for 10 years. Variable payments are made annually beginning August 19, 2026 until August 19, 2035.

In the current fiscal year, the District entered into a loan agreement for the financing of the construction of a new fire station, pledging tax revenue as security, for \$4,253,484, at 4.939% for 15 years. Variable payments are made annually beginning August 19, 2026 until August 19, 2040.

In the current fiscal year, the District entered into a loan agreement for the financing of the construction of a new fire station, pledging tax revenue as security, for \$2,513,516, at 4.939% for 20 years. Variable payments are made annually beginning August 19, 2026 until August 19, 2045.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 6: ACCOUNTS RECEIVABLE

Accounts receivable at year end consist of the following:

Sales Tax	\$396,269
Grant Receivable	<u>232,013</u>
Total	\$628,282

NOTE 7: PENSION

Plan Description. Williamson County Emergency Services District #7 participates in the Texas County & District Retirement System (TCDRS), which is a statewide, agent multiple-employer, public employee retirement system.

a. 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) TCDRS is a savings-based plan. For the district's plan, 7% of each employee's pay is deposited into his or her TCDRS account. By law, employee accounts earn 7% interest on beginning of year balances annually. At retirement, the account is matched at an employer set percentage (current match is 250%) and is then converted to an 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 TCDRS Act. They may be amended as of Jan. 1 each year, but must remain in conformity with the Act.

b. Membership information is shown in the chart below.

c. The district's contribution rate is calculated annually on an actuarial basis, although the employer may elect to contribute at a higher rate. The Williamson County Emergency Services District #7 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 the district and are currently 7%. Contributions to the pension plan from the district for 2023 are shown in the Schedule of Employer Contributions.

d. The most recent comprehensive annual financial report for TCDRS can be found at the following link, www.tcdrs.org.

Employee membership data related to the Plan, as of the valuation date of December 31, 2023, was as follows:

Members	Dec. 31, 2023	Dec. 31, 2024
Number of inactive employees entitled to but not yet receiving benefits	19	29
Number of active employees	23	26
Average monthly salary:	\$3,810	\$4,847
Average age:	38.21	36.08
Average length of service in years:	7.09	5.54
Inactive Employees (or their Beneficiaries) Receiving Benefits		
Number of benefit recipients:	0	0
Average monthly benefit:	\$0	\$0

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 7: PENSION (continued)

Net Pension Liability

The District's net pension liability was measured as of December 31, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability in the December 31, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation Timing	Actuarially determined contribution rates are calculated on a calendar year basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.
Actuarial Cost Method	Entry Age (level percent of play)
Amortization Method	Recognition of economic/demographic gains or losses Straight-Line amortization over Expected Working Life
	Recognition of assumptions changes or inputs Straight-Line amortization over Expected Working Life
Asset Valuation Method	
Smoothing period	5 years
Recognition method	Non-asymptotic
Corridor	None
Inflation	2.50%
Salary Increases	The annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of a general wage inflation component of 3.00% (made up of 2.50% inflation and 0.5% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.7% per year for a career employee.
Investment Rate of Return	7.60%
Cost-of-Living Adjustments	Cost-of-Living Adjustments for Williamson County Emergency Services District #7 are not considered to be substantively automatic under GASB 68. Therefore, no assumption for future cost-of-living adjustments is included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.
Retirement Age	Deferred members are assumed to retire (100% probability) at the later of: a) age 60 b) earliest retirement eligibility. <i>(For all eligible members ages 75 and later, retirement is assumed to occur immediately.)</i>
Turnover Mortality	New employees are assumed to replace any terminated members and have similar entry ages.

Depositing members	135% of Pub-2010 General Employees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Service retirees, beneficiaries and non-depositing members	135% of Pub-2010 General Retirees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Disabled retirees	160% of Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 7: PENSION (continued)

Long-Term Expected Rate of Return

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on January 2025 information for a 10-year time horizon.

Note that the valuation assumption for long-term expected return is reassessed at a minimum of every four years and is set based on a long-term time horizon. The TCDRS Board of Trustees adopted the current assumption at their March 2021 meeting. The assumption for the long-term expected return is reviewed annually for continued compliance with the relevant actuarial standards of practice. Milliman relies on the expertise of Cliffwater in this assessment.

Asset Class	Benchmark	Target Allocation ⁽¹⁾	Geometric Real Rate of Return ⁽²⁾
US Equities	Dow Jones US Total Stock Market Index	13.00%	5.35%
Global Equities	MSCI World (net) Index	4.00%	5.15%
Int'l Equities – Developed Markets	MSCI World Ex USA (net) Index	6.00%	4.75%
Int'l Equities – Emerging Markets	MSCI Emerging Markets (net) Index	0.00%	4.75%
Investment-Grade Bonds	Bloomberg U.S. Aggregate Bond Index	3.00%	2.55%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	3.70%
Direct Lending	Morningstar LTSA US Leveraged Loan TR Index	16.00%	6.85%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽³⁾	4.00%	6.80%
REIT Equities	67% FTSE NAREIT All Equity REITs Index +33% S&P Global REIT (net) Index	2.00%	3.95%
Master Limited Partnerships	Alerian MLP Index	2.00%	4.95%
Commodities	Bloomberg Commodities Index	2.00%	1.00%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁴⁾	6.00%	5.75%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽⁵⁾	25.00%	8.15%
Hedge Funds	HFRI, Inc. Fund of Funds Composite Index	6.00%	3.60%
Cash Equivalents	90-Day U.S. Treasury	2.00%	1.10%

(1) Target asset allocation adopted at the March 2025 TCDRS Board meeting.

(2) Geometric real rates of return equal the expected return for the asset class minus the assumed inflation rate of 2.35% per Cliffwater's 2025 capital market assumptions.

(3) Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

(4) Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

(5) Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 7: PENSION (continued)

Net Pension Liability / (Asset)

Net Pension Liability / (Asset)	December 31, 2023	December 31, 2024
Total pension liability	\$365,003	\$519,901
Fiduciary net position	280,042	508,193
Net pension liability / (asset)	84,961	11,708
Fiduciary net position as a % of total pension liability	76.72%	97.75%
 Pensionable covered payroll ⁽¹⁾	 \$928,898	 \$1,286,793
Net pension liability as a % of covered payroll	9.15%	0.91%

The total pension liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below.

Note: Rounding differences may exist above or in other tables in this report.

(1) Payroll is calculated based on contributions as reported to TCDRS.

Discount Rate

Discount rate ⁽²⁾	7.60%	7.60%
Long-term expected rate of return, net of investment expense ⁽²⁾	7.60%	7.60%
Municipal bond rate ⁽³⁾	Does not apply	Does not apply

(2) This rate reflects the long-term rate of return funding valuation assumption of 7.50%, plus 0.10% adjustment to be gross of administrative expenses as required by GASB 68.

(3) The plan's fiduciary net position is projected to be available to make all projected future benefit payments of current active, inactive, and retired members. Therefore, the discount rate for calculation the total pension liability is equal to the long-term expected rate of return, and the municipal bond rate does not apply.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 7: PENSION (continued)

Changes in Net Pension Liability / (Asset)

	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) – (b)
Balances as of December 31, 2023	\$365,003	\$280,042	\$84,961
<i>Changes for the year:</i>			
Service cost	157,322		157,322
Interest on total pension liability ⁽¹⁾	38,759		38,759
Effect of plan changes ⁽²⁾	53,544		53,544
Effect of economic/demographic gains or losses	(69,598)		(69,598)
Effect of assumptions changes or inputs	0		0
Refund of contributions	(25,130)	(25,130)	0
Benefit payments	0	0	0
Administrative expenses		(277)	277
Member contributions		90,076	(90,076)
Net investment income		32,479	(32,479)
Employer contributions		120,702	(120,702)
Other ⁽³⁾	0	10,301	(10,301)
Balances as of December 31, 2024	\$519,901	\$508,193	\$11,708

(1) Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

(2) Reflects plan changes adopted effective in 2025.

(3) Relates to allocation of system-wide items.

Sensitivity Analysis

The following presents the net pension liability of the district, calculated using the discount rate of 7.60%, as well as what the ESD net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate.

	1% Decrease 6.60%	Current Discount Rate 7.60%	1% Increase 8.60%
Total Pension Liability	\$644,817	\$519,901	\$423,523
Fiduciary Net Position	508,193	508,193	508,193
Net pension liability/(asset)	\$136,624	\$11,708	(\$84,670)

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 7: PENSION (continued)

As of September 30, 2025, the deferred inflows and outflows of resources are as follows:

Deferred Inflows/Outflows of Resources

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$91,638	\$8,834
Changes of assumption	341	1,652
Net difference between projected and actual earnings	0	2,273
Contributions made subsequent to measurement date	<u>N/A</u>	<u>222,847</u>
Totals	\$91,979	\$235,606

The \$222,847 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2026. The remaining amounts currently reported as deferred outflows of resources related to pensions will be recognized in pension expenses as follows:

Year ended September 30:	
2026	\$(11,713)
2027	(10,573)
2028	(14,321)
2029	(14,000)
2030	(13,215)
Thereafter ⁽¹⁾	(15,398)

(1) Total remaining balance to be recognized in future years, if any. Note that additional future deferred inflows and outflows of resources may impact these numbers.

Payable to the Pension Plan

The District reported a payable of \$34,114 for the outstanding amount of employer and employee contributions to the pension plan required for the year ended September 30, 2025.

NOTE 8: FUND BALANCE CLASSIFICATION

The District complies with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Those fund balance classifications are described below.

Non-spendable - Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

Restricted - Amounts that can be spent only for specific purposes because of constitutional provisions, or enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 8: FUND BALANCE CLASSIFICATION (continued)

Committed - Amounts that can only be used for specific purpose pursuant to approval by formal action by the Board. The Board is the highest level of decision-making authority for the District. Commitments may be established, modified, or rescinded only through resolutions approved by the Board.

Assigned - For the General Fund, amounts that are appropriated by the Board or Board designee that are to be used for specific purposes. For all other governmental funds, any remaining positive amounts not previously classified as non-spendable, restricted, or committed.

Unassigned - Amounts that are available for any purpose; these amounts can be reported only in the District's General Fund.

The detail of the fund balance is included in the Governmental Fund Balance Sheet on page 8.

Fund balance of the District may be committed for a specific purpose by formal action of the Board, the District's highest level of decision-making authority. Commitments may be established, modified, or rescinded only through a resolution approved by the Board. The Board has delegated the authority to assign fund balance for a specific purpose to the District's Chief or Assistant Chief.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

As of September 30, 2025, the District has not adopted a minimum fund balance policy.

**NOTE 9: EXPLANATION OF DIFFERENCES BETWEEN GOVERNMENTAL FUND
AND GOVERNMENT-WIDE STATEMENTS**

Differences between the Governmental Fund Balance Sheet and the Statement of Net Position:

The differences (as reflected in the adjustments column) primarily result from the long-term economic resources focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheet.

When capital assets (land, buildings, equipment) that are to be used in governmental activities are purchased or constructed, the costs of those assets are reported as expenditures in governmental funds. However, the statement of net position includes those capital assets among the assets of the District as a whole.

Cost of capital assets	\$10,871,909
Accumulated Depreciation	<u>(862,441)</u>
	\$10,009,468

The statement of net position includes as Deferred Outflows of Resources are amounts that are permitted to be recognized as part of pension expense over a period of years in the governmental funds.

Deferred Outflows of Resources	\$235,607
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WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.

Accrued interest payable	\$84,838
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Long-term liabilities applicable to the district's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities – both current and long-term—are reported in the statement of net assets.

Due within one year	\$491,950
Due after one year	14,666,178

Taxes receivable and interlocal agreement (county) are offset by deferred revenues in the governmental funds and thus are not included in fund balance.

Property Taxes	\$(38,924)
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Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.

Deferred Inflows of Resources	\$91,979
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Differences between the Governmental Fund Operating Statement and the Statement of Net Activities:

The differences (as reflected in the adjustments column) arise primarily from the long-term economic resources focus of the statement of activities versus the current financial resources focus of the governmental funds.

Some expenses reporting in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Adjustment for Compensated Leave	\$50,942
Adjustment for Pension Liability	(73,253)
Change in Deferred Inflows/Outflows related to Pension	<u>(64,522)</u>
Total adjustment	\$(86,833)

When capital assets that to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the statement of activities the cost of those assets, or fair market value of donated assets, is allocated over their estimated useful lives and reported as depreciation expense.

Capital Outlay	\$(7,790,686)
Depreciation Expense	196,505

Repayment of capital lease obligations is reported as an expenditure in governmental funds. For the district as a whole, however, the principal payments reduce the liabilities in the statement of net assets and do not result in an expense in the statement of activities.

Payment of Principal	\$(217,557)
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Interest expense in the statement of activities differs from the amount reported in governmental funds because additional accrued interest was calculated for capital lease obligations.

Change in accrued interest payable	\$68,782
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WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

**NOTE 9: EXPLANATION OF DIFFERENCES BETWEEN GOVERNMENTAL FUND
AND GOVERNMENT-WIDE STATEMENTS (continued)**

Because some property taxes will not be collected for several months after the district's year end, they are not considered as "available" revenues in the governmental funds.

Adjustment for property taxes collected after year-end \$10,808

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Grants/Contributions \$(18,852)

The issuance of long-term debt provides current financial resources to the governmental funds, however, this has no effect of net position. The amount is the net effect of these differences in the treatment of long-term debt and related items.

Financing Proceeds \$(11,151,373)

NOTE 10: DATE OF MANAGEMENT'S REVIEW

Management has evaluated subsequent events through the date the financial statements were available to be issued.

NOTE 11: COMMITMENT

The District entered into an agreement with Williamson County whereby the County paid \$300,000 towards the construction cost of the Andice station. Under this agreement the District will provide to the County housing bay for one EMS response vehicle and housing (bedroom, office, and storage) for EMS personnel for an unspecified time at no additional future cost. The County may terminate this agreement without cause upon a 90-day notice. The District may terminate this agreement after 5 years from the date of final completion of the station with or without cause with 180 days written notice. Under the terms of the agreement should the District terminate this agreement prior to the 5-year period the District would have to repay the \$300,000. If beginning in the sixth year the District terminates, only \$150,000 would be repaid and a credit of \$30,000/year would be granted for years 7-10, that after the 10th year no repayment would be required. The District currently does not expect to terminate this agreement, and no liability has been established.

The District entered into an interlocal agreement with Travis County Emergency Services District No. 1 for them to provide the District with management services for \$20,000 per month beginning August 12, 2024 and ending November 11, 2024. For the year ending September 30, 2025, the total amount paid was \$70,000.

NOTE 12: SUBSEQUENT EVENT

Subsequent to year end, the District purchased two separate properties in the amount of \$270,000 and \$1,804,038, with the intention of using these properties for the construction of future fire stations.

Required Supplemental Information

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 7
GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
BUDGET TO ACTUAL COMPARISON - GENERAL FUND
FOR THE YEAR ENDING SEPTEMBER 30, 2025

	Budget		Actual Amounts Budgetary Basis	Variance Favorable/ (Unfavorable)
	Original	Final		
GENERAL REVENUES				
Ad Valorem Taxes	\$ 1,191,318	\$ 1,310,500	\$ 1,309,938	(562)
Penalty & Interest	12,000	12,000	12,241	241
Sales Tax	2,111,867	2,784,000	2,593,830	(190,170)
Interest Income	144,000	324,000	324,318	318
Grants/Contributions	28,153	93,800	110,615	16,815
Miscellaneous	11,000	3,000	6,588	3,588
Total General Revenues	<u>\$ 3,498,338</u>	<u>\$ 4,527,300</u>	<u>\$ 4,357,530</u>	<u>(169,770)</u>
EXPENDITURES/EXPENSES				
Apparatus	\$ 95,800	\$ 72,900	\$ 69,150	\$ 3,750
Utilities	30,300	35,800	34,033	1,767
Maintenance and Repairs	13,000	74,500	72,260	2,240
Professional Fees	155,000	203,000	167,727	35,273
Office Expense/Postage	7,300	12,800	12,451	349
Insurance	142,268	79,000	76,890	2,110
Appraisal District & Tax Collector Fees	6,000	8,000	7,732	268
Fire Equipment & Supplies	150,600	204,500	198,024	6,476
Communications	29,000	15,000	12,963	2,037
EMS	7,500	9,000	8,879	121
Training	35,500	62,000	60,168	1,832
Miscellaneous	81,331	131,820	127,988	3,832
Personnel	2,275,460	2,347,347	2,375,468	(28,121)
Reserve	-	-	-	-
Capital Outlay	76,995	301,000	7,790,686	(7,489,686)
Debt Service:				
Debt Issue Cost	-	-	110,437	(110,437)
Principal	237,119	237,471	217,557	19,914
Interest	155,165	155,165	174,711	(19,546)
Total expenditures/expenses	<u>\$ 3,498,338</u>	<u>\$ 3,949,303</u>	<u>\$ 11,517,124</u>	<u>(7,567,821)</u>
Excess (Deficiency) of revenues over expenditures	-	577,997	(7,159,594)	(7,737,591)
OTHER FINANCING SOURCES/(USES):				
Note Proceeds	-	-	11,151,373	11,151,373
Total Other Financing Sources/(Uses)	-	-	11,151,373	11,151,373
Excess (Deficiency) of revenues and other financing sources over expenditures	\$ -	\$ 577,997	\$ 3,991,779	
Fund Balance Beginning of the year			<u>8,633,061</u>	
End of the year			<u>\$ 12,624,840</u>	

See Accompanying Notes to the Financial Statements

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO 7
NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION
YEAR ENDED SEPTEMBER 30, 2025

EXPENDITURES IN EXCESS OF APPROPRIATIONS

The general government expenditures for capital outlay exceeded appropriations due to under-budgeting of expense for capital outlay purchases. The District's management will monitor the budget vs actual statement and amend the budget as necessary as circumstances arise.

Williamson County Emergency Services District #7
Schedule of Changes in Net Pension Liability and Related Ratios

	Year Ended December 31									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	157,322	122,157	61,528	24,385	17,785	7,343	N/A	N/A	N/A	N/A
Interest on total pension liability	38,759	25,713	12,364	4,291	2,084	595	N/A	N/A	N/A	N/A
Effect of plan changes	53,544	49,797	38,307	42,423	-	-	N/A	N/A	N/A	N/A
Effect of assumption changes or inputs	-	-	-	(617)	3,027	-	N/A	N/A	N/A	N/A
Effect of economic/demographic (gains) or losses	(69,598)	(40,120)	11,212	(1,403)	1,233	6	N/A	N/A	N/A	N/A
Benefit payments/refunds of contributions	(25,130)	(17,106)	-	-	-	-	N/A	N/A	N/A	N/A
Net change in total pension liability	154,897	140,441	123,411	69,079	24,129	7,944	N/A	N/A	N/A	N/A
Total pension liability, beginning	365,004	224,563	101,152	32,073	7,944	-	N/A	N/A	N/A	N/A
Total pension liability, ending (a)	519,901	365,004	224,563	101,152	32,073	7,944	N/A	N/A	N/A	N/A
Fiduciary Net Position										
Employer contributions	120,702	64,743	32,868	6,029	5,457	2,571	N/A	N/A	N/A	N/A
Member contributions	90,076	65,023	52,409	13,957	13,072	6,157	N/A	N/A	N/A	N/A
Investment income net of investment expenses	32,479	17,029	(10,687)	8,675	969	(9)	N/A	N/A	N/A	N/A
Benefit payments/refunds of contributions	(25,130)	(17,106)	-	-	-	-	N/A	N/A	N/A	N/A
Administrative expenses	(277)	(146)	(85)	(32)	(21)	(7)	N/A	N/A	N/A	N/A
Other	10,301	5,698	12,055	574	549	300	N/A	N/A	N/A	N/A
Net change in fiduciary net position	228,151	135,241	86,560	29,203	20,026	9,012	N/A	N/A	N/A	N/A
Fiduciary net position, beginning	280,042	144,801	58,241	29,038	9,012	-	N/A	N/A	N/A	N/A
Fiduciary net position, ending (b)	508,193	280,042	144,801	58,241	29,038	9,012	N/A	N/A	N/A	N/A
Net pension liability / (asset), ending = (a) - (b)	11,708	84,962	79,762	42,911	3,035	(1,068)	N/A	N/A	N/A	N/A
Fiduciary net position as a % of total pension liability	97.75%	76.72%	64.48%	57.58%	90.54%	113.44%	N/A	N/A	N/A	N/A
Pensionable covered payroll	1,286,793	928,898	748,698	348,927	326,790	153,930	N/A	N/A	N/A	N/A
Net pension liability as a % of covered payroll	0.91%	9.15%	10.65%	12.30%	0.93%	-0.69%	N/A	N/A	N/A	N/A

Williamson County Emergency Services District #7
Schedule of Employer Contributions

Year Ending September 30	Actually Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pensionable Covered Payroll	Actual Contribution as a % of Covered Payroll
2019	-	-	-	-	0.0%
2020	2,571	2,571	-	153,930	1.7%
2021	5,457	5,457	-	326,790	1.7%
2022	6,029	6,029	-	348,927	1.7%
2023	32,868	32,868	-	748,698	4.4%
2024	64,743	64,743	-	928,898	7.0%
2025	120,702	120,702	-	1,286,793	9.4%

Williamson County Emergency Services District No. 7
Notes to the Schedule of Employer Contributions
For the year ending September 30, 2025

Valuation Date:	Actuarially determined contribution rates are calculated each December 31, two years prior to the end of the fiscal year in which contributions are reported.
Methods and assumptions used to determine contribution rates:	
Actuarial Cost Method	Entry Age (level percentage of pay)
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	15.9 years (based on contribution rate calculated in 12/31/2024 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation.
Investment rate of Return	7.50%, net of investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions	2015: New inflation, mortality and other assumptions were reflected. 2017: New mortality assumptions were reflected. 2019: New inflation, mortality and other assumptions were reflected. 2022: New investment return and inflation assumptions were reflected.
Changes in Plan Provisions Reflected in the Schedule	2020: No changes in plan provisions were reflected in the Schedule. 2021: No changes in plan provisions were reflected in the Schedule. 2022: Employer contributions reflect that the member contribution rate was increased to 7%. 2023: Employer contributions reflect that the current service matching rate was increased to 150% for future benefits. 2024: Employer contributions reflect that the current service matching rate was increased to 200% for future benefits.

**Only changes effective 2015 and later are shown in the Notes to Schedule.*



MEDACK & OLTMANN, LLP

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERS

James E. Medack, CPA
Melodi J. Oltmann, CPA

PROFESSIONAL STAFF

Ashton McGonagle, CPA
Laura Frerich, E.A.
Tyler Cupit, Staff Accountant

MEMBERS

American Institute of
Certified Public Accountants

Texas Society of
Certified Public Accountants

December 13, 2025

To the Board of Commissioners
Williamson County Emergency Services District No. 8

We have audited the financial statements of the governmental activities of Williamson County Emergency Services District No. 8 for the year ended September 30, 2025. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated August 1, 2025. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Williamson County Emergency Services District No. 8 are described in Note 1 to the financial statements. No new accounting policies were adopted, and the application of existing policies was not changed during 2025. We noted no transactions entered into by Williamson County Emergency Services District No. 8 during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the District's financial statements was:

Management's estimate of the depreciable lives of capital assets is based on the expected useful life of the asset. We evaluated the key factors and assumptions used to develop the depreciable lives of capital assets in determining they are reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. We noted no misstatements that required corrections.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 16, 2025.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to Williamson County Emergency Services District No 8's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as Williamson County Emergency Services District No 8's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

One matter that we have discussed with management (Board of Commissioners) both in prior years and the current year is that of risk management. Due to the small size of the entity, resulting in the contracting of accounting services, management still has the responsibility of establishing, maintaining and monitoring of proper internal controls in order to reduce the risk of fraud and/or misrepresentation of financial information. The purpose of this comment is for the Board to be aware of the situation and realize that small offices are more susceptible to the risks of fraud be it intentional or unintentional.

As the industry is moving towards paying bills electronically, it is prudent for the Board to adopt policies and procedures to ensure proper controls (segregation of duties) are functioning to mitigate the potential misappropriation of assets (theft/fraud).

Other Matters

We applied certain limited procedures to Management Discussion and Analysis, the Governmental Fund Revenues, Expenditures and Budget to Actual Comparison – General Fund, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

Restriction on Use

This information is intended solely for the use of Board of Commissioners of Williamson County Emergency Services District No 8 and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Medack & Oltmann, LLP

Medack & Oltmann, LLP
Giddings, Texas

**Williamson County
Emergency Services District No. Eight
Financial Statements
September 30, 2025**

Williamson County Emergency Services District No. 8
For the Year Ending September 30, 2025

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Williamson County Emergency Services District No. 8

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of the Williamson County Emergency Services District No. 8 as of and for the year ended September 30, 2025, 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 each major fund of Williamson County Emergency Services District No. 8, as of September 30, 2025, and the respective changes in financial position thereof 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 Williamson County Emergency Services District No. 8, 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 Williamson County Emergency Services District No. 8'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 Williamson County Emergency Services District No. 8'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 budgetary comparison information on pages 3-10 and 25 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.

Medack & Oltmann LLP

Medack & Oltmann, LLP
Giddings, Texas
December 13, 2025

3500 D.B. Wood Rd.
78628
512/930-FIRE (3473)



Georgetown, TX

Management's Discussion and Analysis

This is the discussion and analysis of the Williamson County ESD #8 for fiscal year ending September 30, 2025.

Citizens and taxpayers want a clear picture of the financial health of their governments, which includes Emergency Services Districts. They also want to know how their tax dollars were spent and how much it costs to provide major services such as firefighting, fire prevention and rescue services. The concept of financial accountability of elected or appointed officials is reflected in the standards adopted by the Governmental Accounting Standards Board (GASB) for annual financial reporting.

This Management Discussion and Analysis (MD&A) is composed with the GASB concepts in mind. Please read it in conjunction with the District's financial statements, which follow this section.

Financial Highlights

- *The Districts total net position for the fiscal year exceeded the liabilities of \$407 by \$4,766,093.*
- *Change in net position from current operations was \$3,029,675 resulting in cash reserves of \$3,179,163 at the end of the fiscal year.*
- *The District continued the Fire Protection Services contract with the City of Georgetown at an annual cost of \$5,911,657.*

Using This Annual Report

This annual report consists of two financial statements. GASB Statement No. 34 provides that for governments engaged in a single government program, the fund financial statements and the government-wide statements may be combined. These combined statements appear on pages 11 and 12. The second column is an adjustments column, reconciling the amounts reported in the government funds to show how each would change when reported on the full-accrual basis of accounting. The last column of these combination statements shows the amounts that normally would appear in the government-wide statements.

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities present information about the District as a whole. These statements (as reported in the last column of each of the statements) include all of the District's assets and liabilities, utilizing the accrual basis of accounting which is similar to the accounting used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two columns report the District's net position and changes in them. The difference between assets and liabilities, net assets, are one way to measure the District's financial health. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. However, other non-financial factors such as changes in the District's property tax base must also be considered in an assessment of the overall financial health of the District.

The Statement of Activities, also included on page 12, presents information showing how the District's net position changed during the most recent twelve-month period. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

Reporting the District's Funds

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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District may establish other funds to help in control and manage money for particular purposes or to show that it is meeting its legal responsibilities for using certain taxes, grants and other money. These funds are reported using an accounting method called Modified Accrual accounting which measures cash and all other financial assets that can be readily converted to cash.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund statements focus on near-term inflows and outflows of spend-able resources, as well as on balances of spend-able resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare that information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. The District only reports using one fund that being the General Fund.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The District as a Whole

Governmental activities increased the District's net position by \$3,029,675, approximately 174.48%. Our analysis below focuses on the net position (Table 1) and the changes in net position (Table 2) of the District's governmental activities:

Table 1
Government Activities
Net Position

Assets	9/30/2025	9/30/2024
Current Assets	\$ 1,158,898	\$ 1,145,678
Capital Assets	588,426	601,646
Total Assets	\$ 4,766,500	\$ 1,747,324
Liabilities		
Current Liabilities	\$ 407	\$ 10,906
Long-Term Liabilities	-	-
Total Liabilities	\$ 407	\$ 10,906
Net Position		
Investment in capital assets	\$ 588,426	\$ 601,646
Restricted	-	-
Unrestricted	4,177,667	1,134,772
Total Net Position	\$ 4,766,093	\$ 1,736,418

Table 2
Government Activities
Changes in Net Position

	<u>9/30/2025</u>	<u>9/30/2024</u>
General Revenues		
Ad Valorem Taxes	\$ 6,287,314	\$ 5,522,058
Sales Tax	\$ 2,619,234	\$ -
Penalties & Interest on Taxes	25,796	21,251
Interest	117,623	129,491
Other	110,052	147,049
Total General Revenues	\$ 9,160,019	\$ 5,819,849
Expenditures/Expenses		
Legal Notices	\$ 1,229	\$ 3,845
Tax Collector/Appraisal District Fees	43,133	38,416
Insurance & Bonds	4,195	4,157
Professional Services	38,177	39,905
Contracted Services	5,911,657	5,792,800
Training Prevention Staffing Study	713	2,268
Association Dues	-	1,100
Office Supplies	28	487
Website/Internet	3,515	2,772
Public Outreach	77,775	102,571
Election Expense	30,102	30,915
Consulting-Sales Tax	6,600	-
Amortization Expense	13,220	13,220
Total Expenditures/Expenses	\$ 6,130,344	\$ 6,032,456
Change in Net Postion	\$ 3,029,675	\$ (212,607)
Net Position - Fund Balance Beginning of Year	\$ 1,736,418	\$ 1,949,025
Net Position - Fund Balance Ending of Year	\$ 4,766,093	\$ 1,736,418
Change in Net Position		
Percent Increase or (decrease)	174.48%	-10.91%

Capital Assets:

At the end of the fiscal year September 30, 2025, capital assets are as follows:

	2025	2024
Vehicles	342,528	342,528
Equipment	392	392
Accumulated Depreciation	(342,920)	(342,920)
Intangible - Right-of-Use Assets	654,526	654,526
Accumulated Amortization	(66,100)	(52,880)
Governmental activities capital assets, net	588,426	601,646

Amortization expense charged to the general fund was \$13,220.

More detailed information about the District's Capital Assets is presented in Note 5 of the financial statements.

Financial Analysis of the Government's Funds

As noted earlier the District uses Fund accounting to ensure and demonstrate compliance with finance-related legal requirements. For the year ending September 30, 2025, the District's total fund balance was \$4,096,874 which reflects a net combined increase of \$3,036,294.

Approximately 97.23% of the District's FY 2025 income is derived from Ad Valorem property taxes and sales tax, while the remainder is primarily Money Market Interest income. Interest rates increased in the last year and the District received about 1.29% of its total income on its cash investments.

Revenues	October 2024 to September 2025	
Property Taxes	\$ 6,280,714	68.62%
Sales Tax	\$ 2,619,235	28.61%
Penalties & Interest	25,796	0.28%
Interest Income	117,623	1.29%
Miscellaneous	110,052	1.20%
Total	\$ 9,153,420	100.00%

Budgetary Highlights

The District's annual budget includes estimated revenues and expenditures for fiscal year that begins each October 1. The annual budget is a "line-item" document that helps guide the Board of Commissioners through the year with a high degree of financial control over District expenditures.

Estimates of taxable value for the year are provided by the Williamson County Tax Appraisal Office. That estimate, combined with an estimate of historical tax collection rates for the District is used to estimate Ad Valorem Revenues and Establish a Tax Rate for the District.

In the fiscal year ending September 30, 2025, the Net Taxable (Assessed) Valuation of the District was \$6,471,057,061 resulting in a total tax levy of \$6,265,084 based on a tax rate of \$0.10 per \$100 valuation.

The District's 2024/2025 Budget resulted in actual expenditures of \$6,117,124 vs the budget of \$6,172,622, or \$55,498 less than budgeted amount.

Total revenues were \$9,152,420 or \$1,509,662 more than the final budgeted amount, due to this being the first year of sales tax collections of \$2,619,235. Ad Valorem tax revenue was \$6,280,714 or \$3,756, greater than the budgeted amounts. This resulted in an overall favorable variance of \$1,509,662.

Review of the financial operations of the District during the year yielded several Board directed changes to policy and operations. The district continues to be a low tax rate District with the lowest tax rate of current Districts in Williamson County. The contract with the City of Georgetown Fire Services Division is one of the primary reasons for that low cost and exceptional level of service delivery.

Currently Known Facts, Decisions and Economic Conditions

For the 2025 fiscal year, the tax rate for Williamson County Emergency Services District No. 8 was set at \$0.091200/\$100 of assessed property value, which was a 5.8% decrease in the tax rate of the previous year. The average homestead taxable property valuation had an increase of 5.07%. For the same period, the contract price with the City of Georgetown for fire and emergency services increased by 2.01%. The contract price continues to be based on a cost model that was developed by ESCI consultants in 2019 which takes into consideration elements of the cost of service that were not included in the previous cost model which was based solely on the percentage of call volume in the ESD compared to the City. These considerations include factors such as area covered, property values, risk factors, population served, and call volume compared to the City. This model has proven to be a more equitable means of establishing the true cost of service for ESD8. The ESD8 Board of Commissioners strives to provide the highest level of service, and adopting a tax rate of \$0.091200/\$100 of assessed property value is a reflection of the increasing cost of that service. ESD8 currently has a tax rate that is similar to the majority of the ESD's in Williamson County that don't have sales tax revenue.

The ESD continues to occupy office space and holds all meetings in the meeting room at Fire Station 6. This meeting room is also available, and has been used, by several community groups over the past year. The long term "Right to Occupy" agreement with the City of Georgetown guarantees the ESD full use of the office space and meeting room at no cost. This agreement is beneficial for the ESD and the community it serves as well as the City.

Fire Station 6 continues to show improved response times in both the ESD's northwest sector and within the city, and Fire Station 7 has also improved the response times to calls in the ESD's southeast sector as well as the city. Fire Station 6 was built in ESD territory and Fire Station 7 was built on the edge of the city limits to increase coverage in the ESD as well as coverage inside the city. All new proposed fire stations will be built in ESD territory to meet the demands of growth.

Due to the rapid growth within the ESD, there has also been a rapid increase in the demand for services which has also led to an increase in the cost of service. The cost of service exceeds

the ESD's property tax revenue, and we now rely on the 2% sales tax that was passed in November 2024 to provide a secondary source of funding to meet the increasing cost demands.

With the additional sales tax revenue, we can continue to provide the same level of service that we have in previous years. The additional sales tax revenue will also be used to rebuild our contingency fund, support the city's plan for adding a new fire station every three years, and hire six additional firefighters every year. We continue to contract with the city for services which benefits both the ESD and the city because a significant portion of the city's fire budget comes from the service contract with the ESD. This helps us achieve our goal of reducing response times and providing better service.

The Board continues to have a committee that meets with the city's Emergency Services Commission, which is composed of two ESD board members, a city councilman, city manager, assistant city manager, and fire chief. The purpose of the meetings is to discuss funding of the service contract as well as the level of service the City will provide.

ESD8 continues to allocate funds for the installation of fire hydrants, where feasible, in areas of the district that have minimal or no coverage. All planned installations have been completed in the Jonah water district and funds are available for installations in the portion of the City of Georgetown water system that is located in the ESD. Additionally, the City of Georgetown has capped the cost of each hydrant installed on their system at \$5,000.

ESD8 continues to own one fire engine that has been leased to the city since it was purchased. This engine is now being used as a reserve unit and when it is eventually sold, the proceeds from the sale will come back to the ESD.

Financial management of funds and payment for services continue to be handled through a contracted CPA firm with oversight and approvals by the Treasurer and President. The board retains this CPA firm to perform their bookkeeping which results in improvements in account organization, reserve accounting, and management of disbursements. All of these improvements are made without sacrificing checks and balances. The ESD's financial policy includes financial guidelines and firm practices related to capital financing, debt service coverage, reserve balances, cash management, and investing of public funds in compliance with Governmental Accounting Standards Board accounting principles.

The ESD board regularly meets the third Wednesday of each month at 6:00 pm to provide a consistent date and time which facilitates attendance by Commissioners, Fire Department personnel, and visitors. Also, ESD8 holds special meetings and workshops, as needed, to meet needs that cannot be achieved during monthly sessions.

The Emergency Services District's administration is located in dedicated office space at Fire Station 6, which is located at 6700 Williams Drive, Georgetown, TX, 78633. This physical space provides security for our documents, contracts, and financial records.

Administratively, the ESD Policies and Procedures are current, comprehensive and comprehensible. ESD8 has a fire code that is in sync with that of the City of Georgetown with the exception of the use of fireworks.

In an effort to help taxpayers stay informed about the ESD's activities, we continue to maintain and enhance our website as well as pursue other actions to increase public awareness. We have entered into a one-year contract with consultants Buie & Co. to promote our public

awareness. Ongoing efforts with Buie & Co. after the first year will be dependent on results achieved and expectations met.

Contacting the District's Financial Management

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Comments and/or questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Williamson County ESD #8

Bobby Bunte - ESD 8 President
3500 D B Woods Rd.
Georgetown, TX 78628
Phone: 512-819-3104

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
GOVERNMENTAL FUNDS BALANCE SHEET AND
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

	General Fund	Adjustments (Note 8)	Statement of Net Position
ASSETS			
Cash	\$ 3,179,163	\$ -	\$ 3,179,163
Property Taxes Receivable	80,790	-	80,790
Due from Other Governments	910,213	-	910,213
Prepaid Expenses	7,908	-	7,908
Capital Assets (net)	-	588,426	588,426
TOTAL ASSETS	<u>\$ 4,178,074</u>	<u>\$ 588,426</u>	<u>\$ 4,766,500</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES			
Accounts Payable	\$ 407	\$ -	\$ 407
Accrued Interest Payable	-	-	-
Long Term Liabilities-Due within one year	-	-	-
Long Term Liabilities-Due after one year	-	-	-
TOTAL LIABILITIES	<u>\$ 407</u>	<u>\$ -</u>	<u>\$ 407</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	<u>\$ 80,790</u>	<u>\$ (80,790)</u>	<u>\$ -</u>
FUND BALANCES/NET POSITION			
Fund balances:			
Non-Spendable	\$ 7,908	\$ (7,908)	\$ -
Spendable			
Assigned	250,000	(250,000)	
Unassigned	3,838,969	(3,838,969)	
Total fund balances	<u>4,096,877</u>	<u>(4,096,877)</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 4,178,074</u>	<u>\$ -</u>	
Net Position:			
Net Investment in Capital Assets		\$ 588,426	\$ 588,426
Unrestricted		4,177,667	4,177,667
Restricted		-	-
Total Net Position		<u>\$ 4,766,093</u>	<u>\$ 4,766,093</u>

See Accompanying Notes to the Financial Statements

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES AND STATEMENT OF ACTIVITIES
FOR THE YEAR ENDING SEPTEMBER 30, 2025

	General Fund	Adjustments (Note 8)	Statement of Activities
EXPENDITURES/EXPENSES			
Legal Notices	\$ 1,229	\$ -	\$ 1,229
Tax Collector/Appraisal District Fees	43,133	-	43,133
Insurance & Bonds	4,195	-	4,195
Professional Services	38,177	-	38,177
Contracted Services	5,911,657	-	5,911,657
Training	713	-	713
Website/Internet	3,515	-	3,515
Office Supplies	28	-	28
Public Outreach	77,775	-	77,775
Election Expense	30,102	-	30,102
Consulting Sales Tax	6,600	-	6,600
Amortization Expense	-	13,220	13,220
Total expenditures/expenses	<u>\$ 6,117,124</u>	<u>\$ 13,220</u>	<u>\$ 6,130,344</u>
GENERAL REVENUES			
Ad valorem taxes	6,280,714	6,600	6,287,314
Sales Tax	2,619,234	-	2,619,234
Penalties and Interest	25,796	-	25,796
Interest income	117,623	-	117,623
Miscellaneous	110,052	-	110,052
Total general revenues	<u>\$ 9,153,419</u>	<u>\$ 6,600</u>	<u>\$ 9,160,019</u>
Excess (Deficiency) of revenues over expenditures	3,036,295	(3,036,295)	-
Change in net position	-	3,029,675	3,029,675
Fund Balance/Net Position			
Beginning of the year	<u>1,060,582</u>	<u>675,836</u>	<u>1,736,418</u>
End of the year	<u><u>\$ 4,096,877</u></u>	<u><u>\$ 669,216</u></u>	<u><u>\$ 4,766,093</u></u>

See Accompanying Notes to the Financial Statements

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements for the District have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. More significant of these accounting policies are described below.

REPORTING ENTITY

The Williamson County Emergency Services District No. Eight (the District) was created by Article III, Section 48-e of the Constitution of Texas as proposed by SJR, No. 27, Acts of the 70th Legislature, Regular Session 1987, and adopted by the voters at an election held May 7, 2005, to protect life and property from fire and to conserve natural and human resources.

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic - but not the only - criterion for including a potential component unit with the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, no potential component units appear to exist.

BASIS OF PRESENTATION

Basic Financial Statements

Basic Financial Statements and Management Discussion and Analysis for State and Local Governments set forth minimum criteria for the determination of major funds based on a percentage of the assets, liabilities, revenues, or expenditures/expenses or either fund category or governmental and enterprise combined. Due to the fund structure of the District, all funds have been classified as major funds. As a part of this Statement, there is a reporting requirement regarding the local government's infrastructure (road, bridges, etc.). The District does not own any infrastructure assets and therefore is unaffected by this requirement.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The basic financial statements include both government-wide (based on the District as a whole) and fund financial statements. The reporting model focus is on either the District as a whole or major individual funds (within the fund financial statements). In the government-wide Statement of Net Position both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reflected on a full accrual, economic resources basis, which incorporates long-term assets and receivables as well as long-term debt and obligations. The District does not have any business-type or fiduciary activities.

The Government-wide Statement of Activities reflects both the gross and net cost per functional category which are otherwise being supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function.

The District does not currently employ indirect cost allocation systems.

The government-wide focus is more on the sustainability of the District as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The governmental fund statements are presented on a current financial resource and modified accrual basis of accounting. This presentation is deemed appropriate to (a) demonstrate legal compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the District's actual experience conforms to the budget or fiscal plan.

GASB provides that for governments engaged in a single governmental program, the fund financial statements and the government-wide statements may be combined. The District presents the fund's statement (General, Debt Service & Capital Projects) in the first three columns. The next column is an adjustments column. It reconciles the amounts reported in the governmental funds to show how each would change when reported on the full-accrual basis of accounting. The last column of these combination statements shows the amounts that normally would appear in the government-wide statements.

Fund Accounting

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditure/expenses. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The focus of Governmental Fund measurement (in the Fund Financial Statements) is based upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The District reports the following major governmental funds:

General Fund

The General Fund is the primary operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are presented on an accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers all revenues as available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred.

In applying the "susceptible to accrual" concept to intergovernmental revenues pursuant to GASB Statement #33, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenues when the applicable eligibility requirements including time requirements, are met. Resources transmitted before the eligibility requirements are met, under most circumstances, should be reported as advances by the provider and deferred revenue by the recipient.

BUDGETS

The District follows these procedures in establishing the budget reflected in the financial statements:

1. Prior to the beginning of each fiscal year, the District prepares a budget. The operating budget includes proposed expenditures and the means of financing those expenditures and is prepared in accordance with the basis of accounting utilized by that fund.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2. Public meetings are conducted at which all interested persons' comments concerning the budget are heard. After such meetings, the Board of Commissioners formally adopts the budget through passage of a motion in a public meeting.
3. The District amends the budget throughout the year approving such additional expenses. The amended budget is used in presenting the Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual.
4. All annual appropriations lapse at fiscal year-end.

The General Fund did have expenditures in excess of appropriations this deficit was offset with prior year fund balance.

DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

The District adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which provides guidance for reporting the financial statement elements of deferred outflows of resources, which represent the consumption of the District's net position that is applicable to a future reporting period, and deferred inflows of resources, which represent the District' acquisition of net position applicable to a future reporting period.

The District adopted GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

CASH AND CASH EQUIVALENTS

The District's cash and cash equivalents are considered to be cash on hand and demand deposits.

AD VALOREM PROPERTY TAXES

Delinquent taxes are prorated based on rated adopted for the year of the levy. Allowances for uncollectibles within the General Fund are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. There were no allowance for uncollectible property taxes as of September 30, 2025.

LEASES

The District complies with GASB Statement No. 87, *Leases*, which requires the recognition of certain lease assets and liabilities. It also establishes a single model for lease accounting based on the principle that leases are financing of the right to use an asset.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

For those leases where the District is the lessee, the District recognized a lease liability and a lease asset at the commencement of the lease term excluding leases below the capitalization threshold of \$5,000 per unit, short-term leases, and leases that transferred ownership of the underlying asset. The lease liability was measured at the present value of payments expected to be made during the lease term less any lease incentives. The lease asset was measured at the amount of the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. The cost of all leased assets is amortized over the shorter of the lease term or the useful life of the underlying asset.

For those leases where the underlying lease asset transferred ownership, the District followed the provision applicable to capital assets and to long-term debt or payables, depending on the financing as directed by GASB 87.

The District uses estimates and judgments to determine the lease term and the discount rate it uses to discount the expected lease payments and lease receipts to present value. The District uses the interest rate identified in the contract as the discount rate, unless one is not specified, in which case the District uses its estimated incremental borrowing rate as the discount rate.

The lease term includes the noncancelable period of the lease and extensions the District is reasonably certain to exercise. The District continually monitors changes in circumstances that are expected to significantly affect the amount of a lease liability or receivable that may require a remeasurement of its leases.

Additional information on leases can be found in Note 5 and 6.

CAPITAL ASSETS

The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements.

Government-wide Statements

In the government-wide financial statements, fixed assets are accounted for as capital assets. Property, plant and equipment purchased or acquired is carried at historical cost or estimated historical cost. Contributed assets are recorded at the fair market value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Leased assets are recorded at the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. The cost of all leased assets is amortized over the shorter of the lease term or the useful life of the underlying asset.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation and amortization of all assets is provided on the straight-line basis over the estimated useful lives with no salvage value. The range of estimated useful lives by type of asset is as follows:

Buildings and Structures	40 years
Vehicles	7-20 years
Other Equipment	10-20 years

The District does not own any infrastructure assets.

Lease assets are amortized over the life of the associated contract.

Fund Financial Statements

In the fund financial statements, capital assets are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

EQUITY CLASSIFICATIONS

Government-wide Statements

Equity is classified as net position and displayed in three components:

- a. Net Investment in capital assets – 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 improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other government; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

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

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as non-spendable or spendable with spendable being further classified into restricted, committed, assigned or unassigned.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

COMPENSATED ABSENCES

The District had no employees as of year-end.

RISK MANAGEMENT

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases its insurance from regular commercial companies. As of September 30, 2025, no claims or losses have been incurred that were not covered by insurance. There is no liability due to any claim or suit having ever been filed.

USE OF ESTIMATES

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities as of the date of the financial statements and the reported amounts of income and expenses during the period. Operating results in the future could vary from the amounts derived from management's estimates.

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

NOTE 2: CASH

Deposits were with a contracted depository bank, Union State Bank. As of year-end, deposits exceeded FDIC coverage. Therefore, in accordance with the depository contract, Union State Bank has pledged additional collateral. This collateral consisted of U.S. Government and Local State Securities, having a market value of \$5,343,235 (Category 2). At September 30, 2025, the carrying amount of the District's deposits was \$3,179,162, and the bank balance was \$3,176,065.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

NOTE 2: CASH (continued)

The collateral pledged is represented by specific identifiable investment securities and classified as to credit risk by the three categories described below:

- Category 1 -Insured by FDIC or collateralized with securities held by the District or by its agent in its name.
- Category 2 -Uninsured but collateralized with securities held by the pledging financial institution's trust department or agent in the District's name.
- Category 3 -Uncollateralized.

	Carrying Value	Bank Balance
Category 1	\$250,000	\$250,000
Category 2	2,926,163	2,926,065
Category 3	-0-	-0-
	\$3,176,163	\$3,176,065

NOTE 3: PROPERTY TAXES

The District uses the Williamson County Tax Assessor Collector to bill and collect its property tax. The District's property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the District. An enforceable lien is attached to the property as of January 1. The assessed value of the roll as of January 1, 2024, upon which the 2024 levy was based, was \$6,471,057,961 as certified by the Williamson County Central Appraisal District.

Taxes are due by January 31 following the October 1 levy date. The total 2024 levy was \$6,265,084 and the tax rate was \$0.10 per \$100 assessed valuation. Property taxes are considered fully collectible and therefore no allowance for uncollectible taxes is provided.

NOTE 4: COMMITMENTS

The District has entered into an agreement with the City of Georgetown Fire Department to provide fire protection and suppression, fire prevention, hazardous material control, emergency rescue and other assistance to the public as necessary. Payments are made quarterly and totaled \$5,911,657 for the year. This contract and the related fee are renegotiated annually.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

NOTE 5: CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2025, was as follows:

	Balance 9/30/2024	Additions/ Completions	Retirements/ Adjustments	Balance 9/30/2025
Governmental Activities:				
Depreciable capital assets				
Vehicles	342,528	-	-	342,528
Equipment	392	-	-	392
Total depreciable capital assets	342,920	-	-	342,920
Less accumulated depreciation for:				
Vehicles	(342,528)	-	-	(342,528)
Equipment	(392)	-	-	(392)
Total accumulated depreciation	(342,920)	-	-	(342,920)
Total depreciable capital assets, net	-	-	-	-
Intangible Right-of-Use Assets				
Leased office space	654,526	-	-	654,526
Total capital assets being amortized	654,526	-	-	654,526
Less accumulated amortization for:				
Leased office space	(52,880)	(13,220)	-	(66,100)
Total accumulated amortization	(52,880)	(13,220)	-	(66,100)
Net intangible right-of-use assets	628,086	(13,220)	-	588,426
Governmental activities capital assets, net	628,086	(13,220)	-	588,426

Current year depreciation expense was \$-0- and amortization expense is \$13,220.

NOTE 6: LEASES

The District, as a lessee, has entered into a lease agreement with the City of Georgetown for the use of 890 square feet of office space in a facility for a period of approximately 50 years. This contract states that if this agreement is terminated prior to 2068 and an alternate location or method of amortization is not found, the City will pay the full remaining unamortized balance.

The total of the District's lease assets are recorded at a cost of \$654,526, less accumulated amortization of \$66,100.

NOTE 7: ANNEXATION OF DISTRICT LAND BY THE CITY OF GEORGETOWN

The City of Georgetown has the right to annex property within the District which could in the future result in a reduction of the total value of property within the District and a reduction in the total tax revenue to be collected. For the year ending September 30, 2025, the District has not been made aware of any annexations.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

NOTE 8: FUND BALANCE

The District complies with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Those fund balance classifications are described below.

Non-spendable - Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

Restricted - Amounts that can be spent only for specific purposes because of constitutional provisions, or enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed - Amounts that can only be used for specific purpose pursuant to approval by formal action by the Board. The Board is the highest level of decision-making authority for the District. Commitments may be established, modified, or rescinded only through resolutions approved by the Board.

Assigned - For the General Fund, amounts that are appropriated by the Board or Board designee that are to be used for specific purposes. For all other governmental funds, any remaining positive amounts not previously classified as non-spendable, restricted, or committed.

Unassigned - Amounts that are available for any purpose; these amounts can be reported only in the District's General Fund.

Fund balance of the District may be committed for a specific purpose by formal action of the Board, the District's highest level of decision-making authority. Commitments may be established, modified, or rescinded only through a resolution approved by the Board. The Board has delegated the authority to assign fund balance for a specific purpose to the District's Chief or Assistant Chief.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

The Board has allocated funds to a contingency reserve to be used for future operational budgetary shortfalls in the event a budgetary deficit arises. As of September 30, 2025, \$250,000 has been set aside and is reflected as part of Assigned Fund balance to meet future possible budgeted operating deficits.

As of September 30, 2025, the District has not adopted a minimum fund balance policy.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

NOTE 8: FUND BALANCE (continued)

Fund Balance:	
<u>Nonspendable</u>	
Prepaid Expenses	\$ 7,910
<u>Assigned</u>	
Contingency Reserve	250,000
Total Assigned	250,000
Unassigned	3,838,964
Total Fund Balance:	<u>\$ 4,096,874</u>

**NOTE 9: EXPLANATION OF DIFFERENCES BETWEEN GOVERNMENTAL FUND
AND GOVERNMENT-WIDE STATEMENTS**

Differences between the Governmental Fund Balance Sheet and the Statement of Net Position:

The differences (as reflected in the adjustments column) primarily result from the long-term economic resources focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheet.

When capital assets (land, buildings, equipment) that are to be used in governmental activities are purchased or constructed, the costs of those assets are reported as expenditures in governmental funds. However, the statement of net position includes those capital assets among the assets of the District as a whole.

Cost of capital assets	\$997,446
Accumulated Depreciation	<u>(409,020)</u>
	<u>\$588,426</u>

Taxes receivable are offset by deferred revenues in the governmental funds and thus are not included in fund balance.

Deferred revenue	(\$80,791)
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Differences between the Governmental Fund Operating Statement and the Statement of Net Activities:

The differences (as reflected in the adjustments column) arise primarily from the long-term economic resources focus of the statement of activities versus the current financial resources focus of the governmental funds.

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	\$(-0-)
Amortization Expense	13,220

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING SEPTEMBER 30, 2025

**NOTE 9: EXPLANATION OF DIFFERENCES BETWEEN GOVERNMENTAL FUND
AND GOVERNMENT-WIDE STATEMENTS (continued)**

Because some property taxes will not be collected for several months after the district's fiscal year ends, they are not considered as "available" revenues in the governmental funds.

Adjustment for property taxes collected after year-end	\$6,601
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NOTE 10: DUE FROM OTHER GOVERNMENTS

Due from other governments consists of sales tax totaling \$910,212.

NOTE 11: DATE OF MANAGEMENT'S REVIEW

Management has evaluated subsequent events through the date of the auditor's report, the date the financial statements were available to be issued.

Required Supplemental Information

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. EIGHT
GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
BUDGET TO ACTUAL COMPARISON - GENERAL FUND
FOR THE YEAR ENDING SEPTEMBER 30, 2025

	Budget		Actual Amounts Budgetary Basis	Favorable/ (Unfavorable)
	Original	Final		
GENERAL REVENUES				
Ad Valorem Taxes	\$ 6,276,958	\$ 6,276,958	\$ 6,280,714	\$ 3,756
Sales Tax	-	1,152,000	2,619,234	1,467,234
Penalties and Interest	20,000	20,000	25,796	5,796
Interest Income	50,000	50,000	117,623	67,623
Miscellaneous	144,800	144,800	110,052	(34,748)
Total Revenues	<u>\$ 6,491,758</u>	<u>\$ 7,643,758</u>	<u>\$ 9,153,419</u>	<u>\$ 1,509,661</u>
				-
EXPENDITURES/EXPENSES				
Legal Notices	\$ 1,200	\$ 1,200	\$ 1,229	\$ (29)
Tax Collector/Appraisal District Fees	50,500	50,500	43,133	7,367
Insurance & Bonds	4,250	4,250	4,195	55
Membership Dues	1,100	1,100	-	1,100
Fire Hydrant Grant Program	5,000	5,000	-	5,000
Professional Services	41,940	53,940	38,177	15,763
Contracted Services	5,911,657	5,911,657	5,911,657	-
Miscellaneous	100	100	-	100
Office Supplies	2,125	2,125	3,543	(1,418)
Public Outreach	100,000	100,000	77,775	22,225
Election Expense	40,000	40,000	30,102	9,898
Consulting-Sales Tax	-	-	6,600	
Training & Travel	2,750	2,750	713	2,037
Total expenditures/expenses	<u>\$ 6,160,622</u>	<u>\$ 6,172,622</u>	<u>\$ 6,117,124</u>	<u>\$ 55,498</u>
Excess (Deficiency) of revenues over expenditures	\$ 331,136	\$ 1,471,136	\$ 3,036,295	\$ 1,565,159
Fund Balance Beginning of the year			<u>\$ 1,060,582</u>	
End of the year			<u><u>\$ 4,096,877</u></u>	

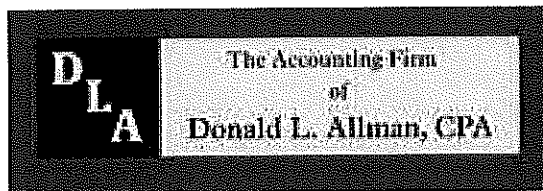
See Accompanying Notes to the Financial Statements

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
AUDITED FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9

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CERTIFIED PUBLIC ACCOUNTANT

Independent Auditors' Report

To the Board of Directors
Williamson County Emergency Services District No. 9

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Williamson County Emergency Services District No. 9 as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Williamson County ESD No. as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

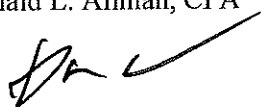
Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, on pages 3 – 10 and 26 - 27 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 Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report, dated June 19, 2026, on our consideration of the Williamson County ESD # 9's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Williamson County ESD # 9's internal control over financial reporting and compliance

Donald L. Allman, CPA



Liberty Hill, Texas

June 19, 2026

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025

Our discussion and analysis of the Williamson County Emergency Services District No. 9's financial performance provides an overview of the District's financial activities for the fiscal year ended December 31, 2025. Please review it in conjunction with the transmittal letter and the District's basic financial statements, which begin on page 10.

FINANCIAL HIGHLIGHTS

Total net position increased \$387,186 in 2025 for Williamson County ESD # 9. The main reason for this increase is accrued income from sales tax, which will be paid out over future periods and should further strengthen the financial position of Williamson County ESD # 9. The District had \$6,606,168 in expenses related to governmental activities with \$6,993,354 in program revenues to cover the cost of these programs.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 10-11) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. Fund financial statements start on page 12. These statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the district's most financially significant funds.

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities

Our analysis of the District as a whole begins on page 10. One of the most important questions asked about the District's finances is "Is the District as a whole better off or worse as a result of this year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer that question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025

These two statements report the District's net position and changes in them. You can think of the District's net position, the difference between assets, what the District owns, and liabilities, what the District owes, as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the District's jurisdiction, the availability of capital projects, and continuing local governmental support to assess the overall health of the District.

Reporting the District's Most Significant Funds	Major Funds
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Fund Financial Statements	-General
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Our analysis of the District's major funds begins on page 12. The Fund financial statements begin on page 12 and provide detailed information about the most significant funds-not the District as a whole. Some funds are required to be established by State law. The District only has governmental funds.

Governmental Funds: The District's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the District's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the district's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and Statement of Activities) and governmental funds in a reconciliation beside the fund financial statements, if applicable.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the governmental-wide and fund financial statements. The notes to the financial statements can be found on pages 16-23 of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents budget to actual statements and schedules which can be found on pages 24-25 of this report.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025

THE DISTRICT AS A WHOLE

The District's total net position changed from a year ago, increasing from \$9,665,152 to \$10,052,338. Our analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the district's governmental activities.

Table 1		
Net Position		
	<u>2025</u>	<u>2024</u>
Cash and Current Assets	\$ 5,312,893	\$ 5,252,417
Property Taxes Receivable	4,228,207	4,156,890
Capital Assets	<u>516,950</u>	<u>261,209</u>
Total Assets	<u>\$ 10,058,050</u>	<u>\$ 9,670,516</u>
 Current Liabilities	 \$ 5,712	 \$ 5,364
Long-term Obligations	<u>-</u>	<u>-</u>
Total Liabilities	<u>\$ 5,712</u>	<u>\$ 5,364</u>
 Net Position:		
Net Investment in Capital Assets	\$ 516,950	\$ 261,209
Reserved & Restricted	<u>-</u>	<u>-</u>
Unrestricted	<u>9,535,388</u>	<u>9,403,943</u>
Total Net Position	<u>\$ 10,052,338</u>	<u>\$ 9,665,152</u>

Net position of the District's activities increased \$387,186. Unrestricted net position, the part of net position that can be used to finance day to day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – increased from \$9,403,943 to \$9,535,388 by the end of 2025.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025

Table 2 compares the 2025 change in net position to the 2024 change in net position.

Table 2 Changes in Net Position for 2025 Compared with 2024 Activity			
	<u>2025</u>	<u>2024</u>	<u>Change</u>
Program Revenues:			
Property Taxes	\$ 6,523,011	\$ 6,054,134	\$ 468,877
Other revenue	36,471	32,096	\$ 4,375
Sales Tax	352,889	-	\$ 352,889
Interest Income	80,983	139,910	(58,927)
Total Revenues	<u>\$ 6,993,354</u>	<u>\$ 6,226,140</u>	<u>\$ 767,214</u>
Program Expenses			
General Government	\$ 6,606,168	\$ 5,715,873	\$ 890,295
Interest on L/T Debts	-	-	-
Total Expenses	<u>\$ 6,606,168</u>	<u>\$ 5,715,873</u>	<u>\$ 890,295</u>
Net Position			
Increase / (decrease)	<u>\$ 387,186</u>	<u>\$ 510,267</u>	<u>\$ (123,081)</u>

Table 3 presents the cost of each of the District's programs as well as each program's net cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the district by each of these functions.

Table 3 Governmental Activities				
	Total Cost of Services		Net Cost of Services	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
General Government	\$ 6,606,168	\$ 5,715,873	\$ 6,606,168	\$ 5,715,873
Interest of L/T Debt	-	-	-	-
Total Expenses	<u>\$ 6,606,168</u>	<u>\$ 5,715,873</u>	<u>\$ 6,606,168</u>	<u>\$ 5,715,873</u>

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025

THE DISTRICT'S FUND'S

Table 4 Changes in Year End Fund Balance			
	<u>2025</u>	<u>2024</u>	<u>% Change</u>
General	\$ 9,535,388	\$ 9,403,943	1.4%
Debt Service	-	-	
Capital Assets	516,950	261,209	97.9%
Total Governmental Balances	<u>\$ 10,052,338</u>	<u>\$ 9,665,152</u>	<u>3.9%</u>

Table 5 presents a summary of governmental fund revenues for the 2025 fiscal year and the amounts and percentages of increases and decreases in relation to the prior year.

Table 5 Total Governmental Fund Revenues				
Revenue Source	<u>2025</u>	<u>% of total</u>	<u>Increase or (Decrease) over 2024</u>	<u>Percent Increase (Decrease)</u>
Property Taxes	6,523,011	93%	468,877	7%
Other income	36,471	1%	4,375	0%
Sales Tax	352,889	5.05%	352,889	100%
Investment Income	80,983	1%	(58,927)	-42%
Total	<u>\$ 6,993,354</u>	<u>100.0%</u>	<u>\$ 767,214</u>	<u>11.0%</u>

Table 6 presents the general Fund budget and the difference between the original budget and final budget for fiscal year 2025. Table 7 discusses the variance between the final budget and the actual results for the year.

Table 6 Original and Final Budget			
	Budgeted Amounts		
	<u>Original</u>	<u>Final</u>	<u>Variance</u>
Revenues:			
Property Taxes	\$ 6,485,835	\$ 6,485,835	\$ -
Other Revenues	11,000	11,000	-
Interest Earnings	120,500	120,500	-
Total Revenues:	<u>\$ 6,617,335</u>	<u>\$ 6,617,335</u>	<u>\$ -</u>

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts		Variance
	Original	Final	
Expenditures:			
Current:			
General Government			
Professional Services	\$ 559,000	\$ 559,000	\$ -
General Administrative	42,832	42,832	-
Reserve	-	-	-
Fire & EMT Services	6,037,251	6,037,251	-
Capital Outlay	-	-	-
Debt Service:	-	-	-
Total Expenditures:	<u>\$ 6,639,083</u>	<u>\$ 6,639,083</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures			
	<u>\$ (21,748)</u>	<u>\$ (21,748)</u>	<u>\$ -</u>

Original versus Final Budget

There were no material differences between original and final budgeted amounts for 2025.

Table 7
Final Budget versus Actual Results
General Fund

	Final Budget	Actual	Variance
Revenues:			
Property Taxes	\$ 6,485,835	\$ 6,523,011	\$ 37,176
Other revenue	11,000	36,471	\$ 25,471
Sales Taxes	0	352,889	352,889
Interest Earnings	120,500	80,983	(39,517)
Total Revenue:	<u>\$ 6,617,335</u>	<u>\$ 6,993,354</u>	<u>\$ 376,019</u>
Expenditures:			
Current:			
General Government	\$ 6,639,083	\$ 6,606,168	\$ 32,915
Capital Outlay	-	-	-
Debt Service:	-	-	-
Total Expenditures	<u>\$ 6,639,083</u>	<u>\$ 6,606,168</u>	<u>\$ 32,915</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures			
	<u>\$ (21,748)</u>	<u>\$ 387,186</u>	<u>\$ 408,934</u>

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025

Final Budget versus Actual Results

There is no material variance in budgeted and actual Property Tax revenues. The District has budgeted for service provider expenses to be normalized in future years.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At year-end, the District had capital assets consisting of vehicles, trucks, trailers and ATV, net of depreciation, with a value of \$516,950.

Debt Administration

At year-end, the District had a loan payable with Government Capital Corporation for \$0. This loan was paid off in full in June of 2023.

ECONOMIC FACTORS

The voters added additional territory to ESD9 in the Leander ETJ. This was added by election in 2021 and the district will begin receiving revenue at the end of 2022. The ESD has contracted the City of Leander Fire Department to service that territory.

The District operates solely in Williamson County and has since its inception. Almost 100% of the District's revenue comes from property taxes. The District's budgeting process must continue to work as closely as possible with the Williamson County Tax Assessor's office in order to meet the financial obligations of the District.

It is important that the District is able to succeed in carrying out its day-to-day operations and continue to be able to meet its financial obligations as well.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in the report or requests for additional information should be addressed to the Office of the Treasurer, P.O. Box 846, Round Rock TX, 78680.

Alan Forster, Treasurer
Williamson County Emergency Services District # 9

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9

STATEMENT OF NET POSITION

DECEMBER 31, 2025

ASSETS:

CURRENT ASSETS:

CASH AND CASH EQUIVALENTS \$ 5,312,893

PROPERTY TAXES RECEIVABLE 4,228,207

TOTAL CURRENT ASSETS 9,541,100

NONCURRENT ASSETS:

CAPITAL ASSETS - BUILDING, EQUIPMENT & TRUCKS \$ 516,950

TOTAL NONCURRENT ASSETS 516,950

TOTAL ASSETS \$ 10,058,050

LIABILITIES:

CURRENT LIABILITIES:

ACCOUNTS PAYABLE \$ 5,712

UNEARNED REVENUE -

CURRENT PORTION OF LONG-TERM DEBT -

TOTAL CURRENT LIABILITIES 5,712

NON CURRENT LIABILITIES: -

TOTAL LIABILITIES \$ 5,712

NET POSITION:

NET INVESTMENT IN CAPITAL ASSETS \$ 516,950

RESERVED & RESTRICTED -

UNRESTRICTED 9,535,388

TOTAL NET POSITION \$ 10,052,338

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2024

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>	<u>Net Revenue and Change in Net Position Primary Government Governmental Activities</u>
Governmental Activities:			
General Government	\$ 6,606,168	\$ 6,912,371	\$ 306,203
Interest on Long-Term Debt	-	-	-
Total Governmental Activities	<u>\$ 6,606,168</u>	<u>\$ 6,912,371</u>	<u>\$ 306,203</u>
		General Revenues:	\$ 306,203
		Unrestricted Interest Earnings	80,983
		Total General Revenues	387,186
		Change in Net Position	387,186
		Net Position - Beginning	9,665,152
		Net Position - Ending	<u>\$ 10,052,338</u>

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9

BALANCE SHEET – GOVERNMENTAL FUNDS

DECEMBER 31, 2025

	<u>General</u>	<u>Debt Service</u>	<u>Total Governmental Funds</u>
Assets:			
Cash and Cash Equivalents	\$ 5,312,893	\$ -	\$ 5,312,893
Property Taxes Receivable	<u>4,228,207</u>	<u>-</u>	<u>4,228,207</u>
Total Assets:	<u>\$ 9,541,100</u>	<u>\$ -</u>	<u>\$ 9,541,100</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 5,712	\$ -	\$ 5,712
Unearned Revenue	\$ <u>4,228,207</u>	\$ -	\$ <u>4,228,207</u>
Total Liabilities	<u>\$ 4,233,919</u>	<u>\$ -</u>	<u>\$ 4,233,919</u>
Fund Balances			
Restricted for Debt Service	\$ -	\$ -	\$ -
Committed for Board Reserve	\$ 100,000		\$ 100,000
Unassigned	<u>5,207,181</u>	<u>-</u>	<u>5,207,181</u>
Total Fund Balances	<u>\$ 5,307,181</u>	<u>\$ -</u>	<u>\$ 5,307,181</u>
Total Liabilities and Fund Balances	<u>\$ 9,541,100</u>	<u>\$ -</u>	<u>\$ 9,541,100</u>

See accompanying notes to financial statements.

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION
OF GOVERNMENTAL ACTIVITIES
December 31, 2025

Total fund balance - total governmental funds	\$ 5,307,181
Amounts reported for governmental activities in the statement of net position are different because:	
Loans payable	-
Capital assets, net of accumulated depreciation	516,950
Property taxes not collected	\$ 4,228,207
Net position of governmental activities	<u>\$ 10,052,338</u>

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
GOVERNMENTAL FUNDS
DECEMBER 31, 2025

	<u>General</u>	<u>Debt Service</u>	<u>Other</u>	<u>Total Governmental Funds</u>
Revenues:				
Property Taxes	\$ 6,451,694	\$ -	\$ -	\$ 6,451,694
Other Income	36,471	-	-	36,471
Sales Tax	352,889	-	-	352,889
Interest Earnings	80,983	-	-	80,983
Total Revenues:	<u>\$ 6,922,037</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,922,037</u>
Expenditures:				
Current:				
General Government	\$ 6,505,613	\$ -	\$ -	\$ 6,505,613
Capital Outlay	356,246	-	-	356,246
Debt Service:	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	<u>\$ 6,861,859</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,861,859</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 60,178	\$ -	\$ -	\$ 60,178
Other Financing Sources (Uses)				
Transfers In	\$ -	\$ -	\$ -	\$ -
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net Change in Fund Balances	\$ 60,178	\$ -	\$ -	\$ 60,178
Fund Balances (Deficit) - Beginning	\$ 5,247,003	-	-	5,247,003
Fund Balances (Deficit) - Ending	<u>\$ 5,307,181</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,307,181</u>

See accompanying notes to the financial statements

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT
OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

Net change in fund balance - total governmental funds	\$ 60,178
Amounts reported for governmental activities in the statement of net assets are different because:	
Difference in property taxes collected for governmental funds and government wide funds	71,317
Capital Outlay	\$ 356,246
Payoff loan	-
Depreciation Expense	\$ (100,555)
Deferred revenue	-
Changes in net position of governmental activities.	<u>\$387,186</u>

See accompanying notes to the financial statements

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Williamson County Emergency Services District No. 9 (the District) is a political subdivision of the state of Texas. The entity is responsible for providing emergency services in Williamson County, Texas. The District provides emergency services through a contract with a local Fire Department. The district was created and operates under Article III, Section 48-e, of the Texas Constitution, as proposed by S.J.R. No. 27, Acts of the 70th Legislature, Regular session, 1987, and adopted by the voters at an election held November 3, 1987.

The District is governed by a Board of Commissioners that acts as the authoritative and legislative body of the entity. The Board of Commissioners elects officers for the following positions; President, Vice-President, Treasurer, Secretary and Fire Department Liaison. No board member receives compensation for serving on the Board, except for the Treasurer and Secretary receiving a stipend for administrative duties in day-to-day business.

The accompanying statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the district's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units.

Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the primary government.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-wide and fund financial statements

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include consist of Ad Valorem taxes received from the County's appraisal district.

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 31 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Grants and entitlements and interest associated with the current fiscal period are all considered susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered measurable and available only when the District receives cash.

Fund Accounting

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The District only uses governmental funds.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government Funds

Government funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The District reports the following major governmental funds:

General Fund – The General Fund is used to account for all financial resources of the District except those required to be accounted for in another fund. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Texas and the bylaws of the District.

Debt Service Fund – The Debt Service fund accounts for the servicing of general long-term debt and revenues reserved for the payment of long-term debt. There is long-term debt as of 12/31/25 in the amount of \$0.

Capital Projects Fund – The Capital Projects fund is used to account for all buildings, equipment and fire trucks purchased by the District and revenues allocated for the payment of capital projects. Two Dodge Ram 3500 trucks, a trailer, and an ATV, were purchased for \$356,246 in 2025.

Revenues – Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within thirty-one days of fiscal year-end. Under the modified accrual basis, only interest is considered to be both measurable and available at fiscal year-end. Non-exchange transactions, in which the District receives value without directly giving value in return, includes grants and donations. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenues – Exchange and Non-Exchange Transactions (Continued)

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must be available before it can be recognized.

Expenses / Expenditures

On an accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable.

Cash and Cash Equivalents

Cash and equivalents include all highly-liquid investments with a maturity of three months or less at the date of purchase. During 2025, cash and cash equivalents accounts were limited to First Citizens Bank and Wells Fargo Analyzed Business Checking Plus Public Funds. The District at times has an amount in its depository account that exceeds the maximum amount secured by the Federal Deposit Insurance Corporation (the Pledgor). Williamson County ESD #9 (the Pledgee) has selected First Citizens Bank and Wells Fargo Bank, National Association as the depository and required that the Pledgor secure the deposited funds to the extent they are not insured by FDIC by pledging book-entry securities (Eligible Securities) of any type permitted by the provisions of the Public Funds Collateral Act, Title 10, Chapter 2257 of the Texas Government Code, as in effect from time to time (the "Governing Statutes"), which are eligible to be held in a securities account at a Federal Reserve Bank under Federal Reserve Bank Operating Circular 7. Pledgee and Pledgor have selected the Federal Reserve Bank of San Francisco (Custodian) to hold the pledged securities in custody and safekeeping pursuant to the terms of the Governing Statutes, Federal Reserve Bank Operating Circular 7 as in effect from time to time (Circular 7), and the Custody Agreement for Book-Entry Securities, Appendix C, to circular 7 (the "Custody Agreement"), the provisions of which are incorporated herein by reference. Pledgee and Pledgor agree as follows:

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

1. Grant of Security Interest; Instructions Regarding Collateral. Pledgor hereby grants to Pledgee a security interest in all Eligible Securities held by Custodian and reflected on Custodian's records as being pledged to Pledgee (the "Collateral").
2. Amount of Collateral. The aggregate market value of Eligible Securities held by Custodian at all times during this agreement must be in an amount not less than one hundred percent (100%) of (a) the amount of Pledgee's collected funds on deposit with Pledgor, increased by (b) the amount of accrued but uncredited interest on such deposited funds, (c) reduced by that portion of the funds insured by FDIC.

Restricted Assets

Restricted assets are cash and cash equivalents whose use is limited by legal requirements. Restricted cash with fiscal agent represents amounts required by debt covenant to be segregated for final year debt payment and accrued interest on the bonds.

Interfund Transactions

During the course of normal operations, the District has numerous transactions between funds. Interfund transactions are generally classified as follows:

Operating transfers are reported as "Other Financing Sources and Uses" in the governmental funds, as "Transfers In" by the recipient fund, and "Transfers Out" by the disbursing fund.

On the governmental funds balance sheet, receivables and payables resulting from short-term interfund loans are classified as "interfund loan receivables/payables." These amounts are eliminated on the statement of net assets.

Capital Assets

General capital assets generally result from expenditures in the governmental funds. These assets are reported on the government-wide statement of net assets and in the Capital Projects Fund. All capital assets are recorded at cost and updated for additions and retirements during the year. The District does not possess building infrastructure. Other capital assets consist of a laptop computer. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reservations of Fund Balance

The District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore, are not available for appropriations or expenditures in the governmental fund balance sheet. Unreserved fund balance indicates that portion of fund equity, which is available for appropriations, in future periods. Fund equity reserves have been established for encumbrances in the general and capital projects fund and for future debt service in the debt service fund. If restricted and unrestricted assets are available for the same purpose, then restricted assets will be used before unrestricted assets.

Net Position

Net position presents the difference between assets and liabilities in the statement of net assets. Net investment in capital assets is reduced by the outstanding balances or any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are legal limitations imposed on their use by District legislation or external restrictions by creditors, grantors, laws or regulations of other governments.

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 amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Accrued Liabilities

The District reports accrued liabilities on the statement of net position. The District has liabilities of \$0 as of December 31, 2025.

NOTE 2 – TAX REVENUES

The District's tax revenue is collected by County of Williamson, Texas, (the county) under the provisions of a tax collection agreement signed October 3, 2000. Under the agreement, the County is responsible for making the calculations necessary for the District to comply with the statutory requirements for setting tax rates as specified in Chapter 26 of the Texas Property Tax Code and collecting the appropriate tax. The County periodically remits the collected taxes to the District. The agreement may be terminated by either party on written notice, but neither party has expressed an interest in terminating the agreement.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 2 – TAX REVENUES (Continued)

The County provided the District with written reports necessary to keep the District advised of all financial information affecting the District. The District pays the county for its tax collection activity in four equal quarterly payments, which totaled \$40,989 USD for 2025. The amount is determined by the County based on an amount per each parcel of taxable property, or account taxable by the District. The tax rate for WCESD # 9 for 2025 is \$.097704 per \$100 valuation of property. The total adjusted original tax roll was \$6,523,011 on \$6,676,299,217 valuation from Williamson County. Property taxes receivable at 12/31/25 total \$4,228,207 with \$4,228,207 being current and \$0 being delinquent.

NOTE 3 – CASH AND CASH EQUIVALENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds. Statutes require the classification of funds held by the District into three categories.

Category 1 consists of “active” funds – those funds required to be kept in “cash” or “near cash” status for immediate use by the District. Such funds must be maintained either as cash in the District Treasury or in depository accounts payable or withdrawal on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of “inactive” funds – those funds not required for use within the current two-year period of designation of depositories. Inactive funds may be deposited for invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

Category 3 consists of “interim” funds – those funds not needed for immediate use, but needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

United States Treasury notes, bills, bonds or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

Deposits

At year-end the carrying amount of the District's deposits was \$5,312,893 and the bank balance was \$5,312,893. The bank balance's in excess of FDIC coverage are secured by a collateralization agreement with First Citizens Bank and Wells Fargo Bank National Association that ensures that all of the Williamson County ESD #9's funds are guaranteed to be covered by collateralized securities.

NOTE 3 – CASH AND CASH EQUIVALENTS (Continued)

Deposits (Continued)

This agreement ensures that all of Williamson County ESD #9's funds are safe and secure and no loss of funds could be realized in the event of bank failure.

NOTE 4 – GENERAL FIXED ASSETS

The District had fixed assets of \$347,981 consisting of specialty vehicles, net of depreciation of \$86,77, as of December 31, 2025.

	Balance 9/30/2024	Additions	Retirements	Balance 9/30/2025
Capital assets not being depreciated:				
Land	-			-
Total				
Capital assets being depreciated:				
Vehicles & Equipment	347,981	356,246		704,227
	-	-		-
Total Capital assets being depreciated	347,981	356,246		704,227
Total Capital Assets				
Less: Accumulated Depreciation	(86,722)	(100,555)		(187,277)
Net Capital Assets	261,259	(100,555)		516,950

NOTE 5 – GENERAL LONG-TERM DEBT

The District has general long-term debt of \$0 as of December 31, 2025. This loan was paid off in full in June 2023.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 6 – CONTINGENCIES

As of December 31, 2025, the District did not have any material pending litigation or potential non-disclosed liabilities.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property Taxes	\$ 6,485,835	\$ 6,485,835	\$ 6,451,694	\$ (34,141)
Other Income	11,000	11,000	36,471	25,471
Refunds			352,889	352,889
Interest Earnings	120,500	120,500	80,983	(39,517)
Total Revenues	\$ 6,617,335	\$ 6,617,335	\$ 6,922,037	\$ 304,702
Expenditures:				
Current:				
General Government	\$ 6,639,083	\$ 6,639,083	\$ 6,505,613	\$ 133,470
Capital Outlay	-	-	356,246	(356,246)
Debt Service: Interest Expense	-	-	-	-
Total Expenditures	\$ 6,639,083	\$ 6,639,083	\$ 6,861,859	\$ (222,776)
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (21,748)	\$ (21,748)	\$ 60,178	\$ 81,926
Other Financing sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	\$ -	\$ -	\$ -	\$ -
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -
Excess (Deficiency) of Revenues And Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)			\$ 60,178	
Fund Balance Beginning of Year			5,247,003	
Fund Balance End of Year			\$ 5,307,181	

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 9
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Budgetary Process

The budgetary process is prescribed by the provisions of the Texas Constitution and entails the preparation of budgetary documents within an established timeline. Legally, the Texas Constitution does not strictly impose a requirement on the District to follow the budgetary process but the district chose to follow the budgetary process. The major documents prepared are an estimated budget with revenues and expenditures. The level of budgetary control is at the object level for the District. The budget is not amended for modifications or changes during the year. All expenditures are approved by the Board beforehand.

Estimated Resources

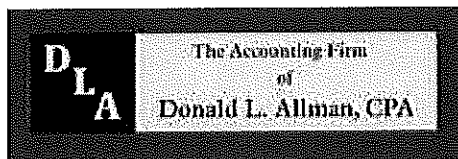
As part of the District's budgetary process, the Board approves the official estimated resources. The official estimated resources state the projected revenue for the district. The estimated revenue is calculated from information from the Williamson County Appraisal District. The budget is not revised or amended for increases or decreases in estimated revenues.

Appropriations

Estimated appropriations are prepared for the annual budget. All appropriations, no matter how small or how large, still must be approved by the Board before remittance, whether or not they were included in the budget.

Budgetary Basis of Accounting

The District's budgetary process accounts for certain transactions on a basis other than GAAP. The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary process, revenues and expenditures are recognized on the cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures are recorded when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting on the governmental fund statements and on the full accrual basis on the government-wide statements.



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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
Williamson County ESD # 9

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Williamson County ESD # 9 as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise Williamson County ESD # 9's basic financial statements, and have issued our report thereon dated June 19, 2026.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Williamson County ESD # 9's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Williamson County ESD # 9's internal control. Accordingly, we do not express an opinion on the effectiveness of Williamson County ESD # 9's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Williamson County ESD #9's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read 'D. Allman', with a long, sweeping horizontal line extending to the right.

Donald L. Allman, CPA

Georgetown, TX

June 19, 2026



Williamson County Emergency Services District No. 10

**Financial Statements
as of and for the Year Ended
September 30, 2025 and
Independent Auditors' Report**

MAXWELL LOCKE & RITTER LLP | Accounting & Advisory

AUSTIN 401 Congress Avenue, Suite 2000, Austin, TX 78701

ROUND ROCK 411 West Main Street, Suite 300, Round Rock, TX 78664

MLRPC.COM

Williamson County Emergency Services District No. 10

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Independent Auditors' Report

To the Board of Commissioners of
Williamson County Emergency Services District No. 10:

Opinions

We have audited the financial statements of the governmental activities and each major fund of Williamson County Emergency Services District No. 10 (the "District"), as of and for the year ended September 30, 2025, 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 accompanying 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, 2025, the respective changes in financial position, and the respective budgetary comparison for the General Fund 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 Auditors' 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.

Auditors' 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 auditors' 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 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.

Maxwell Locke & Ritter LLP

Austin, Texas
May 12, 2026

Williamson County Emergency Services District No. 10

Management's Discussion and Analysis

September 30, 2025

In accordance with Governmental Accounting Standards Board ("GASB") Statement No. 34, the management of Williamson County Emergency Services District No. 10 (the "District") offers the following narrative on the financial performance of the District as of and for the year ended September 30, 2025. Please read it in connection with the District's financial statements that follow.

For purposes of GASB Statement No. 34, the District is considered a special purpose government. This allows the District to present the required fund and government-wide statements in a single schedule. The requirement for fund financial statements that are prepared on the modified accrual basis of accounting is met with the "Total Governmental Funds" column. An adjustment column includes those entries needed to convert to the full accrual basis government-wide statements. Government-wide statements are comprised of the Statement of Net Position and the Statement of Activities.

Overview of the Basic Financial Statements

The District's reporting is comprised of two parts:

- *Management's Discussion and Analysis* (this section)
- *Basic Financial Statements*
 - *Statement of Net Position and Governmental Funds Balance Sheet*
 - *Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances*
 - *Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund*
 - *Notes to Basic Financial Statements*

The *Statement of Net Position and Governmental Funds Balance Sheet* includes a column (titled "Total Governmental Funds") that represents a balance sheet prepared using the modified accrual basis of accounting. The adjustments column converts those balances to a balance sheet that more closely reflects a private-sector business. Over time, increases or decreases in the District's net position will indicate financial health.

The *Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances* includes a column (titled "Total Governmental Funds") that derives the change in fund balance resulting from current year revenues, expenditures, and other financing sources or uses. These amounts are prepared using the modified accrual basis of accounting. The adjustments column converts those activities to full accrual, a basis that more closely represents the income statement of a private-sector business.

The *Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund* presents a comparison statement between the District's adopted budget to its actual results.

The *Notes to Basic Financial Statements* provide additional information that is essential to a full understanding of the information presented in the *Statement of Net Position and Governmental Funds Balance Sheet* and the *Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances*.

The District as a Whole

The District's combined net position for the years ending September 30, 2025 and 2024 are shown in the table below. Our analysis below focuses on the net position and changes in the net position of the District's governmental activities as reported in the accrual basis of accounting.

Statement of Net Position

	<u>9/30/2025</u>	<u>9/30/2024</u>
Assets:		
Current assets	\$ 1,703,196	\$ 1,014,575
Capital assets, net	<u>1,344,381</u>	<u>1,498,151</u>
Total Assets	<u>3,047,577</u>	<u>2,512,726</u>
Liabilities:		
Current liabilities	273,625	154,981
Non-current liabilities	<u>1,421,251</u>	<u>1,404,957</u>
Total Liabilities	<u>1,694,876</u>	<u>1,559,938</u>
Net Position:		
Net investment in capital assets	(60,577)	101,429
Restricted	355,598	238,176
Unrestricted	<u>1,057,680</u>	<u>613,183</u>
Total Net Position	<u>\$ 1,352,701</u>	<u>\$ 952,788</u>

The District's total assets were \$3,047,577 as of September 30, 2025. Of this amount, \$1,344,381 is accounted for by capital assets. The District had outstanding liabilities of \$1,694,876 as of September 30, 2025 which represents current and non-current liabilities.

The changes in net position for the respective periods are also shown in the table below.

Statement of Activities

	<u>9/30/2025</u>	<u>9/30/2024</u>
Expenses:		
Service operations	\$ 952,441	\$ 660,905
Depreciation	232,598	225,414
Debt service	<u>135,579</u>	<u>46,691</u>
Total Expenses	<u>1,320,618</u>	<u>933,010</u>
Revenues-		
General revenues	<u>1,720,531</u>	<u>1,235,557</u>
Change in Net Position	<u><u>\$ 399,913</u></u>	<u><u>\$ 302,547</u></u>

General revenues increased by \$484,974 for the fiscal year ended September 30, 2025 primarily due to an increase in property tax revenue and sales tax revenue. Property taxes, including penalties and interest, generated \$1,017,230 and sales taxes generated \$507,387 in revenues. Total expenses increased by \$387,608 for the fiscal year ended September 30, 2025 primarily due to an increase in service operations and debt service expenses. Net position increased \$399,913 for the fiscal year ended September 30, 2025 compared to an increase of \$302,547 for the fiscal year ended September 30, 2024.

The District's Governmental Funds

At September 30, 2025, the District's General Fund reported total assets of \$1,698,719, total liabilities of \$446,804, and deferred inflows of resources related to uncollected property taxes of \$16,707, resulting in fund balance of \$1,235,208 which is an increase of \$641,329 over the prior year fund balance of \$593,879.

At September 30, 2025, the District's Debt Service Fund reported total assets of \$407,981 and deferred inflows of resources related to uncollected property taxes of \$4,477, resulting in fund balance of \$403,504 which is an increase of \$2,112 over the prior year fund balance of \$401,392.

General Fund Budgetary Highlights

The actual expenditures in the General Fund were \$392,496 less than the budgeted amounts primarily due to lower general government expenditures than anticipated and debt service expenditures being paid out of the Debt Service Fund. Resources available for appropriation were \$150,213 more than the budgeted amounts primarily due to notes payable proceeds and higher sales tax revenue as compared to the budgeted amounts, which was offset some by lower property tax revenues than budgeted.

Capital Assets and Debt Administration

Capital Assets

At September 30, 2025 and 2024, the District had the following capital assets in operation:

Capital Assets at Year End

	<u>9/30/2025</u>	<u>9/30/2024</u>
Land	\$ 30,666	\$ 30,666
Construction in progress	15,735	-
Buildings and improvements	521,685	521,685
Fire trucks and vehicles	856,776	822,248
Equipment	<u>968,312</u>	<u>939,747</u>
Total Capital Assets	2,393,174	2,314,346
Accumulated depreciation	<u>(1,048,793)</u>	<u>(816,195)</u>
Total Net Capital Assets	<u>\$ 1,344,381</u>	<u>\$ 1,498,151</u>

More detailed information about the District's capital assets is presented in the *Notes to Basic Financial Statements*.

Debt Administration

At September 30, 2025 and 2024, the District had debt comprised of the following:

Debt at Year End

	<u>9/30/2025</u>	<u>9/30/2024</u>
Notes payable	<u>\$ 1,599,193</u>	<u>\$ 1,559,938</u>

More detailed information about the District's debt is presented in the *Notes to Basic Financial Statements*.

Economic Factors, Next Year's Budgets and Rates

The District's Board of Commissioners considered various factors when setting the 2026 budget, tax rates, and necessary expenditures for the next year's activities. The District's budgetary growth has mirrored its residential growth and the economy. Tax revenues are currently limited by the mandatory \$0.10 per \$100 of assessed valuation cap. For fiscal year 2026, the tax rate has been set at \$0.073799 per \$100 of assessed valuation for maintenance and operations and \$0.026201 per \$100 of assessed valuation for interest and sinking. The adopted budget for 2026 projects an increase in the fund balance of the General Fund of approximately \$550.

Contacting the District's Financial Management

This financial report is designed to provide a general overview of the District's finances and to demonstrate the District's accountability for the funds it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the District at Williamson County Emergency Services District No. 10, P.O. Box 102, Coupland, Texas 78615.

Williamson County Emergency Services District No. 10

Statement of Net Position and Governmental Funds Balance Sheet September 30, 2025

	General Fund	Debt Service Fund	Total Governmental Funds	Adjustments (Note 2)	Statement of Net Position
Assets:					
Cash and cash equivalents	\$ 1,399,610	-	1,399,610	-	1,399,610
Restricted cash	194,235	-	194,235		194,235
Receivables:					
Property taxes	16,707	4,477	21,184	-	21,184
Sales taxes	88,167	-	88,167	-	88,167
Due from other funds	-	403,504	403,504	(403,504)	-
Capital assets (net of accumulated depreciation):					
Land	-	-	-	30,666	30,666
Construction in progress	-	-	-	15,735	15,735
Buildings and improvements	-	-	-	284,424	284,424
Fire trucks and vehicles	-	-	-	283,602	283,602
Equipment	-	-	-	729,954	729,954
Total assets	<u>\$ 1,698,719</u>	<u>407,981</u>	<u>2,106,700</u>	<u>940,877</u>	<u>3,047,577</u>
Liabilities:					
Accounts payable	\$ 28,253	-	28,253	-	28,253
Payroll liabilities payable	15,047	-	15,047	-	15,047
Due to other funds	403,504	-	403,504	(403,504)	-
Accrued interest payable	-	-	-	52,383	52,383
Long-term liabilities:					
Due within one year	-	-	-	177,942	177,942
Due after one year	-	-	-	1,421,251	1,421,251
Total liabilities	446,804	-	446,804	1,248,072	1,694,876
Deferred Inflows of Resources-					
Deferred revenue - property taxes	16,707	4,477	21,184	(21,184)	-
Fund Balances/Net Position:					
Fund balance:					
Restricted for:					
Capital projects	194,235	-	194,235	(194,235)	-
Debt service	-	403,504	403,504	(403,504)	-
Unassigned	1,040,973	-	1,040,973	(1,040,973)	-
Total fund balances	<u>1,235,208</u>	<u>403,504</u>	<u>1,638,712</u>	<u>(1,638,712)</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances					
	<u>\$ 1,698,719</u>	<u>407,981</u>			
Net position:					
Net investment in capital assets				(60,577)	(60,577)
Restricted				355,598	355,598
Unrestricted				1,057,680	1,057,680
Total net position				<u>\$ 1,352,701</u>	<u>1,352,701</u>

The notes to financial statements are an integral part of this statement.

Williamson County Emergency Services District No. 10

Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances Year Ended September 30, 2025

	General Fund	Debt Service Fund	Total Governmental Funds	Adjustments (Note 2)	Statement of Activities
Expenditures/expenses:					
Operating-					
General government	\$ 952,441	-	952,441	-	952,441
Capital outlay	78,828	-	78,828	(78,828)	-
Depreciation	-	-	-	232,598	232,598
Debt service:					
Principal payments	-	154,980	154,980	(154,980)	-
Interest payments	-	83,196	83,196	52,383	135,579
Total expenditures/expenses	1,031,269	238,176	1,269,445	51,173	1,320,618
General revenues:					
Property taxes, including penalties and interest	775,062	240,288	1,015,350	1,880	1,017,230
Sales taxes	507,387	-	507,387	-	507,387
Interest and other income	195,914	-	195,914	-	195,914
Total general revenues	1,478,363	240,288	1,718,651	1,880	1,720,531
Total revenues	1,478,363	240,288	1,718,651	1,880	1,720,531
Other financing sources-					
Proceeds from notes payable	194,235	-	194,235	(194,235)	-
Total other financing sources	194,235	-	194,235	(194,235)	-
Excess of revenues and other financing sources over expenditures	641,329	2,112	643,441	(643,441)	-
Change in net position	-	-	-	399,913	399,913
Fund balances/net position:					
Beginning of year	593,879	401,392	995,271	(42,483)	952,788
End of year	\$ 1,235,208	403,504	1,638,712	(286,011)	1,352,701

The notes to financial statements are an integral part of this statement.

Williamson County Emergency Services District No. 10

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund Year Ended September 30, 2025

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes, including penalties and interest	\$ 985,785	775,062	(210,723)
Sales taxes	318,000	507,387	189,387
Interest and other income	218,600	195,914	(22,686)
Total revenues	1,522,385	1,478,363	(44,022)
Expenditures:			
Operating-			
General government	1,108,063	952,441	155,622
Capital outlay	77,500	78,828	(1,328)
Debt service:			
Principal payments	155,006	-	155,006
Interest payments	83,196	-	83,196
Total expenditures	1,423,765	1,031,269	392,496
Other financing sources-			
Proceeds from notes payable	-	194,235	194,235
Total other financing sources	-	194,235	194,235
Excess of revenues and other financing sources over expenditures	98,620	641,329	542,709
Fund balance:			
Beginning of year	593,879	593,879	-
End of year	\$ 692,499	1,235,208	542,709

The notes to financial statements are an integral part of this statement.

Williamson County Emergency Services District No. 10

Notes to Basic Financial Statements

Year Ended September 30, 2025

1. Summary of Significant Accounting Policies

Williamson County Emergency Services District No. 10 (the “District”) was created in May 2005 and operates under Article III, Section 48-e of the Constitution of Texas for the protection of human life and health. The District provides fire and emergency medical services to a certain geographic portion of Williamson County including Thrall and Coupland, Texas, and an unincorporated area located in Williamson County. The District’s operations are governed by the Texas Health and Safety Code, Chapter 775.

The reporting entity of the District encompasses those activities and functions over which the District’s appointed officials exercise significant oversight or control. The District is governed by a five member Board of Commissioners (the “Board”) which has been appointed by the Williamson County Commissioners’ Court, in accordance with state law. The District is not included in any other governmental “reporting entity” as defined by the Governmental Accounting Standards Board (“GASB”) since Board members have decision making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters. In addition, there are no component units which are included in the District’s reporting entity.

Government-Wide and Fund Financial Statements

For purposes of GASB Statement No. 34, the District is considered a special purpose government. This allows the District to present the required fund and government-wide statements in a single schedule. The requirement for fund financial statements that are prepared on the modified accrual basis of accounting is met with the “Total Governmental Funds” column. An adjustment column includes those entries needed to convert to the full accrual basis government-wide statements. Government-wide statements are comprised of the statement of net position and the statement of activities.

The government-wide financial statements report information on all of the activities of the District. The effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the expenses are offset by program revenues. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by the District. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Sales taxes are recognized as revenues in the year in which the underlying exchange occurred. Amounts reported as program revenues include charges to customers or applicants for goods, services, or privileges provided. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Major revenue sources considered susceptible to accrual include interest income and sales taxes. No accrual for property taxes collected within sixty days of year end has been made as such amounts are deemed immaterial; delinquent property taxes at year end are reported as deferred inflows of resources.

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

The District reports the following major governmental funds:

The General Fund includes financial resources used for general operations. It is a budgeted fund, and any unassigned fund balance is considered resources available for current operations.

The Debt Service Fund includes financial resources used to retire note principal and to pay interest due.

Budgets and Budgetary Accounting

Formal budgetary integration is employed as a management control device for the General Fund. Prior to the beginning of each fiscal year, the District prepares a budget. The operating budget includes proposed expenditures and the means of financing those expenditures and is adopted on the modified accrual basis, which is consistent with generally accepted accounting principles.

Public meetings are conducted at which all interested persons' comments concerning the budget are heard. After such meetings, the Board formally adopts the budget through passage of an ordinance. The District may amend the budget throughout the year, approving such additional expenditures as may be required. All annual appropriations for the General Fund lapse at the fiscal year-end.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity

Cash and Cash Equivalents - The District considers all highly liquid instruments available for current use with an initial maturity of three months or less to be cash equivalents.

Restricted Cash - Restricted cash as of September 30, 2025 consisted of proceeds from a note payable agreement that is restricted for future capital outlay expenditures of the District.

Investments - The District is entitled to invest any and all of its funds in obligations of, or guaranteed by, the United States of America or its agencies, certificates of deposit, and certain public fund investment pools. The District is authorized to invest in obligations of, or guaranteed by, government entities other than the United States of America or one of its agencies or instrumentalities, repurchase agreements, bankers' acceptances, commercial paper, and mutual funds to the extent authorized by Section 2256 of the Government Code ("Public Funds Investment Act") and only upon the Board's adoption of a separate resolution authorizing such investment. The District's investment policies and types of investments are governed by the Health and Safety Code, Chapter 775 Emergency Services Districts, Section 775.043, and the Public Funds Investment Act. The District accrues interest on temporary investments based on the terms and effective interest rates of the specific investments. As of September 30, 2025, the District held no investments.

Ad Valorem Property Taxes - Allowances for uncollectibles within the General Fund and Debt Service Fund are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of September 30, 2025, the District had no allowance for uncollectible accounts.

Capital Assets - Capital assets, which include land, construction in progress, buildings and improvements, fire trucks and vehicles, and equipment are reported in the governmental activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of at least \$5,000. Such assets are recorded at historical cost if purchased or estimated acquisition value at the date of donation if donated. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized.

Capital assets (other than land and construction in progress) are depreciated using the straight-line method over the following estimated useful lives:

Asset	Years
Buildings and improvements	30
Fire trucks and vehicles	5
Equipment	10

Long-Term Debt - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Issuance costs are reported as an expense in the year the costs are incurred.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

Fund Balance - The District complies with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. See Note 8 for additional information on those fund balance classifications.

Deferred Outflows and Inflows of Resources - The District complies with GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which provides guidance for reporting the financial statement elements of deferred outflows of resources, which represent the consumption of the District's net position that is applicable to a future reporting period, and deferred inflows of resources, which represent the District's acquisition of net position applicable to a future reporting period.

The District complies with GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

Fair Value Measurements - The District complies with GASB Statement No. 72, *Fair Value Measurement and Application*, which defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction. Fair value accounting requires characterization of the inputs used to measure fair value into a three-level fair value hierarchy as follows:

- Level 1 inputs are based on unadjusted quoted market prices for identical assets or liabilities in an active market the entity has the ability to access.
- Level 2 inputs are observable inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent from the entity.
- Level 3 inputs are unobservable inputs that reflect the entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available.

There are three general valuation techniques that may be used to measure fair value:

- Market approach - uses prices generated by market transactions involving identical or comparable assets or liabilities.
- Cost approach - uses the amount that currently would be required to replace the service capacity of an asset (replacement cost).
- Income approach - uses valuation techniques to convert future amounts to present amounts based on current market expectations.

Use of Estimates - The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, 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.

Recently Issued Accounting Pronouncement

In May 2024, the GASB issued GASB Statement No. 103, *Financial Reporting Model Improvements*, effective for fiscal years beginning after June 15, 2025. The objective of GASB Statement No. 103 is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing an entity's accountability. GASB Statement No. 103 impacts the following areas: (1) Management's discussion and analysis - information is limited to topics discussed in five sections which include a) overview of the financial statements, b) financial summary, c) detailed analysis, d) significant capital asset and long-term financial activity, and e) currently known facts, decisions, or conditions. Information included in the detailed analysis should explain why balances and results of operations changed; (2) Unusual or infrequent items - these items are limited to transactions that are either unusual in nature or infrequent in occurrence and are displayed as the last presented flow of resources prior to the net change in resource flows; (3) Proprietary funds - the statement of revenues, expenses, and changes in net position is now required to separately report noncapital subsidies and present a subtotal for operating income (loss) and noncapital subsidies before reporting nonoperating revenues and expenses. It also defines what constitutes a subsidy; (4) Major component unit information - each major component unit is required to be presented separately in the statement of net position and statement of activities unless it reduces the readability of the statements; (5) Budgetary comparison information - this is now required to be presented as required supplemental information and also must present variances between original and final budget amounts and variances between final budget and actual amounts. Management is evaluating the effects that the full implementation of GASB Statement No. 103 will have on its financial statements for the year ended September 30, 2026.

2. Reconciliation of Government-Wide and Fund Financial Statements

Amounts reported for governmental activities in the statement of net position are different because:

Governmental funds total fund balance	\$ 1,638,712
Capital assets used in governmental activities are not current financial resources and are therefore not reported in the governmental funds balance sheet-	
Capital assets, net of accumulated depreciation	1,344,381
Deferred tax revenue is not available to pay for current-period expenditures and, therefore, is deferred in the funds.	21,184
The following liabilities and deferred outflows and inflows of resources are not due and payable in the current period and, therefore, are not reported in the funds:	
Notes payable	(1,599,193)
Accrued interest payable	(52,383)
Total net position	<u>\$ 1,352,701</u>

Amounts reported for governmental activities in the statement of activities are different because:

Excess of revenues and other financing sources over expenditures	\$ 643,441
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense:	
Capital outlay	78,828
Depreciation expense	(232,598)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds-	
Change in deferred tax revenue	1,880
Note proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of note principal is an expenditure in the governmental funds, but the repayment reduces the long-term liabilities in the statement of net position:	
Proceeds from notes payable	(194,235)
Repayment of note principal	154,980
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds-	
Change in interest payable	(52,383)
Change in net position	<u>\$ 399,913</u>

3. Cash and Cash Equivalents

The District's deposits are required to be secured in the manner provided by law for the security of the funds. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. As of September 30, 2025, the District bank deposits were entirely covered Federal Deposit Insurance Corporation insurance or secured by collateral pledged by the depository.

The Public Funds Investment Act authorizes the District to invest in funds under a written investment policy. The District's investments are invested pursuant to the investment policy, which is approved annually by the Board. The primary objectives of the District's investment strategy, in order of priority, are safety, liquidity, and yield.

4. Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds.” The composition of interfund balances as of September 30, 2025 is as follows:

Receivable Fund	Payable Fund	Amount
Debt Service	General	\$ 403,504

5. Capital Assets

Capital assets activity for the fiscal year ended September 30, 2025 was as follows:

	Balance September 30, 2024	Additions	Retirements and Transfers	Balance September 30, 2025
Capital assets not being depreciated:				
Land	\$ 30,666	-	-	30,666
Construction in progress	-	15,735	-	15,735
Total capital assets not being depreciated	30,666	15,735	-	46,401
Capital assets being depreciated:				
Buildings and improvements	521,685	-	-	521,685
Fire trucks and vehicles	822,248	34,528	-	856,776
Equipment	939,747	28,565	-	968,312
Total capital assets being depreciated	2,283,680	63,093	-	2,346,773
Less accumulated depreciation for:				
Buildings and improvements	(219,871)	(17,390)	-	(237,261)
Fire trucks and vehicles	(452,682)	(120,492)	-	(573,174)
Equipment	(143,642)	(94,716)	-	(238,358)
Total accumulated depreciation	(816,195)	(232,598)	-	(1,048,793)
Total capital assets being depreciated, net	1,467,485	(169,505)	-	1,297,980
Capital assets, net	\$ 1,498,151	(153,770)	-	1,344,381

6. Long-Term Liabilities

Long-term liabilities transactions for the year ended September 30, 2025, are summarized as follows:

	Balance September 30, 2024	Additions	Retirements	Balance September 30, 2025	Due Within One Year
Notes payable	\$ 1,559,938	194,235	(154,980)	1,599,193	177,942

Notes payable consisted of the following at September 30, 2025:

Date of Issue	Amounts of Original Issue	Maturity Date	Interest Rate	Outstanding at September 30, 2025	Due Within One Year
December 6, 2007	\$ 400,000	2028	6.22%	\$ 92,560	\$ 29,370
January 12, 2009	100,000	2028	6.01%	23,356	7,411
June 22, 2022	324,581	2032	3.87%	236,612	30,076
February 14, 2023	300,000	2033	5.25%	251,614	26,115
January 8, 2024	667,065	2034	5.85%	616,094	53,952
April 25, 2024	199,925	2034	5.95%	184,722	16,108
March 11, 2025	194,235	2035	5.75%	194,235	14,910
	<u>\$ 2,185,806</u>			<u>\$ 1,599,193</u>	<u>\$ 177,942</u>

The notes payable agreements were entered into by the District to finance the acquisition of land, buildings and improvements, fire trucks and vehicles, and equipment and are secured by ad valorem taxes and the underlying capital assets acquired.

Debt service requirements to maturity for the District's notes payable are summarized as follows:

Fiscal Year	Principal	Interest	Total Requirement
2026	\$ 177,942	86,315	264,257
2027	187,275	76,982	264,257
2028	197,108	67,149	264,257
2029	164,925	56,792	221,717
2030	173,723	47,994	221,717
2031-2035	698,220	96,936	795,156
Total	<u>\$ 1,599,193</u>	<u>432,168</u>	<u>2,031,361</u>

7. Property Taxes

The District is authorized to levy a tax each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located within its boundaries. Assessed values are established annually by the Williamson Central Appraisal District. District property tax revenues are recognized when levied to the extent that they are collected in the current year. The uncollected balance is reported as deferred revenue. Taxes receivable are due January 1 and are delinquent if received after January 31 and are subject to penalty and interest charges.

In August 2024, the District levied a tax rate of \$0.10 per \$100 of assessed valuation to finance operating expenditures and debt service payments. The maintenance tax rate and the debt service tax rate were \$0.076227 and \$0.023773, respectively. The total 2024 tax levy was \$1,009,635 based on a taxable valuation of \$1,012,598,711.

8. Fund Balance

The District complies with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Those fund balance classifications are described below.

Nonspendable - Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

Restricted - Amounts that can be spent only for specific purposes because of constraints imposed by external providers, or imposed by constitutional provisions or enabling legislation.

Committed - Amounts that can only be used for specific purposes pursuant to approval by formal action by the Board.

Assigned - For the General Fund, amounts that are appropriated by the Board or Board designee that are to be used for specific purposes. For all other governmental funds, any remaining positive amounts not previously classified as nonspendable, restricted or committed.

Unassigned - Amounts that are available for any purpose; these amounts can be reported only in the District's General Fund.

The detail of the fund balance is included in the Governmental Funds Balance Sheet on page 9.

Fund balance of the District may be committed for a specific purpose by formal action of the Board, the District's highest level of decision-making authority. Commitments may be established, modified, or rescinded only through a resolution approved by the Board. The Board maintains the authority to assign fund balance for a specific purpose.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

9. Risk Management

The District is exposed to various risks of losses including property, casualty, automobile, comprehensive liability and workers' compensation. The District purchases its insurance from regular commercial companies. As of September 30, 2025, no claims or losses have been incurred that were not covered by insurance. There is no liability due to any claim or suit having been filed within the last three years.

Williamson County, Texas
Emergency Services District #11
2026
Yearly Report

ESD Creation

ESD #11 was formed in 2011 to obtain fire services for the Shenandoah neighborhood, which is located in the City of Cedar Park's Extra Territorial Jurisdiction (ETJ) in Williamson County, Texas. The ESD owns no equipment itself, and contracts for fire service with the City of Cedar Park.

Board Members

For 2024, board members, roles and their terms:

- Jason Willis, President - term expires 12/31/2026
- Vaden Mohrmann, Vice President - term expires 12/31/2027
- Brian Brunson, Vice Treasurer - term expires 12/31/2026
- George Hill, Secretary - term expires 12/31/2026
- Open position

ESD Information

Website

A website for the ESD was created on Feb 22, 2012, and can be accessed at <http://www.wilcotxesd11.gov>

Meeting time and place.

Regular board meetings are generally held the second Tuesday of each month, at 6:00 PM
Shenandoah Baptist Church - 3003 Blue Ridge Drive, Cedar Park, TX 78613

Mailing address

The address of the ESD is Williamson County Texas Emergency Services District #11, P.O. Box 3894, Cedar Park, TX 78630-3894.

Records Storage

A fire-proof box is kept by the board's vice president. Documents requested per open records requests will be provided at Commissioner Cook's office at the Williamson County Jester Annex, 1801 East Old Settlers Blvd. Suite #110, Round Rock, TX 78664, (512) 244-8610.

Fire Service

A 5-year contract for Fire Service was signed with the City of Cedar Park on Dec 18, 2012 and subsequently extended to Dec 31, 2025. The contract provides for service at a \$.0909 per \$100 of valuation rate, which is comparable to the apportioned rate the City charges its citizens.

Effective Jan 1, 2026, an updated 10-year agreement with the City of Cedar Park has been signed with wording more consistent to agreements with other ESDs. The updated contract provides for service at 91% of ad-valorem tax revenues with a tax rate equal to the lesser of \$0.10 per \$100 or the Voter Approval Rate.

An annual true-up is calculated at the beginning of each calendar year to align this amount with the previous year's actual payments.

FY 2025 Financials

Of the \$15,867 budgeted for operations, exclusive of fire service, for FY 2025, \$20,368.44 was spent. This was primarily due to exceeding the budgeted legal fees from and evaluating our processes and procedures..

The compiled audited financial statements have been prepared by Don Allman, CPA, and will be submitted with this letter.

FY 2026 Financials

For FY 2026, the adjusted appraisal value of the properties in the ESD is \$170,210,765. Tax rate hearings were held at the Aug 19, 2025 meeting. The tax rate was set at .0909 cents per \$100 of valuation, and would generate \$154,722 in taxes.

The 2025 fiscal year budget for the ESD was adopted Aug 19, 2025:

\$154,722	expected taxes
\$ 19,867	ESD expenses (legal, training, tax collection, website, etc)
\$134,855	fire service payment
\$154,722	total budget

Sincerely,

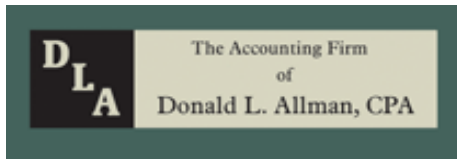
Jason Willis
Williamson County ESD #11 Board President

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 11
AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTAL SCHEDULES
AND INDEPENDENT AUDITOR'S REPORT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2025

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 11

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Independent Auditor's Report

To the Board of Directors
Williamson County Emergency Services District No. 11

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Williamson County Emergency Services District No. 11 as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Williamson County ESD No. 11 as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof 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, budgetary comparison information, on pages 3 – 10 and 26 - 27 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report date, May 25, 2026 on our consideration of the Williamson County ESD # 11's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Williamson County ESD # 11's internal control over financial reporting and compliance

Donald L. Allman, CPA

Liberty Hill, Texas
May 25, 2026

**WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 11
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025**

Our discussion and analysis of the Williamson County Emergency Services District No. 11's financial performance provides an overview of the District's financial activities for the fiscal year ended December 31, 2025. Please review it in conjunction with the transmittal letter and the District's basic financial statements, which begin on page 11.

FINANCIAL HIGHLIGHTS

Total net position increased \$206 which represents a net income for 2025.

The District had \$165,017 in expenses related to governmental activities with \$161,855 in program revenues to cover the cost of these programs.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 11-12) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. Fund financial statements start on page 13. These statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most financially significant funds.

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities

Our analysis of the District as a whole begins on page 11. One of the most important questions asked about the District's finances is "Is the District as a whole better off or worse as a result of this year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer that question.

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net position and changes in them. You can think of the District's net position, the difference between assets, what the District owns, and liabilities, what the District owes, as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the District's jurisdiction, the availability of capital projects, and continuing local governmental support to assess the overall health of the District.

Reporting the District's Most Significant Funds Major Funds

Financial Statements -General Fund Financial Statements

Our analysis of the District's major funds begins on page 13. The Fund financial statements begin on page 13 and provide detailed information about the most significant funds-not the District as a whole. Some funds are required to be established by State law. The District only has governmental funds.

Governmental Funds: The District's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the District's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation beside the fund financial statements, if applicable.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the governmental-wide and fund financial statements. The notes to the financial statements can be found on pages 17-36 of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents budget to actual statements and schedules which can be found on pages 38-39 of this report.

THE DISTRICT AS A WHOLE

The District's total net position changed from a year ago, increasing from \$292,856 to \$293,062. Our analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the District's governmental activities.

Table 1				
Summary of Net Position				
	2025	2024	\$ Change	% Change
Cash and Current Assets	\$ 160,039	\$ 164,432	\$ (4,393)	-2.7%
Property Taxes Rec.	133,023	128,424	\$ 4,599	3.6%
Capital Assets	-	-	-	
Total Assets	\$ 293,062	\$ 292,856	\$ 206	0.1%
Current Liabilities	\$ -	\$ -	\$ -	0.0%
Long-Term Obligations	-	-	-	0.0%
Total Liabilities	\$ -	\$ -	\$ -	0.0%
Net Position:				
Net Investment in Capital Assets	\$ -	\$ -	\$ -	
Restricted	-	-	-	0.0%
Unrestricted	293,062	292,856	206	0.1%
Total Net Assets	\$ 293,062	\$ 292,856	\$ 206	0.1%

Net position of the District's activities increased by .01% or \$206. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – increased from \$292,856 to \$293,062 by the end of fiscal year 2025.

Table 2 compares the 2025 change in net position to the 2024 change in net position.

Table 2				
Summary of Changes in Net Position for 2025				
Compared With 2024 Activity				
	2025	2024	\$ Change	% Change
Program Revenues:				
Property Taxes	\$ 161,855	\$ 157,530	\$ 4,325	2.7%
Other income	507	883	(376)	-42.6%
Grant income	-	-	-	
Interest & Investment Income	2,861	496	2,365	476.8%
Total Revenues	\$ 165,223	\$ 158,909	\$ 6,314	4.0%
Program Expenses:				
General Government	\$ 165,017	\$ 154,599	\$ (10,418)	6.7%
Other (Income)/Expense	-	-	-	
Total Expenses	\$ 165,017	\$ 154,599	\$ (10,418)	6.7%
Net Position				
Increase / (Decrease)	\$ 206	\$ 4,310	\$ (4,104)	-95.2%

Table 3 presents the cost of each of the District's programs as well as each program's net cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the District by each of these functions.

Table 3				
Governmental Activities				
	Total Cost of Services		Net Cost of Services	
	2025	2024	2025	2024
General Government	\$ 165,017	\$ 154,599	\$ 165,017	\$ 154,599
Other Expense	-	-	-	-
Total Expenses	\$ 165,017	\$ 154,599	\$ 165,017	\$ 154,599

THE DISTRICT'S FUND'S

	Table 4			
Change In Year End Fund Balance				
	2025	2024	\$ Change	% Change
Net Investment in Capital Assets	\$ -	\$ -	\$ -	
Restricted	-	-	-	
Unrestricted	293,062	292,856	206	0.1%
Total Governmental Balances	\$ 293,062	\$ 292,856	\$ 206	0.1%

The 0.1% increase in the Unrestricted fund balance can be attributed to more income.

Table 5 presents a summary of governmental fund revenues for the 2025 fiscal year and the amounts and percentages of increases and decreases in relation to the prior year.

		Table 5		
Total Governmental Fund Revenues				
			Increase or (Decrease) Over 2024	% Increase / (Decrease)
	2025	% of Total		
Revenue Source				
Property taxes	161,855	98.0%	4,325	2.7%
Grant income	-	0.00%	-	100.0%
Wilco Income	507	0.3%	(376)	-42.6%
Investment Income	2,861	1.7%	2,365	476.8%
Total	\$ 165,223	100.0%	\$ 6,314	4.0%

Table 6 presents the General Fund budget and the difference between the original budget and final budget for fiscal year 2025. Table 7 discusses the variance between the final budget and the actual results for the year.

Table 6			
Original and Final Budget			
		Budgeted Amounts	
	Original	Final	
Revenues:			
Property Taxes		\$ 157,436	\$ 157,436
Other Income		-	-
Interest Income		-	-
Grant income		-	-
Total Revenues		\$ 157,436	\$ 157,436
Expenditures:			
Debt Service		-	-
Contracts for EMS & Firefighting		\$ 141,569	\$ 141,569
Insurance		1,650	1,650
Contingency Fund		-	-
Interest expense		-	-
Communications		150	150
Equipment		-	-
Office expenses		200	200
Repairs & maintenance		-	-
Technology		-	-
County Tax Assessor Collector		892	892
Audit & Legal fees		11,800	11,800
Miscellaneous		525	525
Training & Travel expenses		650	650
Total Expenditures		157,436	157,436
Excess (Deficiency) of Revenues Over (Under) Expenditures		\$ -	\$ -

Original versus Final Budget

There were no material differences between original and final budgeted amounts for 2025.

Table 7			
Original and Final Budget			
		Budgeted Amounts	
		Final	Actual
Revenues:			
Property Taxes		\$ 157,436	\$ 161,855
Other Income		-	507
Interest Income		-	2,861
Grant income		-	-
Total Revenues		\$ 157,436	\$ 165,223
Expenditures:			
Building Station expenses		-	-
Contracts for EMS & Firefighting		\$ 141,569	\$ 144,648
Insurance and Bond		1,650	1,851
Contingency		-	-
Interest expense		-	-
Communications		150	823
Equipment		-	-
Office expenses		200	200
Repairs & maintenance		-	-
Technology		-	-
County Tax Assessor Collector		892	947
Audit & Legal fees		11,800	16,548
Miscellaneous		525	-
Training & Travel expenses		650	-
Depreciation			-
Total Expenditures		157,436	165,017
Excess (Deficiency) of Revenues Over (Under) Expenditures		\$ -	\$ 206

Final Budget versus Actual Results

There is no material difference between budgeted and actual results.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

None.

Debt Administration

None.

ECONOMIC FACTORS

The District operates solely in Williamson County and has since its inception. Almost 98% of the District's revenue comes from property taxes. The District's budgeting process must continue to work as closely as possible with the Williamson County Tax Assessor's office in order to meet the financial obligations of the District.

It is important that the District is able to succeed in carrying out its day-to-day operations and continue to be able to meet its financial obligations as well. The additional apparatus and equipment are vital to providing the best fire protection and EMT services to the citizens of the District.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Williamson County Emergency Services District # 11, P.O. Box 3894, Cedar Park, TX 78630.

<u>WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT # 11</u>		
<u>STATEMENT OF NET POSITION</u>		
<u>DECEMBER 31, 2025</u>		
<u>Assets:</u>		
Current Assets:		
Cash and Cash Equivalents	\$	160,039
Property Taxes Receivable		133,023
Total Current Assets	\$	293,062
Non-Current Assets:		
Capital Assets:		
Building, Equipment &	\$	-
Total Non-Current Assets	\$	-
Total Assets	\$	293,062
<u>Liabilities:</u>		
Current Liabilities:		
Accounts Payable	\$	-
Unearned Revenue-Property Taxes		-
Payroll Taxes, Insurance & Retirement Pay		-
Current Portion of Long-Term Debt		-
Total Current Liabilities	\$	-
Non-Current Liabilities:		
Notes & Leases Payable	\$	-
Total Liabilities	\$	-
<u>Net Position:</u>		
Net Investment in Capital	\$	-
Restricted for Debt Service,		-
Unrestricted		293,062
Total Net Position	\$	293,062

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 11

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2025

			Net Revenue and
			Change in Net Position
<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>	<u>Primary Governmental Activities</u>
Governmental Activities:			
General Government	165,017	\$ 161,855	\$ (3,162)
Other Income/Expense	-	-	-
Total Governmental Activities	\$ 165,017	\$ 161,855	\$ (3,162)
General Revenues:			
Unrestricted Interest Earnings			\$ 2,861
Wilco Revenues			507
Total General Revenues			\$ 3,368
Change in Net Position			\$ 206
Net Position - Beginning			292,856
			-
Net Position - Ending			\$ 293,062

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 11

BALANCE SHEET – GOVERNMENTAL FUNDS

DECEMBER 31, 2025

	General	Total Governmental Funds
<u>Assets:</u>		
Cash and Cash Equivalents	\$ 160,039	\$ 160,039
Property Taxes Receivable	133,023	\$ 133,023
Total Assets	\$ 293,062	\$ 293,062
Liabilities and Fund Balances		
Liabilities:		
Accounts Payable	\$ -	\$ -
Unearned Revenue Property Tax	133,023	133,023
Payroll Taxes, Insurance & Retirement Payable	-	-
Total Liabilities	\$ 133,023	\$ 133,023
Fund Balances		
Nonspendable	\$ -	\$ -
Restricted		
Unassigned	160,039	160,039
Total Fund Balances	\$ 160,039	\$ 160,039
Total Liabilities and Fund Balances	\$ 293,062	\$ 293,062

See accompanying notes to financial statements.

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET
POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2025**

Total fund balance – total governmental funds	\$ 160,039
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in the governmental activities are not financial resources and therefore are not reported in the funds.	\$ -
The current portion of property taxes receivable is not included in governmental activities due to receivables not being included in governmental activities.	\$ 133,023
Unearned Revenues are not reported in governmental funds	\$ -
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	\$ -
Net position of governmental activities	<u>\$ 293,062</u>

See accompanying notes to financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 11

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES – GOVERNMENTAL FUNDS**

DECEMBER 31, 2025

	General	Total Governmental Funds
<u>Revenues:</u>		
Property Taxes	\$ 157,256	\$ 157,256
Other Revenues	507	507
Grant income	-	-
Interest Earnings	2,861	2,861
Total Revenues	\$ 160,624	\$ 160,624
<u>Expenditures:</u>		
Current:		
General Government	\$ 165,017	\$ 165,017
Capital Outlay	-	-
Debt Service:		
Principal	-	-
Interest	-	-
Total Expenditures	\$ 165,017	\$ 165,017
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (4,393)	\$ (4,393)
Other Expenses	\$ -	\$ -
Net Changes in Fund Balances	\$ (4,393)	\$ (4,393)
Fund Balances - Beginning	\$ 164,432	\$ 164,432
Fund Balances - Ending	\$ 160,039	\$ 160,039

See accompanying notes to the financial statements.

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025**

Net change in fund balance - total governmental funds	\$ (4,393)
Amounts reported for governmental activities in the statement of net assets are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives as depreciation expense. This is the amount by which depreciation (0) was more than capital outlays (0) in the current period.	\$ -
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Property taxes not collected	\$ 133,023
Less: Prior year	128,424
Balance	\$ 4,599
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	\$ -
Deferred tax revenues not included in governmental funds	\$ -
Changes in net position of governmental activities	<u>\$ 206</u>

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 11
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Williamson County Emergency Services District No. 11 (the District) is a governmental unit of the State of Texas that was formed in November of 2011. The entity is responsible for providing fire and emergency services in Williamson County, Texas. The District provides fire and emergency medical services to a certain geographic portion of Williamson County including Cedar Park, Texas, an unincorporated area located in Williamson County. The District was created and operates under Article III, Section 48-3, of the Texas Constitution for the protection of human life and health as provided by that Act. The District's operations are governed by the Texas Health and Safety Code, Chapter 775 Emergency Services Districts.

The accompanying statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the primary government.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 11
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues primarily consist of Ad Valorem taxes received from the County's appraisal district.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 31 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Grants and entitlements and interest associated with the current fiscal period are all considered susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered measurable and available only when the District receives cash.

Fund Accounting

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The District only uses governmental funds.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 11
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The District reports the following major governmental funds:

General Fund – The General Fund is used to account for all financial resources of the District except those required to be accounted for in another fund. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Texas and the bylaws of the District.

Revenues – Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within thirty-one days of fiscal year-end. Under the modified accrual basis, only interest is considered to be both measurable and available at fiscal year-end. Non-exchange transactions, in which the District receives value without directly giving value in return, includes grants and donations. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 11
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must be available before it can be recognized.

Expenses/Expenditures

On an accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable.

C. Cash and Cash Equivalents

Cash and equivalents include all highly-liquid investments with a maturity of three months or less at the date of purchase. During 2025, cash and cash equivalents accounts were limited to the Randolph Brooks FCU checking and savings accounts.

D. Restricted Assets

Williamson County ESD # 11 has no restricted funds.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 11
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. **Capital Assets**

The District does not currently own any Capital Assets.

F. **Reservations of Fund Balance**

The District currently does not have any reservations of fund balance amounts.

G. **Net Position**

Net position present the difference between assets and liabilities in the statement of net position. Net Investment in capital assets are reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 11
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net assets are reported as restricted when there are legal limitations imposed on their use by District legislation or external restrictions by creditors, grantors, laws or regulations of other governments.

H. 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 amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

I. Accrued Liabilities

The District reports accrued liabilities on the statement of net position. The District reports accounts payable of \$0 during 2025.

NOTE 2 – TAX REVENUES

The District's tax revenue is collected by County of Williamson, Texas, (the County) under the provisions of a tax collection agreement signed November, 2011. Under the agreement, the County is responsible for making the calculations necessary for the District to comply with the statutory requirements for setting tax rates as specified in Chapter 26 of the Texas Property Tax Code and collecting the appropriate tax. The County periodically remits the collected taxes to the District. The agreement may be terminated by either party on written notice, but neither party has expressed an interest in terminating the agreement. The County provides the District with written reports necessary to keep the District advised of all financial information affecting the District. Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and are due and payable on or before January 31 of the following year. All unpaid taxes become delinquent February 1 of the following year. The District pays the County for its tax collection activity in four quarterly payments, which totaled \$902 USD for 2025. The amount is determined by the County based on an amount per each parcel of taxable property, or account taxable by the District. The tax rate for WCESD # 11 for 2025 is \$.0909 per \$100 valuation of property. The total adjusted original tax roll was \$162,052 on \$178,275,209 valuation. Property taxes receivable at 12/31/25 total \$133,023 with \$122,637 being current and \$10,386 being delinquent.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 11
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 3 – CASH AND CASH EQUIVALENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds. Statutes require the classification of funds held by the District into three categories.

Category 1 consists of “active” funds – those funds required to be kept in “cash” or “near cash” status for immediate use by the District. Such funds must be maintained either as cash in the District Treasury or in depository accounts payable or withdrawal on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of “inactive” funds – those funds not required for use within the current two-year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

Category 3 consists of “interim” funds – those funds not needed for immediate use, but needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States Treasury notes, bills, bonds or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States.
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities

A. Deposits

At year-end the carrying amount of the District’s deposits was \$160,039 and the bank balances were \$160,039. Federal depository insurance coverage totals \$500,000. The deposits were fully covered by FDIC insurance and collateralization.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 11
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 4 - GENERAL FIXED ASSETS

None

NOTE 5 – GENERAL LONG-TERM DEBT

None

NOTE 6 – CONTINGENCIES

As of December 31, 2025, the District did not have any material pending litigation or potential non-disclosed liabilities.

Required Supplementary Information

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 11
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance with
				Final Budget
	Original	Final	Actual	Positive
				(Negative)
Revenues:				
Property Taxes	\$ 157,436	\$ 157,436	\$ 157,256	\$ (180)
Other Income	-	-	507	507
Investment Earnings	-	-	2,861	2,861
Total Revenues	\$ 157,436	\$ 157,436	\$ 160,624	\$ 3,188
Expenditures:				
Current:				
General Government	\$ 157,436	\$ 157,436	\$ 165,017	\$ (7,581)
Capital Outlay	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	\$ 157,436	\$ 157,436	\$ 165,017	\$ (7,581)
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ (4,393)	\$ (4,393)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ (4,393)	
Fund Balances - Beginning	\$ 164,432	\$ 164,432	\$ 164,432	
Fund Balances - Ending	\$ 164,432	\$ 164,432	\$ 160,039	

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 11

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

DECEMBER 31, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Budgetary Process

The budgetary process is prescribed by the provisions of the Texas Constitution and entails the preparation of budgetary documents within an established timeline. Legally, the Texas Constitution does not strictly impose a requirement on the District to follow the budgetary process but the District chose to follow the budgetary process. The major documents prepared are an estimated budget with revenues and expenditures. The level of budgetary control is at the object level for the District. The budget is not amended for modifications or changes during the year. All expenditures are approved by the Board beforehand.

1. Estimated Resources

As part of the District's budgetary process, the Board approves the official estimated resources. The official estimated resources state the projected revenue for the District. The estimated revenue is calculated from information from the Williamson County Appraisal District. The budget is not revised or amended for increases or decreases in estimated revenues.

2. Appropriations

Estimated appropriations are prepared for the annual budget. All appropriations, no matter how small or how large, still must be approved by the Board before remittance, whether or not they were included in the budget.

3. Budgetary Basis of Accounting

The District's budgetary process accounts for certain transactions on a basis other than GAAP. The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary process, revenues and expenditures are recognized on the cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures are recorded when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting on the governmental fund statements and on the full accrual basis on the government-wide statements. See page 14 for a reconciliation between governmental funds and GAAP basis net equity fund balance.



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors
Williamson County ESD # 11

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Williamson County ESD # 11 as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise Williamson County ESD # 11's basic financial statements, and have issued our report thereon dated May 25, 2026.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Williamson County ESD # 11's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Williamson County ESD # 11's internal control. Accordingly, we do not express an opinion on the effectiveness of Williamson County ESD # 11's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Williamson County ESD #11's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Donald L. Allman, CPA, PC

Liberty Hill, TX
May 25, 2026

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 12

AUDITED FINANCIAL STATEMENTS

AND SUPPLEMENTAL SCHEDULES

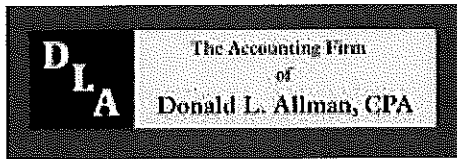
AND INDEPENDENT AUDITOR'S REPORT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 12

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Independent Auditor's Report

To the Board of Directors
Williamson County Emergency Services District No. 12

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Williamson County Emergency Services District No. 12 as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Williamson County ESD No. 12 as of September 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

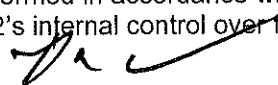
Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, on pages 3 – 10 and 26 - 27 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report date, March 1, 2026 on our consideration of the Williamson County ESD # 12's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Williamson County ESD # 12's internal control over financial reporting and compliance



Donald L. Allman, CPA

Georgetown, Texas
March 1, 2026

**WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 12
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Our discussion and analysis of the Williamson County Emergency Services District No. 12's financial performance provides an overview of the District's financial activities for the fiscal year ended September 30, 2025. Please review it in conjunction with the transmittal letter and the District's basic financial statements, which begin on page 11.

FINANCIAL HIGHLIGHTS

Total net position increased \$70,334 which represents net income from 2025.

The District had \$215,040 in expenses related to governmental activities with \$285,374 in program revenues to cover the cost of these programs.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 11-12) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. Fund financial statements start on page 13. These statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most financially significant funds.

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities

Our analysis of the District as a whole begins on page 11. One of the most important questions asked about the District's finances is "Is the District as a whole better off or worse as a result of this year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer that question.

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net position and changes in them. You can think of the District's net position, the difference between assets, what the District owns, and liabilities, what the District owes, as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the District's jurisdiction, the availability of capital projects, and continuing local governmental support to assess the overall health of the District.

Reporting the District's Most Significant Funds Major Funds

Fund Financial Statements

-General

Our analysis of the District's major funds begins on page 13. The Fund financial statements begin on page 13 and provide detailed information about the most significant funds-not the District as a whole. Some funds are required to be established by State law. The District only has governmental funds.

Governmental Funds: The District's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the District's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation beside the fund financial statements, if applicable.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the governmental-wide and fund financial statements. The notes to the financial statements can be found on pages 17-24 of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents budget to actual statements and schedules which can be found on pages 26 of this report.

THE DISTRICT AS A WHOLE

The District's total net position changed from a year ago, increasing from \$154,941 to \$225,275. Our analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the District's governmental activities.

Table 1
Summary of Net Position

	2025	2024	\$ Change	% Change
Cash and Current Assets	\$ 224,744	\$ 154,941	\$ 69,803	45.1%
Property Taxes Rec.	531	1,930	\$ (1,399)	-72.5%
Capital Assets	-	-	-	
Total Assets	\$ 225,275	\$ 156,871	\$ 68,404	43.6%
Current Liabilities	\$ -	\$ -	\$ -	0.0%
Long-Term Obligations	-	1,930	(1,930)	0.0%
Total Liabilities	\$ -	\$ 1,930	\$ (1,930)	0.0%
Net Position:				
Net Investment in Capital				
Assets	\$ -	\$ -	\$ -	
Restricted	-	-	-	0.0%
Unrestricted	225,275	154,941	70,334	45.4%
Total Net Assets	\$ 225,275	\$ 154,941	\$ 70,334	45.4%

Net position of the District's activities increased 45.4% or \$70,334. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – increased from \$154,941 to \$225,275 by the end of fiscal year 2025.

Table 2 compares the 2025 change in net position to the 2024 change in net position.

Table 2
Summary of Changes in Net Position for 2025
Compared With 2024 Activity

	2025	2024	\$ Change	% Change
Program Revenues:				
Property Taxes	\$ 279,002	\$ 269,439	\$ 9,563	3.5%
Other income	2,443	4,376	(1,933)	-44.2%
Grant income	-	-	-	
Interest & Investment Income	3,929	2,397	1,532	63.9%
Total Revenues	\$ 285,374	\$ 276,212	\$ 9,162	3.3%
Program Expenses:				
General Government	\$ 215,040	\$ 285,764	\$ 70,724	-24.7%
Other (Income)/Expense	-	-	-	
Total Expenses	\$ 215,040	\$ 285,764	\$ 70,724	-24.7%
Net Position				
Increase / (Decrease)	\$ 70,334	\$ (9,552)	\$ 79,886	-836.3%

Table 3 presents the cost of each of the District's programs as well as each program's net cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the District by each of these functions.

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2025	2024	2025	2024
General Government	\$ 215,040	\$ 285,764	\$ 215,040	\$ 285,764
Other Expense	-	-	-	-
Total Expenses	\$ 215,040	\$ 285,764	\$ 215,040	\$ 285,764

THE DISTRICT'S FUND'S

Table 4
Change In Year End Fund Balance

	2025	2024	\$ Change	% Change
Net Investment in Capital Assets	\$ -	\$ -	\$ -	
Restricted	-	-	-	
Unrestricted	225,275	154,941	70,334	45.4%
Total Governmental Balances	\$ 225,275	\$ 154,941	\$ 70,334	45.4%

The 45.4% increase in the Unrestricted fund balance can be attributed to more income.

Table 5 presents a summary of governmental fund revenues for the 2025 fiscal year and the amounts and percentages of increases and decreases in relation to the prior year.

Table 5
Total Governmental Fund Revenues

Revenue Source	2025	% of Total	Increase or (Decrease) Over 2024	% Increase / (Decrease)
Property taxes	279,002	97.8%	9,563	3.5%
Grant income	-	0.00%	-	0.0%
Wilco Income	2,443	0.9%	(1,933)	-44.2%
Investment Income	3,929	1.4%	1,532	63.9%
Total	\$ 285,374	100.0%	\$ 9,162	3.3%

Table 6 presents the General Fund budget and the difference between the original budget and final budget for fiscal year 2025. Table 7 discusses the variance between the final budget and the actual results for the year.

Table 6
Original and Final Budget

	Budgeted Amounts	
	Original	Final
Revenues:		
Property Taxes	\$ 275,000	\$ 275,000
Wilco Income	-	-
Interest Income	-	-
Grant income	-	-
Total Revenues	\$ 275,000	\$ 275,000
Expenditures:		
Debt Service	-	-
Contracts for EMS & Firefighting	\$ 236,000	\$ 236,000
Insurance	2,000	2,000
Facilities	4,200	4,200
Interest expense	-	-
Communications	3,000	3,000
Equipment	-	-
Office expenses	6,500	6,500
Repairs & maintenance	-	-
Technology	2,000	2,000
County Tax Assessor Collector	1,500	1,500
Audit & Legal fees	14,000	14,000
Miscellaneous	850	850
Training & Travel expenses	5,000	5,000
Total Expenditures	275,050	275,050
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (50)	\$ (50)

Original versus Final Budget

There were no material differences between original and final budgeted amounts for 2025.

Table 7
Original and Final Budget

	Budgeted Amounts	
	Final	Actual
Revenues:		
Property Taxes	\$ 275,000	\$ 279,002
Wilco Income	-	2,443
Interest Income	-	3,929
Grant income	-	-
Total Revenues	\$ 275,000	\$ 285,374
Expenditures:		
Building Station expenses	-	-
Contracts for EMS & Firefighting	\$ 236,000	\$ 186,018
Insurance	2,000	2,139
Facilities	4,200	4,950
Interest expense	-	-
Communications	3,000	2,398
Equipment	-	-
Office expenses	6,500	6,000
Repairs & maintenance	-	-
Technology	2,000	1,318
County Tax Assessor Collector	1,500	1,861
Audit & Legal fees	14,000	10,696
Miscellaneous	850	461
Training & Travel expenses	5,000	1,129
Depreciation	-	-
Total Expenditures	275,050	216,970
Excess (Deficiency) of		
Revenues Over (Under)		
Expenditures	\$ (50)	\$ 68,404

Final Budget versus Actual Results

There is no material difference between budgeted and actual results.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

None.

Debt Administration

None.

ECONOMIC FACTORS

The District operates solely in Williamson County and has since its inception. Almost 97% of the District's revenue comes from property taxes. The District's budgeting process must continue to work as closely as possible with the Williamson County Tax Assessor's office in order to meet the financial obligations of the District.

It is important that the District is able to succeed in carrying out its day-to-day operations and continue to be able to meet its financial obligations as well.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Williamson County Emergency Services District # 12, P.O. Box 2451, Cedar Park, TX 78630.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT # 12

STATEMENT OF NET POSITION

SEPTEMBER 30, 2025

Assets:

Current Assets:

Cash and Cash Equivalents	\$	224,744
Property Taxes Receivable		531
Total Current Assets	\$	225,275

Non-Current Assets:

Capital Assets:

Building, Equipment &	\$	-
Total Non-Current Assets	\$	-
Total Assets	\$	225,275

Liabilities:

Current Liabilities:

Accounts Payable	\$	-
Unearned Revenue-Property Taxes		-
Payroll Taxes, Insurance & Retirement Paya		-
Current Portion of Long-Term Debt		-
Total Current Liabilities	\$	-

Non-Current Liabilities:

Notes & Leases Payable	\$	-
Total Liabilities	\$	-

Net Position:

Net Investment in Capital	\$	-
Restricted for Debt Service,		-
Unrestricted		225,275
Total Net Position	\$	225,275

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 12

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2025

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>	<u>Net Revenue and Change in Net Position Primary Governmental Activities</u>
Governmental Activities:			
General Government	215,040	\$ 279,002	\$ 63,962
Other Income/Expense	-	-	-
Total Governmental Activities	<u>\$ 215,040</u>	<u>\$ 279,002</u>	<u>\$ 63,962</u>
General Revenues:			
Unrestricted Interest Earnings		\$	3,929
Wilco Revenues			<u>2,443</u>
Total General Revenues		\$	<u>6,372</u>
Change in Net Position		\$	70,334
Net Position - Beginning			<u>154,941</u>
			-
Net Position - Ending		\$	<u>225,275</u>

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 12

BALANCE SHEET – GOVERNMENTAL FUNDS

SEPTEMBER 30, 2025

	General	Total Governmental Funds
<u>Assets:</u>		
Cash and Cash Equivalents	\$ 224,744	\$ 224,744
Property Taxes Receivable	531	\$ 531
Total Assets	\$ 225,275	\$ 225,275
 Liabilities and Fund Balances		
Liabilities:		
Accounts Payable	\$ -	\$ -
Unearned Revenue Property Tax	531	531
 Payroll Taxes, Insurance & Retirement Payable	-	-
Total Liabilities	\$ 531	\$ 531
 Fund Balances		
Nonspendable	\$ -	\$ -
Restricted		
Unassigned	224,744	224,744
Total Fund Balances	\$ 224,744	\$ 224,744
 Total Liabilities and Fund Balances	\$ 225,275	\$ 225,275

See accompanying notes to financial statements.

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET
POSITION OF GOVERNMENTAL ACTIVITIES
SEPTEMBER 30, 2025**

Total fund balance – total governmental funds	\$ 224,744
---	------------

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in the governmental activities are not financial resources and therefore are not reported in the funds.	\$ -
---	------

The current portion of property taxes receivable is not included in governmental activities due to receivables not being included in governmental activities.	\$ 531
---	--------

Unearned Revenues are not reported in governmental funds	\$ -
--	------

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	\$ -
--	------

Net position of governmental activities	<u>\$ 225,275</u>
---	-------------------

See accompanying notes to financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 12

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES – GOVERNMENTAL FUNDS**

SEPTEMBER 30, 2025

	General	Total Governmental Funds
<u>Revenues:</u>		
Property Taxes	\$ 280,401	\$ 280,401
Wilco Revenues	2,443	2,443
Grant income	-	-
Interest Earnings	3,929	3,929
Total Revenues	\$ 286,773	\$ 286,773
<u>Expenditures:</u>		
Current:		
General Government	\$ 216,970	\$ 216,970
Capital Outlay	-	-
Debt Service:		
Principal	-	-
Interest	-	-
Total Expenditures	\$ 216,970	\$ 216,970
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 69,803	\$ 69,803
Other Expenses	\$ -	\$ -
Net Changes in Fund Balances	\$ 69,803	\$ 69,803
Fund Balances - Beginning	\$ 154,941	\$ 154,941
Fund Balances - Ending	\$ 224,744	\$ 224,744

See accompanying notes to the financial statements.

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Net change in fund balance - total governmental funds	\$	69,803
---	----	--------

Amounts reported for governmental activities in the statement of net assets are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives as depreciation expense. This is the amount by which depreciation (0) was more than capital outlays (0) in the current period.

	\$	-
--	----	---

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes not collected	\$	531
Less: Prior year		1,930
Balance	\$	(1,399)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	\$	-
--	----	---

Deferred tax revenues not included in governmental funds	\$	-
Changes in net position of governmental activities	\$	<u>68,404</u>

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 12
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Williamson County Emergency Services District No. 12 (the District) is a governmental unit of the State of Texas that was formed in December of 2012. The entity is responsible for providing fire and emergency services in Williamson County, Texas. The District provides fire and emergency medical services to a certain geographic portion of Williamson County. The District was created and operates under Article III, Section 48-3, of the Texas Constitution for the protection of human life and health as provided by that Act. The District's operations are governed by the Texas Health and Safety Code, Chapter 775 Emergency Services Districts.

The accompanying statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the primary government.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 12
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues primarily consist of Ad Valorem taxes received from the County's appraisal district.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 31 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Grants and entitlements and interest associated with the current fiscal period are all considered susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered measurable and available only when the District receives cash.

Fund Accounting

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The District only uses governmental funds.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 12
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The District reports the following major governmental funds:

General Fund – The General Fund is used to account for all financial resources of the District except those required to be accounted for in another fund. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Texas and the bylaws of the District.

Revenues – Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within thirty-one days of fiscal year-end. Under the modified accrual basis, only interest is considered to be both measurable and available at fiscal year-end. Non-exchange transactions, in which the District receives value without directly giving value in return, includes grants and donations. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 12
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must be available before it can be recognized.

Expenses/Expenditures

On an accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable.

C. Cash and Cash Equivalents

Cash and equivalents include all highly-liquid investments with a maturity of three months or less at the date of purchase. During 2025, cash and cash equivalents accounts were limited to the Frost Bank checking & savings accounts, and Texpool.

D. Restricted Assets

Williamson County ESD # 12 has no restricted funds.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 12
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Capital Assets

The District does not currently own any Capital Assets.

F. Reservations of Fund Balance

The District currently does not have any reservations of fund balance amounts.

G. Net Position

Net position present the difference between assets and liabilities in the statement of net position. Net Investment in capital assets are reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 12
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net assets are reported as restricted when there are legal limitations imposed on their use by District legislation or external restrictions by creditors, grantors, laws or regulations of other governments.

H. 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 amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

I. Accrued Liabilities

The District reports accrued liabilities on the statement of net position. The District reports accounts payable of \$0 during 2025.

NOTE 2 – TAX REVENUES

The District's tax revenue is collected by County of Williamson, Texas, (the County) under the provisions of a tax collection agreement signed November, 2011. Under the agreement, the County is responsible for making the calculations necessary for the District to comply with the statutory requirements for setting tax rates as specified in Chapter 26 of the Texas Property Tax Code and collecting the appropriate tax. The County periodically remits the collected taxes to the District. The agreement may be terminated by either party on written notice, but neither party has expressed an interest in terminating the agreement. The County provides the District with written reports necessary to keep the District advised of all financial information affecting the District. Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and are due and payable on or before January 31 of the following year. All unpaid taxes become delinquent February 1 of the following year. The District pays the County for its tax collection activity in four quarterly payments, which totaled \$1,861 USD for 2025. The amount is determined by the County based on an amount per each parcel of taxable property, or account taxable by the District. The tax rate for WCESD # 12 for 2025 is \$.085984 per \$100 valuation of property. The total adjusted original tax roll was \$279,002 on \$324,481,299 valuation. Property taxes receivable at 9/30/25 total \$531 with \$531 being current and \$0 being delinquent.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 12
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 3 – CASH AND CASH EQUIVALENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds. Statutes require the classification of funds held by the District into three categories.

Category 1 consists of “active” funds – those funds required to be kept in “cash” or “near cash” status for immediate use by the District. Such funds must be maintained either as cash in the District Treasury or in depository accounts payable or withdrawal on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of “inactive” funds – those funds not required for use within the current two-year period of designation of depositories. Inactive funds may be deposited or invested in investment accounts.

Category 3 consists of “interim” funds – those funds not needed for immediate use, but needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States Treasury notes, bills, bonds or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States.
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities

A. Deposits

At year-end the carrying amount of the District’s deposits was \$224,744 and the bank balances were \$224,744. Federal depository insurance coverage totals \$500,000. The deposits were fully covered by FDIC insurance and collateralization.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT NO. 12
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

NOTE 4 - GENERAL FIXED ASSETS

None

NOTE 5 – GENERAL LONG-TERM DEBT

None

NOTE 6 – CONTINGENCIES

As of September 30, 2025, the District did not have any material pending litigation or potential non-disclosed liabilities.

Required Supplementary Information

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 12
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 275,000	\$ 275,000	\$ 280,401	\$ 5,401
Other Income	-	-	-	-
Wilco Income	5,000	5,000	2,443	(2,557)
Investment Earnings	-	-	3,929	3,929
Total Revenues	\$ 280,000	\$ 280,000	\$ 286,773	\$ 6,773
Expenditures:				
Current:				
General Government	\$ 275,050	\$ 275,050	\$ 216,970	\$ 58,080
Capital Outlay	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	\$ 275,050	\$ 275,050	\$ 216,970	\$ 58,080
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 4,950	\$ 4,950	\$ 69,803	\$ 64,853
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	\$ 4,950	\$ 4,950	\$ 69,803	
Fund Balances - Beginning	\$ 154,941	\$ 154,941	\$ 154,941	
Fund Balances - Ending	\$ 159,891	\$ 159,891	\$ 224,744	

See accompanying notes to the financial statements.

WILLIAMSON COUNTY EMERGENCY SERVICES DISTRICT No. 12

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

SEPTEMBER 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Budgetary Process

The budgetary process is prescribed by the provisions of the Texas Constitution and entails the preparation of budgetary documents within an established timeline. Legally, the Texas Constitution does not strictly impose a requirement on the District to follow the budgetary process but the District chose to follow the budgetary process. The major documents prepared are an estimated budget with revenues and expenditures. The level of budgetary control is at the object level for the District. The budget is not amended for modifications or changes during the year. All expenditures are approved by the Board beforehand.

1. Estimated Resources

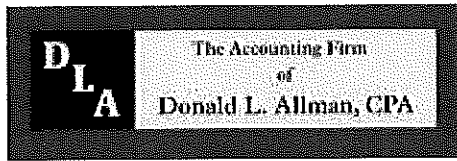
As part of the District's budgetary process, the Board approves the official estimated resources. The official estimated resources state the projected revenue for the District. The estimated revenue is calculated from information from the Williamson County Appraisal District. The budget is not revised or amended for increases or decreases in estimated revenues.

2. Appropriations

Estimated appropriations are prepared for the annual budget. All appropriations, no matter how small or how large, still must be approved by the Board before remittance, whether or not they were included in the budget.

3. Budgetary Basis of Accounting

The District's budgetary process accounts for certain transactions on a basis other than GAAP. The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary process, revenues and expenditures are recognized on the cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures are recorded when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting on the governmental fund statements and on the full accrual basis on the government-wide statements. See page 14 for a reconciliation between governmental funds and GAAP basis net equity fund balance.



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
Williamson County ESD # 12

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Williamson County ESD # 12 as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise Williamson County ESD # 12's basic financial statements, and have issued our report thereon dated March 1, 2026..

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Williamson County ESD # 12's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Williamson County ESD # 12's internal control. Accordingly, we do not express an opinion on the effectiveness of Williamson County ESD # 12's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

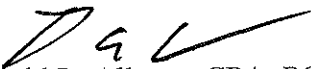
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Williamson County ESD #12's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Donald L. Allman, CPA, PC

Georgetown, TX
March 1, 2026

Commissioners Court - Regular Session**12.****Meeting Date:** 08/04/2026

Imposition of Optional Fees for Calendar Year 2027

Submitted For: Steven Snell**Submitted By:** Andrea Schiele, County Judge**Department:** County Judge**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider and take appropriate action regarding the imposition or removal of optional fees for Calendar Year 2027 as authorized by the Texas Transportation Code, including the County Road and Bridge Fund fee, not to exceed \$10, and the Child Safety fee, not to exceed \$1.50, and the submission of the required notification form to the Texas Department of Motor Vehicles.

Public Background

County commissioners courts are statutorily required to notify the Texas Department of Motor Vehicles (TxDMV) each year regarding the imposition or removal of optional county fees to be assessed on motor vehicle registrations. Notice must be made to TxDMV each year by September 1, with fee changes taking effect on January 1 of the following year. The attached letter gives a brief description of the related optional county fees from Chapter 502 of the Transportation Code. Currently, Williamson County assesses \$10 for the Road and Bridge Fund fee and \$1.50 for the Child Safety fee.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Letter to Judges

Imposition of Optional Fees

Form Review**Inbox**

County Judge Exec Asst. (Originator)

Form Started By: Andrea Schiele

Final Approval Date: 07/29/2026

Reviewed By

Andrea Schiele

Date

07/29/2026 11:33 AM

Started On: 07/29/2026 11:27 AM



July 23, 2026

Re: Imposition of Optional Fees for Calendar Year (CY) 2027

To the Honorable County Judge:

County commissioner's courts are statutorily required to notify the Texas Department of Motor Vehicles (TxDMV) each year regarding the imposition or removal of optional fees. Notice must be made to TxDMV each year by September 2, 2026, with new fees taking effect on January 1st of the following year. This letter and attachments will provide information on how to submit the CY 2027 notification to TxDMV. The following is a brief description of the optional county fees from Chapter 502 of the Transportation Code:

County Road and Bridge Fee (Section 502.401):

- May not exceed \$10; and
- Revenue must be credited to the county road and bridge fund.

Child Safety Fee (Section 502.403):

- May not exceed \$1.50; and
- Revenue must be used for school crossing guard services; remaining funds must be used for programs to enhance child safety, health, or nutrition, including child abuse intervention and prevention, and drug and alcohol abuse prevention, among other purposes.

Transportation Project Fee (Section 502.402):

- Applies to Bexar, Brazos, Cameron, El Paso, Hidalgo and Webb counties **ONLY**;
- May not exceed \$10 (or \$20 for those meeting population requirements under subsection (b-1)); and
- Revenue must be used for long-term transportation projects.

Please complete and return the attached *Imposition of Optional Fees* form. If your county will keep the same optional fees for CY 2027, please select OPTION A. If your county changes fees, **please select OPTION B** and include a copy of a commissioner's court order.

DEADLINE: Please return the form and commissioners court order, if applicable, by Wednesday, September 2, 2026, by email to: DMV_OptionalCountyFeeUpdates@TxDMV.gov (note the underscore between DMV and Optional).

If you have any questions, please contact Taja Brower in Registration Services, (512) 465-1344. Thank you for your timely response.

Sincerely,

Annette Quintero, Director
Vehicle Titles and Registration Division
Texas Department of Motor Vehicles

AQ:SK:TM

Attachments

cc: County Tax Assessor-Collectors



Imposition of Optional Fees Calendar Year (CY) 2027

INSTRUCTIONS: Complete and return this form (including a court order, if required) to the TxDMV via email at: DMV_OptionalCountyFeeUpdates@TxDMV.gov

Please submit at your earliest convenience, but no later than **Wednesday, September 2, 2026**.

COUNTY NAME: Williamson

SELECT ONLY ONE OPTION BELOW:

☒ **OPTION A – No change. This county will charge the same fees in CY 2027.** 
*Submit this form to TxDMV. A copy of a commissioner's court order is **NOT** required.*

OR

☐ **OPTION B – The commissioners court has approved fee changes for CY 2027.**

Enter the amounts for each fee. For those that did not change, enter zero.

CY 2027 fees to be collected by your county:

Road and Bridge Fee: \$ _____

Child Safety Fee: \$ _____

Transportation Project Fee (applicable to Bexar, Brazos, Cameron, El Paso, Hidalgo and Webb counties only): \$ _____

Total fee amount to be collected in CY 2027: \$ _____

For OPTION B, submit this form and a copy of the court order to TxDMV.

We appreciate your response. Thank you.

Commissioners Court - Regular Session**13.****Meeting Date:** 08/04/2026

LTP Transfer

Submitted By: Karen Knightstep, County Auditor**Department:** County Auditor**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on approving a Long Range Transportation Plan (LTP) transfer to close the P583 FIF Grant Match and move \$450,982.19 to P382 Atlas 14 Mapping.

Public Background

HNTB's budget adjustment memo is attached.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

LTP Transfer Memo

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Karen Knightstep

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 01:03 PM

Started On: 07/23/2026 09:03 AM

HNTB Corporation
Engineers Architects Planners

101 E Old Settlers Blvd
Suite 225
Round Rock, TX 78664

Telephone (512) 744-9082
www.hntb.com

Ms. Karen Knightstep
Williamson County Auditor's Office
1848 Texas Trail
Georgetown, TX 78626



July 22, 2026

Re: FY 2026 Transportation Corridor Budget Adjustment

Dear Ms. Knightstep,

Please make the following budget adjustments for the Long-Range Transportation Plan (LRTP) Corridor Program projects:

- Close P583 FIF Grant Match and move the remaining funds, estimated at \$450,982.19, to P382 Atlas 14 Mapping.

Thank you,

A handwritten signature in blue ink that reads "Christen Eschberger".

Christen Eschberger, P.E.

Cc: Pam Navarrette, Williamson County Auditor's Office
Julie Kiley, Williamson County Auditor's Office
Robert B. Daigh, P.E., Williamson County Senior Director of Infrastructure
JJ Roohms, P.E., Williamson County Director of Transportation
Kate Wilder, P.E., HNTB
Marie Walters, HNTB
Tomika Lynce, HNTB

Commissioners Court - Regular Session**14.****Meeting Date:** 08/04/2026

Annual Renewal of Texas State Library

Submitted For: Nancy Rister**Submitted By:** Nancy Rister, County Clerk**Department:** County Clerk**Agenda Category:** Consent

Information**Agenda Item**

Discuss and take appropriate action on renewal of contract with the Texas State Library and Archives Commission for County Clerk microfilm storage and creation for FY 2026-2027.

Public Background

Annual renewal of contract with the Texas State Library and Archives Commission for FY 2026-2027.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

TSL 26-27

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Nancy Rister

Final Approval Date: 07/23/2026

Reviewed By

Delia Colon

Date

07/23/2026 09:24 AM

Started On: 07/22/2026 02:33 PM

INTERLOCAL COOPERATION CONTRACT FOR STORAGE & IMAGING SERVICES

SLRM Contract Number: 6-27-1246

*** Receiving Agency Contract Number: **TBA**

This Interlocal Cooperation Contract ("Contract") is entered into by and between the Contracting Agencies shown below pursuant to the authority granted in and in compliance with the provisions of the Interlocal Cooperation Act, Texas Government Code, Chapter 791.

I. CONTRACTING AGENCIES

Receiving Agency

Agency Name: Williamson County Clerk
Agency Code: 1246
Contact Person: Nancy Rister
Contact Person: (512) 943-1549
Contact Email: nancy.rister@wilcotx.gov

Performing Agency

Agency Name: Texas State Library and Archives Commission
TINS Number: 33063063060013
Contact Person: Zach Bruton
Contact Person: (512) 475-5151
Contact Email: zbruton@tsl.texas.gov

II. PURPOSE

The purpose of this Contract is for Receiving Agency to obtain the services of Performing Agency for records storage and/or imaging services as described in Section III below.

III. STATEMENT OF SERVICES TO BE PERFORMED

The Performing Agency will perform records storage and imaging related services in levels not to exceed the total billable amounts in Section VI of this Contract.

Information regarding the eligibility for storage and imaging, record preparation, transferring and transporting records, requesting or returning stored records, and the final disposition of stored records is available on the Performing Agency's website in the "Records Management" Section (<https://www.tsl.texas.gov/slr/storage> and <https://www.tsl.texas.gov/slr/imaging-micro>).

IV. WARRANTIES

SLRM CONTRACT NUMBER: 6-27-1246

Receiving Agency warrants that (1) the services are necessary and authorized for activities that are properly within its statutory functions and programs; (2) it has authority to contract for the services under Texas Government Code, Chapter 791; (3) it has all necessary power and has received all necessary approvals to execute and deliver this Contract; and (4) the representative signing this Contract on its behalf is authorized by its governing body to sign this Contract.

Performing Agency warrants that (1) it has authority to perform these services under authority granted in Texas Government Code, Chapter 441, and Texas Government Code, Chapter 791; 2) it has all necessary power and has received all necessary approvals to execute and deliver this Contract; and (3) the representative signing this Contract on its behalf is authorized by its governing body to sign this Contract.

V. BASIS FOR CALCULATING REIMBURSABLE COSTS

Billable fees for records storage and imaging related services will be assessed monthly based on actual services performed. Fees for services under this Contract are outlined in the attached Fee Schedules.

All fees charged under this Contract are formulated on a cost recovery model and are reviewed and approved by the Texas State Library and Archives Commission annually in compliance with Texas Government Code, Chapter 441, and 13 Texas Administrative Code §6.121 (Micrographics Services Fee Schedule) and §6.122 (Records Storage Services Fee Schedule).

Fees for services during a fiscal year will be based on the approved Fee Schedule effective September 1 of that fiscal year.

VI. CONTRACT AMOUNT

The total amount of this Contract shall not exceed \$57,000.00.

Of the total amount of this Contract, \$7,000.00 of this amount is designated for storage services and \$50,000.00 is designated for imaging services.

If the services provided under this Contract are anticipated to exceed the total contract amount as stated in this section, or if the scope of services changes during the contract term, the Performing and Receiving Agencies agree to amend this Contract in writing to reflect the updated total contract amount(s) and/or amended scope of services.

VII. INVOICING FOR SERVICES

The Performing Agency will submit invoices to the Receiving Agency on a monthly basis and will provide supporting documentation for all services provided and the charges incurred during the invoicing period. Any additional reports requested by the Receiving Agency regarding services provided will be charged as "Other Services" and will be discussed and agreed upon by both parties prior to the start of the work.

Invoices will be submitted to the Receiving Agency as PDF files via email to the contact listed below. The Receiving Agency is responsible for informing the Performing Agency at ar@tsl.texas.gov if the billing email address changes or some other method of submission is necessary for the invoices.

The Receiving Agency's email address for receiving invoices is: nrister@wilcotx.gov

Questions concerning billing and accounting transactions related to this Contract should be directed to the attention of:

Texas State Library and Archives
Commission State and Local
Records Management
Attention: Accounting
Box 12516
Austin, TX 78711-2516
Email: ar@tsl.texas.gov

VIII. PAYMENT FOR SERVICES

Payment for services performed under this Contract will be made by Receiving Agency on receipt of a monthly invoice from Performing Agency for actual expenditures.

Payments made under this Contract will (1) fairly compensate Performing Agency for the services performed under this Contract, and (2) be paid from current revenues available to the Receiving Agency.

The Receiving Agency will remit payment to the following address:

Texas State Library and Archives
Commission Accounts
Receivable
Box 12516
Austin, TX 78711-2516

IX. TERM OF CONTRACT

This Contract begins September 1, 2026, and terminates on August 31, 2027.

X. TERMINATION

In the event of a material failure by a Contracting Agency to perform its duties and obligations in accordance with the terms of this Contract, the other agency may terminate this Contract upon 30 days' advance written notice of termination setting forth the nature of the material failure; provided that the material failure is through no fault of the terminating agency. The termination will not be effective if the material failure is fully cured

prior to the end of the 30-day period.

A Contracting Agency may terminate this Contract without cause upon 30 days' advance written notice of intent to terminate the Contract to the other Contracting Agency. The notice of intent to terminate must reference the State and Local Records Management (SLRM) Contract Number and must be dated and signed by the agency head or the authorized records management officer. The date of actual Contract termination must be mutually agreed to in writing by both parties to allow for the appropriate and efficient disposition of all records in storage or micro- conversion in process at the time of cancellation notice. Payment for storage services performed will be the responsibility of the Receiving Agency until all records are removed from storage, and payment for imaging services will be due for all imaging services performed prior to the agreed termination date. All fees will be calculated as outlined in the attached fee schedules.

XI. NOTICES

All notices, consents, approvals, demands, requests, or other communications provided for or permitted to be given under any of the provisions of this Contract shall be in writing by email to the Contact Persons identified in Section I above or such other person or address as may be given in writing by either agency to the other in accordance with this Section.

The Contracting Agencies bind themselves to the faithful performance of this Contract, executed effective as of the Effective Date by the following duly authorized representatives of the Contracting Agencies.

RECEIVING AGENCY
Williamson County Clerk

PERFORMING AGENCY
Texas State Library and Archives
Commission

By: _____

By: _____

Judge Steven Snell
Title: County Judge
Date:

Donna Osborne
Title: Chief Operations and Fiscal Officer
Date:

Approved: _____

Date: _____

Sarah Swanson/Logan Jones
General Counsel/Associate General Counsel

Approved: _____

Date: _____

Craig Kelso
Division Director – SLRM

Commissioners Court - Regular Session**15.****Meeting Date:** 08/04/2026

TexPool Resolutions Amending Authorized Representatives

Submitted For: Catherine Totty**Submitted By:** Mary Greenway, County Tax Assessor Collector**Department:** County Tax Assessor Collector**Agenda Category:** Consent

Information**Agenda Item**

Approve, consider and take appropriate action to approve the TexPool Resolutions Amending Authorized Representatives for the Tax Assessor/Collector's office.

Public Background

TexPool Resolution authorizing Catherine Totty, Maritza Aragon, Jonathan Friske, and Monica Castro in the Tax Assessor/Collector's office to transmit or withdraw investment funds in the TexPool and TexPool Prime and to take all other actions deemed necessary or appropriate for the investment of local funds. In addition, the Resolution also allows the Tax Assessor/Collector's office employees listed to continue to authorize TexPool funds.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

TexPool Agreement

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Mary Greenway

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 02:04 PM

Started On: 07/28/2026 12:47 PM



Resolution Amending Authorized Representatives

Please complete this form to amend or designate Authorized Representatives. This document supersedes all prior Authorized Representative forms.

* Required Fields

1. Resolution

WHEREAS,

Williamson County Tax Assessor/Collector

7 8 3 9 4

Participant Name*

Location Number*

("Participant") is a local government of the State of Texas and is empowered to delegate to a public funds investment pool the authority to invest funds and to act as custodian of investments purchased with local investment funds; and

WHEREAS, it is in the best interest of the Participant to invest local funds in investments that provide for the preservation and safety of principal, liquidity, and yield consistent with the Public Funds Investment Act; and

WHEREAS, the Texas Local Government Investment Pool ("TexPool / Texpool Prime"), a public funds investment pool, were created on behalf of entities whose investment objective in order of priority are preservation and safety of principal, liquidity, and yield consistent with the Public Funds Investment Act.

NOW THEREFORE, be it resolved as follows:

- That the individuals, whose signatures appear in this Resolution, are Authorized Representatives of the Participant and are each hereby authorized to transmit funds for investment in TexPool / TexPool Prime and are each further authorized to withdraw funds from time to time, to issue letters of instruction, and to take all other actions deemed necessary or appropriate for the investment of local funds.
- That an Authorized Representative of the Participant may be deleted by a written instrument signed by two remaining Authorized Representatives provided that the deleted Authorized Representative (1) is assigned job duties that no longer require access to the Participant's TexPool / TexPool Prime account or (2) is no longer employed by the Participant; and
- That the Participant may by Amending Resolution signed by the Participant add an Authorized Representative provided the additional Authorized Representative is an officer, employee, or agent of the Participant;

List the Authorized Representative(s) of the Participant. Any new individuals will be issued personal identification numbers to transact business with TexPool Participant Services.

1. Catherine Totty Tax Assessor/Collector

Name Title

5 1 2 9 4 3 1 6 4 0 cat.totty@wilcotx.gov

Phone Fax Email

Catherine Totty

Signature
2. Maritza Aragon Chief Deputy, Tax Assessor/Collector

Name Title

5 1 2 9 4 3 1 6 4 1 maritza.aragon@wilcotx.gov

Phone Fax Email

Maritza Aragon

Signature
3. Jonathan Friske Accounting Manager

Name Title

5 1 2 9 4 3 1 5 4 4 jonathan.friske@wilcotx.gov

Phone Fax Email

Jonathan Friske

Signature

1. Resolution (continued)

4. Monica Castro Motor Vehicle Director
Name Title
5 1 2 9 4 3 1 6 4 2 monica.castro@wilcotx.gov
Phone Fax Email
Monica Castro
Signature

List the name of the Authorized Representative listed above that will have primary responsibility for performing transactions and receiving confirmations and monthly statements under the Participation Agreement.

Jonathan Friske
Name

In addition and at the option of the Participant, one additional Authorized Representative can be designated to perform only inquiry of selected information. *This limited representative cannot perform transactions.* If the Participant desires to designate a representative with inquiry rights only, complete the following information.

Name Title

Phone Fax Email

D. That this Resolution and its authorization shall continue in full force and effect until amended or revoked by the Participant, and until TexPool Participant Services receives a copy of any such amendment or revocation. This Resolution is hereby introduced and adopted by the Participant at its regular/special meeting held on the day of , 20.

Note: Document is to be signed by your Board President, Mayor or County Judge and attested by your Board Secretary, City Secretary or County Clerk.

Name of Participant*

SIGNED

Signature*

Printed Name*

Title*

ATTEST

Signature*

Printed Name*

Title*

2. Delivery Instructions

Please return this document to **TexPool Participant Services:**

Email: texpool@dtsystems.com

Fax: 866-839-3291

Commissioners Court - Regular Session**16.****Meeting Date:** 08/04/2026

UASI-LETPA Projects grant for County Sheriff

Submitted For: Matthew Lindemann**Submitted By:** Starla Hall, Sheriff**Department:** Sheriff**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider and take appropriate action, authorizing the Williamson County Sheriff's Office to accept funding through the Urban Area Security Initiative Federal Fiscal Year 2025-LETPA Projects (UASI-L) grant.

Public Background

On March, 11, 2025, the Commissioners Court approved the Sheriff's Office to apply for funding through the Urban Area Security Initiative Federal Fiscal Year 2025-LETPA Projects (UASI-L) grant (agenda item 35). We are seeking approval from the court to accept an award of \$139,055.00 to purchase night vision goggles for the SWAT team. This grant requires no match. Staff recommends the following action: Approve the Sheriff's Office to accept funding through the UASI-L grant and authorize appropriate County department personnel to complete documentation relevant to the implementation of the grant.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Statement of Grant Award

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Starla Hall

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 04:54 PM

Started On: 07/23/2026 10:44 AM

Statement of Grant Award (SOGA)

The Statement of Grant Award is the official notice of award from the Office of the Governor (OOG). This Grant Agreement and all terms, conditions, provisions and obligations set forth herein shall be binding upon and shall inure to the benefit of the Parties and their respective successors and assigns and all other State of Texas agencies and any other agencies, departments, divisions, governmental entities, public corporations, and other entities which shall be successors to each of the Parties or which shall succeed to or become obligated to perform or become bound by any of the covenants, agreements or obligations hereunder of each of the Parties hereto.

The approved project narrative and budget for this award are reflected in eGrants on the 'Narrative' and 'Budget/Details' tabs. By accepting the Grant Award in eGrants, the Grantee agrees to strictly comply with the requirements and obligations of this Grant Agreement including any and all applicable federal and state statutes, regulations, policies, guidelines and requirements. In instances where conflicting requirements apply to a Grantee, the more restrictive requirement applies.

The Grant Agreement includes the Statement of Grant Award; the OOG Grantee Conditions and Responsibilities; the Grant Application in eGrants; and the other identified documents in the Grant Application and Grant Award, including but not limited to: 2 CFR Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards; Chapter 783 of the Texas Government Code, Title 34, Part 1, Chapter 20, Subchapter E, Division 4 of the Texas Administrative Code, and the Texas Grant Management Standards (TxGMS) developed by the Comptroller of Public Accounts; the state Funding Announcement or Solicitation under which the grant application was made, and for federal funding, the Funding Announcement or Solicitation under which the OOG was awarded funds; and any applicable documents referenced in the documents listed above. For grants awarded from the U.S. Department of Justice, the current applicable version of the Department of Justice Grants Financial Guide and any applicable provisions in Title 28 of the CFR apply. For grants awarded from the Federal Emergency Management Agency (FEMA), all Information Bulletins and Policies published by the FEMA Grants Program Directorate apply. The OOG reserves the right to add additional responsibilities and requirements, with or without advance notice to the Grantee.

By clicking on the 'Accept' button within the 'Accept Award' tab, the Grantee accepts the responsibility for the grant project, agrees and certifies compliance with the requirements outlined in the Grant Agreement, including all provisions incorporated herein, and agrees with the following conditions of grant funding. The grantee's funds will not be released until the grantee has satisfied the requirements of the following Condition(s) of Funding and Other Fund-Specific Requirement(s), if any, cited below:

Grant Number:	5241902	Award Amount:	\$139,055.00
Date Awarded:	7/21/2026	Grantee Cash Match:	\$0.00
Grant Period:	10/01/2025 - 09/30/2026	Grantee In Kind Match:	\$0.00
Liquidation Date:	12/29/2026	Grantee GPI:	\$0.00
Program Fund:	HS-Homeland Security Grant Program (HSGP)	Total Project Cost:	\$139,055.00
Grantee Name:	Williamson County		
Project Title:	Night Vision		
Grant Manager:	Mitch Hachey		
Unique Entity Identifier (UEI):	C4BDCBLYNND6		

CFDA:	97.067 - Homeland Security Grant Program (HSGP)
Federal Awarding Agency:	U.S. Department of Homeland Security, Federal Emergency Management Agency
Federal Award Date:	2/3/2026
Federal/State Award ID Number:	EMW-2025-SS-05028
Total Federal Award/State Funds Appropriated:	\$113,187,106.00

Pass Thru Entity Name:	Texas Office of the Governor – Homeland Security Grants Division (HSGD)
Is the Award R&D:	No
Federal/State Award Description:	The purpose of the HSGP is to support state and local efforts to prevent terrorism and other catastrophic events and to prepare the Nation for the threats and hazards that pose the greatest risk to the security of the United States. The HSGP provides funding to implement investments that build, sustain, and deliver the 31 core capabilities essential to achieving the National Preparedness Goal (the Goal) of a secure and resilient Nation. The building, sustainment, and delivery of these core capabilities are not exclusive to any single level of government, organization, or community, but rather, require the combined effort of the whole community.

Commissioners Court - Regular Session

17.

Meeting Date: 08/04/2026

Rancho del Cielo MUD Standard Agreement for County Sheriff

Submitted For: Matthew Lindemann**Submitted By:** Starla Hall, Sheriff**Department:** Sheriff**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider and take appropriate action regarding approval and receipt of the Standard Agreement with Rancho del Cielo Municipal Utility District for off-duty contracting of County Sheriff's Deputies to be effective October 1, 2026.

Public Background

This renewal agreement gives permission for Rancho del Cielo MUD to contract County Sheriff's deputies in a private capacity and the County to invoice them for deputies' vehicle usage. The term of this agreement shall begin on October 1, 2026, and will have two additional one-year renewal terms, with October 1st being the first day of any such renewal term. The agreement and the rates set out in it may be revisited with proper approval from the applicable governing bodies and elected officials each fiscal year. Either party may terminate this Agreement, for convenience and without cause, by providing thirty days' advance written notice to the other party.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Rancho del Cielo MUD standard agreement

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Starla Hall

Final Approval Date: 07/23/2026

Reviewed By

Delia Colon

Date

07/23/2026 01:54 PM

Started On: 07/23/2026 11:32 AM

STATE OF TEXAS	§	STANDARD AGREEMENT WITH
	§	LOCAL GOVERNMENTAL ENTITY
	§	REGARDING OFF-DUTY
	§	CONTRACTING OF COUNTY
COUNTY OF WILLIAMSON	§	LAW ENFORCEMENT AGENCY DEPUTIES

This Interlocal Agreement (hereinafter, the “Agreement”) is entered into by and between the local governmental entity set forth on the signature page below (hereinafter, “LGE”) in the State of Texas, and Williamson County, Texas (hereinafter, “County”) a political subdivision of the State of Texas, and the Williamson County Law Enforcement Agency (hereinafter, “LEA”).

For and in consideration of the permission given by County for the LGE to contract in a private capacity Deputies of the LEA (hereinafter “Deputies”), while Deputies are not on duty with and for the County, it is hereby agreed as follows:

1. It is mutually agreed that while the Deputies are working for the LGE, the Deputies’ primary responsibility is the enforcement of Federal and State laws and County Ordinances or Regulations to protect life and property and to keep the peace. The Deputies cannot enforce policies or rules of the LGE. To the extent applicable, the Deputies shall enforce District Rules and Regulations adopted pursuant to Section 54.205(4) of the Texas Water Code and published in accordance with Sections 54.206 through 54.208 of the Texas Water Code provided that a violation of such District Rules and Regulations also constitutes a crime under the Texas Penal Code. ***LGE expressly acknowledges and agrees that such Deputies are at all times independent contractors of LGE when contracted by the LGE.***
2. It is understood by the LGE that the County shall retain the right to withdraw at any time its permission for the Deputies to work in a private capacity. If the permission of the County is withdrawn, the LGE agrees to terminate its contractor relationships with Deputies. The LGE, as part of this Agreement, binds itself to release and hold harmless the County from any liability or claim for damages in the event such permission is withdrawn by the County.
3. Prior to the beginning of Deputies performing services for the LGE, the LGE shall obtain a comprehensive general liability insurance policy from a company authorized to do business in the State of Texas, intergovernmental risk pool or equivalent coverage through the Texas Municipal League Intergovernmental Risk Pool with minimum amounts of Ten Thousand Dollars (\$10,000) per occurrence for property damage, One Hundred Thousand Dollars (\$100,000) per person, and Three Hundred Thousand Dollars (\$300,000) per occurrence for personal injury. **COUNTY SHALL BE NAMED AS AN ADDITIONAL INSURED UNDER THIS COVERAGE.**
4. The initial term of this Agreement shall begin on October 1, 2026 and shall terminate on September 30, 2027 (“Initial Term”). Following the Initial Term, this Agreement shall automatically renew for up to two (2) additional one (1) year renewal terms (each being a “Renewal Term”), with October 1st being the first day of any such Renewal Term. The Agreement and the rates set out herein may be revisited with proper approvals from the applicable governing bodies and elected official(s) each fiscal year. Either party may terminate this Agreement, for convenience and without cause, by providing thirty (30) days’ advance written notice to the other party.

5. State law requires that law enforcement personnel conducting “off-duty” work must be both “full time” and “entitled” to fringe benefits. Tex. Occup. Code Sec. 1702.322(A) & (B)(i). Thus, part-time deputies and “reserve” officers may not conduct “off-duty” work.
6. The County agrees that each of the Deputies will be properly insured with automobile liability insurance while operating the patrol vehicle in accordance with Section 612.005(b) of the Texas Government Code, and any other applicable laws.
7. County agrees to invoice LGE for the reimbursement amounts for Deputies’ vehicle usage at the rate of **\$18.00 per hour per vehicle** (to cover LGE’s fair share of costs for fuel, maintenance, and yearly premiums on automobile insurance). The LGE acknowledges that the above-described reimbursement rate will not totally cover the entire costs incurred by County for the fully equipped patrol vehicle that is being utilized by such Deputies in the LGE’s boundaries; provided, however, County deems such unrecovered costs for the fully equipped patrol vehicle to be of a public benefit to the citizens of Williamson County.
8. On a monthly basis for each vehicle used by Deputies, LGE agrees to cause Deputies to maintain a written log of all times that vehicles are used for off-duty work, whether the vehicle is actually driven or parked. LGE shall provide such vehicle time records to County and LEA no later than the end of each quarter (end of month for each of the following: March, June, September, and December). County will invoice based on the total usage and rate, as set forth in Paragraph 7, and LGE will pay such invoice pursuant Chapter 2251 of the Texas Government Code (“Texas Prompt Payment Act”). Reporting must be submitted to:

LEA: At the address set forth on the signature page below.

County: Williamson County Auditor’s Office
 Attn: Finance Director
 1848 Texas Trail
 Georgetown, Texas 78626
9. LGE agrees that it shall pay Deputies directly and file all applicable reporting forms with the Internal Revenue Service, as determined by the LGE.
10. Each party to this Agreement, in the performance of this Agreement, shall act in an individual capacity and not as agents, employees, partners, joint ventures or associates of one another.
11. The parties to this Agreement hereby agree that the Local Governmental Entity Regarding Off-Duty Contracting of County Law Enforcement Agency Deputies (“Original Agreement”) that was previously executed by the parties and in effect as of the date this Agreement was fully executed and any amendments to the Original Agreement shall terminate effective as of the first day of the Initial Term set out hereinabove. Upon such complete execution of this Agreement and the termination of the Original Agreement and its amendments, the Original Agreement and its amendments shall cease to be effective and shall be wholly supplanted by this Agreement.
12. Nothing in this Agreement shall be deemed to waive, modify or amend any legal defense available at law or in equity to County or LGE, or their past or present officers, employees, or agents, nor to create any legal rights or claim on behalf of any third party. County and LGE do not waive, modify, or alter to any extent whatsoever the availability of the defense of governmental immunity under the laws of the State of Texas and of the United States.

LGE:

Name of LGE: Rancho del Cielo Municipal Utility District

Signed by:
Signature: Bradley Hill
D691123B018642E...

Printed Name: Bradley Hill

Title: Vice President, Board of Directors

Date: July 13, 2026

**WILLIAMSON COUNTY LAW
ENFORCEMENT AGENCY (LEA):**

LEA: Williamson County Sheriff's Office

Printed Name of Official: Matthew Lindemann, Williamson County Sheriff

Signature of Official: Matthew Lindemann

Date: July 23, 2026

Address of Office: 508 S. Rock Street
Georgetown, Texas 78626

COUNTERPART SIGNATURE PAGE
REGARDING COUNTY VEHICLE USE
DURING OFF-DUTY SERVICES OF
COUNTY DEPUTIES

TO BE EXECUTED BY COUNTY COMMISSIONERS COURT FOR
CONFIRMATION OF BUDGETARY AUTHORIZATION RELATED
TO USE OF
VEHICLES FOR OFF-DUTY WORK¹

WILLIAMSON COUNTY COMMISSIONERS COURT:

By: _____
Williamson County Judge or
Presiding Officer,
Williamson County Commissioners Court
1848 Texas Trail
Georgetown, Texas 78626

Date: _____, 20____

¹ Including, but not limited to fuel, insurance, and maintenance of county-owned assets.

Commissioners Court - Regular Session**18.****Meeting Date:** 08/04/2026

Sonterra MUD Standard Agreement for County Sheriff

Submitted For: Matthew Lindemann**Submitted By:** Starla Hall, Sheriff**Department:** Sheriff**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider and take appropriate action regarding approval and receipt of the Standard Agreement with Sonterra Municipal Utility District for off-duty contracting of County Sheriff's Deputies, to be effective October 1, 2026.

Public Background

This renewal agreement gives permission for Sonterra MUD to contract County Sheriff's deputies in a private capacity and the County to invoice them for deputies' vehicle usage. The term of this agreement shall begin on October 1, 2026, and will have two additional one-year renewal terms, with October 1st being the first day of any such renewal term. The agreement and the rates set out in it may be revisited with proper approval from the applicable governing bodies and elected officials each fiscal year. Either party may terminate this Agreement, for convenience and without cause, by providing thirty days' advance written notice to the other party.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Sonterra MUD Standard Agreement

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Starla Hall

Final Approval Date: 07/23/2026

Reviewed By

Delia Colon

Date

07/23/2026 01:55 PM

Started On: 07/23/2026 12:15 PM

STATE OF TEXAS	§	STANDARD AGREEMENT WITH
	§	LOCAL GOVERNMENTAL ENTITY
	§	REGARDING OFF-DUTY
	§	CONTRACTING OF COUNTY
COUNTY OF WILLIAMSON	§	LAW ENFORCEMENT AGENCY
		DEPUTIES

This Interlocal Agreement (hereinafter, the "Agreement") is entered into by and between the local governmental entity set forth on the signature page below (hereinafter, "LGE") in the State of Texas, and Williamson County, Texas (hereinafter, "County") a political subdivision of the State of Texas, and the Williamson County Law Enforcement Agency (hereinafter, "LEA").

For and in consideration of the permission given by County for the LGE to contract in a private capacity Deputies of the LEA (hereinafter "Deputies"), while Deputies are not on duty with and for the County, it is hereby agreed as follows:

1. It is mutually agreed that while the Deputies are working for the LGE, the Deputies' primary responsibility is the enforcement of Federal and State laws and County Ordinances or Regulations to protect life and property and to keep the peace. The Deputies cannot enforce policies or rules of the LGE. To the extent applicable, the Deputies shall enforce District Rules and Regulations adopted pursuant to Section 54.205(4) of the Texas Water Code and published in accordance with Sections 54.206 through 54.208 of the Texas Water Code provided that a violation of such District Rules and Regulations also constitutes a crime under the Texas Penal Code. ***LGE expressly acknowledges and agrees that such Deputies are at all times independent contractors of LGE when contracted by the LGE.***
2. It is understood by the LGE that the County shall retain the right to withdraw at any time its permission for the Deputies to work in a private capacity. If the permission of the County is withdrawn, the LGE agrees to terminate its contractor relationships with Deputies. The LGE, as part of this Agreement, binds itself to release and hold harmless the County from any liability or claim for damages in the event such permission is withdrawn by the County.
3. Prior to the beginning of Deputies performing services for the LGE, the LGE shall obtain a comprehensive general liability insurance policy from a company authorized to do business in the State of Texas, intergovernmental risk pool or equivalent coverage through the Texas Municipal League Intergovernmental Risk Pool with minimum amounts of Ten Thousand Dollars (\$10,000) per occurrence for property damage, One Hundred Thousand Dollars (\$100,000) per person, and Three Hundred Thousand Dollars (\$300,000) per occurrence for personal injury. **COUNTY SHALL BE NAMED AS AN ADDITIONAL INSURED UNDER THIS COVERAGE.**
4. The initial term of this Agreement shall begin on October 1, 2026 and shall terminate on September 30, 2027 ("Initial Term"). Following the Initial Term, this Agreement shall automatically renew for up to two (2) additional one (1) year renewal terms (each being a "Renewal Term"), with October 1st being the first day of any such Renewal Term. The Agreement and the rates set out herein may be revisited with proper approvals from the applicable governing bodies and elected official(s) each fiscal year. Either party may terminate this Agreement, for convenience and without cause, by providing thirty (30) days' advance written notice to the other party.

5. State law requires that law enforcement personnel conducting "off-duty" work must be both "full time" and "entitled" to fringe benefits. Tex. Occup. Code Sec. 1702.322(A) & (B)(i). Thus, part-time deputies and "reserve" officers may not conduct "off-duty" work.
6. The County agrees that each of the Deputies will be properly insured with automobile liability insurance while operating the patrol vehicle in accordance with Section 612.005(b) of the Texas Government Code, and any other applicable laws.
7. County agrees to invoice LGE for the reimbursement amounts for Deputies' vehicle usage at the rate of \$ **18.00 per hour per vehicle** (to cover LGE's fair share of costs for fuel, maintenance, and yearly premiums on automobile insurance). The LGE acknowledges that the above-described reimbursement rate will not totally cover the entire costs incurred by County for the fully equipped patrol vehicle that is being utilized by such Deputies in the LGE's boundaries; provided, however, County deems such unrecovered costs for the fully equipped patrol vehicle to be of a public benefit to the citizens of Williamson County.
8. On a monthly basis for each vehicle used by Deputies, LGE agrees to cause Deputies to maintain a written log of all times that vehicles are used for off-duty work, whether the vehicle is **actually** driven or parked. LGE shall provide such vehicle time records to County and LEA no later than the end of each quarter (end of month for each of the following: March, June, September, and December). County will invoice based on the total usage and rate, as set forth in Paragraph 7, and LGE will pay such invoice pursuant Chapter 2251 of the Texas Government Code ("Texas Prompt Payment Act"). Reporting must be submitted to:

LEA: At the address set forth on the signature page below.

County: Williamson County Auditor's Office
Attn: Finance Director
1848 Texas Trail
Georgetown, Texas 78626

9. LGE agrees that it shall pay Deputies directly and file all applicable reporting forms with the Internal Revenue Service, as determined by the LGE.
10. Each party to this Agreement, in the performance of this Agreement, shall act in an individual capacity and not as agents, employees, partners, joint ventures or associates of one another.
11. The parties to this Agreement hereby agree that the Local Governmental Entity Regarding Off-Duty Contracting of County Law Enforcement Agency Deputies ("Original Agreement") that was previously executed by the parties and in effect as of the date this Agreement was fully executed and any amendments to the Original Agreement shall terminate effective as of the first day of the Initial Term set out hereinabove. Upon such complete execution of this Agreement and the termination of the Original Agreement and its amendments, the Original Agreement and its amendments shall cease to be effective and shall be wholly supplanted by this Agreement.
12. Nothing in this Agreement shall be deemed to waive, modify or amend any legal defense available at law or in equity to County or LGE, or their past or present officers, employees, or agents, nor to create any legal rights or claim on behalf of any third party. County and LGE do not waive, modify, or alter to any extent whatsoever the availability of the defense of governmental immunity under the laws of the State of Texas and of the United States.

LGE:

Name of LGE: Sonterra Municipal Utility District

Signature: _____

Printed Name: Michael Cosimeno

Title: President, Board of Directors

Date: July 20, 2026

**WILLIAMSON COUNTY LAW
ENFORCEMENT AGENCY (LEA):**

LEA: Williamson County Sheriff's Office

Printed Name of Official: Matthew Lindemann, Williamson County Sheriff

Signature of Official: _____

Date: July 23, 2026

Address of Office: 508 S. Rock Street
Georgetown, Texas 78626

COUNTERPART SIGNATURE PAGE
REGARDING COUNTY VEHICLE USE
DURING OFF-DUTY SERVICES OF
COUNTY DEPUTIES

TO BE EXECUTED BY COUNTY COMMISSIONERS COURT FOR
CONFIRMATION OF BUDGETARY AUTHORIZATION RELATED
TO USE OF
VEHICLES FOR OFF-DUTY WORK¹

WILLIAMSON COUNTY COMMISSIONERS COURT:

By: _____
Williamson County Judge or
Presiding Officer,
Williamson County Commissioners Court
1848 Texas Trail
Georgetown, Texas 78626

Date: _____, 20____

¹ Including, but not limited to fuel, insurance, and maintenance of county-owned assets.

Commissioners Court - Regular Session**19.****Meeting Date:** 08/04/2026

Parkside on the River MUD #1 Standard Agreement for County Sheriff

Submitted For: Matthew Lindemann**Submitted By:** Starla Hall, Sheriff**Department:** Sheriff**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider and take appropriate action regarding approval and receipt of the Standard Agreement with Parkside on the River Municipal Utility District #1 for off-duty contracting of County Sheriff's Deputies to be effective October 1, 2026.

Public Background

This renewal agreement gives permission for Parkside on the River MUD #1 to contract County Sheriff's deputies in a private capacity and the County to invoice them for deputies' vehicle usage. The term of this agreement shall begin on October 1, 2026, and will have two additional one-year renewal terms, with October 1st being the first day of any such renewal term. The agreement and the rates set out in it may be revisited with proper approval from the applicable governing bodies and elected officials each fiscal year. Either party may terminate this Agreement, for convenience and without cause, by providing thirty days' advance written notice to the other party.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Parkside on the River MUD#1 standard agreement

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Starla Hall

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 09:54 AM

Started On: 07/28/2026 08:26 AM

STATE OF TEXAS	§	STANDARD AGREEMENT WITH
	§	LOCAL GOVERNMENTAL ENTITY
	§	REGARDING OFF-DUTY
	§	CONTRACTING OF COUNTY
COUNTY OF WILLIAMSON	§	LAW ENFORCEMENT AGENCY
		DEPUTIES

This Interlocal Agreement (hereinafter, the "Agreement") is entered into by and between the local governmental entity set forth on the signature page below (hereinafter, "LGE") in the State of Texas, and Williamson County, Texas (hereinafter, "County") a political subdivision of the State of Texas, and the Williamson County Law Enforcement Agency (hereinafter, "LEA").

For and in consideration of the permission given by County for the LGE to contract in a private capacity Deputies of the LEA (hereinafter "Deputies"), while Deputies are not on duty with and for the County, it is hereby agreed as follows:

1. It is mutually agreed that while the Deputies are working for the LGE, the Deputies' primary responsibility is the enforcement of Federal and State laws and County Ordinances or Regulations to protect life and property and to keep the peace. The Deputies cannot enforce policies or rules of the LGE. To the extent applicable, the Deputies shall enforce District Rules and Regulations adopted pursuant to Section 54.205(4) of the Texas Water Code and published in accordance with Sections 54.206 through 54.208 of the Texas Water Code provided that a violation of such District Rules and Regulations also constitutes a crime under the Texas Penal Code. ***LGE expressly acknowledges and agrees that such Deputies are at all times independent contractors of LGE when contracted by the LGE.***
2. It is understood by the LGE that the County shall retain the right to withdraw at any time its permission for the Deputies to work in a private capacity. If the permission of the County is withdrawn, the LGE agrees to terminate its contractual relationships with Deputies. The LGE, as part of this Agreement, binds itself to release and hold harmless the County from any liability or claim for damages in the event such permission is withdrawn by the County.
3. Prior to the beginning of Deputies performing services for the LGE, the LGE shall obtain a comprehensive general liability insurance policy from a company authorized to do business in the State of Texas, intergovernmental risk pool or equivalent coverage through the Texas Municipal League Intergovernmental Risk Pool with minimum amounts of Ten Thousand Dollars (\$10,000) per occurrence for property damage, One Hundred Thousand Dollars (\$100,000) per person, and Three Hundred Thousand Dollars (\$300,000) per occurrence for personal injury. **COUNTY SHALL BE NAMED AS AN ADDITIONAL INSURED UNDER THIS COVERAGE.**
4. The initial term of this Agreement shall begin on October 1, 2026 and shall terminate on September 30, 2027 ("Initial Term"). Following the Initial Term, this Agreement shall automatically renew for up to two (2) additional one (1) year renewal terms (each being a "Renewal Term"), with October 1st being the first day of any such Renewal Term. The Agreement and the rates set out herein may be revisited with proper approvals from the applicable governing bodies and elected official(s) each fiscal year. Either party may

terminate this Agreement, for convenience and without cause, by providing thirty (30) days' advance written notice to the other party.

5. State law requires that law enforcement personnel conducting "off-duty" work must be both "full time" and "entitled" to fringe benefits. Tex. Occup. Code Sec. 1702.322(A) & (B)(i). Thus, part-time deputies and "reserve" officers may not conduct "off-duty" work.
6. The County agrees that each of the Deputies will be properly insured with automobile liability insurance while operating the patrol vehicle in accordance with Section 612.005(b) of the Texas Government Code, and any other applicable laws.
7. County agrees to invoice LGE for the reimbursement amounts for Deputies' vehicle usage at the rate of **\$ 18.00 per hour per vehicle** (to cover LGE's fair share of costs for fuel, maintenance, and yearly premiums on automobile insurance). The LGE acknowledges that the above-described reimbursement rate will not totally cover the entire costs incurred by County for the fully equipped patrol vehicle that is being utilized by such Deputies in the LGE's boundaries; provided, however, County deems such unrecovered costs for the fully equipped patrol vehicle to be of a public benefit to the citizens of Williamson County.
8. On a monthly basis for each vehicle used by Deputies, LGE agrees to cause Deputies to maintain a written log of all times that vehicles are used for off-duty work, whether the vehicle is actually driven or parked. LGE shall provide such vehicle time records to County and LEA no later than the end of each quarter (end of month for each of the following: March, June, September, and December). County will invoice based on the total usage and rate, as set forth in Paragraph 7, and LGE will pay such invoice pursuant Chapter 2251 of the Texas Government Code ("Texas Prompt Payment Act"). Reporting must be submitted to:

LEA: At the address set forth on the signature page below.

County: Williamson County Auditor's Office
 Attn: Finance Director
 1848 Texas Trail
 Georgetown, Texas 78626
9. LGE agrees that it shall pay Deputies directly and file all applicable reporting forms with the Internal Revenue Service, as determined by the LGE.
10. Each party to this Agreement, in the performance of this Agreement, shall act in an individual capacity and not as agents, employees, partners, joint ventures or associates of one another.
11. The parties to this Agreement hereby agree that the Standard Agreement with Local Governmental Entity Regarding Off-Duty Contracting of County Sheriff Deputies ("Original Agreement") that was previously executed by the parties and in effect as of the date this Agreement was fully executed and any amendments to the Original Agreement shall terminate effective as of the first day of the Initial Term set out hereinabove. Upon such complete execution of this Agreement and the termination of the Original Agreement and its amendments, the Original Agreement and its amendments shall cease to be effective and shall be wholly supplanted by this Agreement.

12. Nothing in this Agreement shall be deemed to waive, modify or amend any legal defense available at law or in equity to County or LGE, or their past or present officers, employees, or agents, nor to create any legal rights or claim on behalf of any third party. County and LGE do not waive, modify, or alter to any extent whatsoever the availability of the defense of governmental immunity under the laws of the State of Texas and of the United States.

LGE:

Name of LGE: Parkside on the River Municipal Utility District No. 1

Signature: 

Printed Name: Blake Sayers Bell

Title: President, Board of Directors

Date: July 24, 2026

**WILLIAMSON COUNTY LAW
ENFORCEMENT AGENCY (LEA):**

LEA: Williamson County Sheriff's Office

Printed Name of Official: Matthew Lindemann, Williamson County Sheriff

Signature of Official: 

Date: July 27, 2026

Address of Office: 508 S. Rock Street
Georgetown, Texas 78626

COUNTERPART SIGNATURE PAGE
OF STANDARD AGREEMENT WITH
LOCAL GOVERNMENTAL ENTITY
REGARDING OFF-DUTY
CONTRACTING OF COUNTY LAW
ENFORCEMENT AGENCY DEPUTIES

TO BE EXECUTED BY COUNTY COMMISSIONERS COURT FOR
CONFIRMATION OF BUDGETARY AUTHORIZATION
RELATED TO USE OF
VEHICLES FOR OFF-DUTY WORK¹

WILLIAMSON COUNTY COMMISSIONERS COURT:

By: _____
Williamson County Judge or
Presiding Officer,
Williamson County Commissioners Court
1848 Texas Trail
Georgetown, Texas 78626

Date: _____, 20____

Commissioners Court - Regular Session**20.****Meeting Date:** 08/04/2026

Approval of Renewal #2 to Contract No. 22RFP62, (Final Renewal) for Inmate Telephone, Video Visitation, and Digital Mail Service between Williamson County and NCIC Inmate Communications for the Sheriff's Office

Submitted For: Joy Simonton**Submitted By:** Cheryl Johnson, Purchasing**Department:** Purchasing**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action to approve (FINAL) Renewal #2 of contract 22RFP62 between Williamson County and NCIC Inmate Communications, for Inmate Telephone, Video Visitation, and Digital Mail Service, for the same pricing, terms, and conditions as the existing contract, for the contract term of August 8, 2026, through August 7, 2027. (This is a commission based contract with no cost to the county).

Public Background

This is the second and FINAL renewal for Inmate Telephone, Video Visitation, and Digital Mail Service contract 22RFP62.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Cheryl Johnson

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 11:21 AM

Started On: 07/15/2026 02:01 PM

Commissioners Court - Regular Session**21.****Meeting Date:** 08/04/2026

Donation to Juvenile Services

Submitted By: Denise Carlson, Juvenile Services**Department:** Juvenile Services**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider and take appropriate action on accepting a donation to Williamson County Juvenile Services from East WILCO 95, LLC Old Taylor High, in the amount of \$500.00 for food and supplies for the WILCO Juvenile Probation Division, Back to School Bash for youth in the facility.

Public Background

East WILCO 95 LLC, Old Taylor High, has generously donated \$500.00 to Williamson County Juvenile Services for food and supply expenses related to the WILCO Juvenile Services Back to School Bash event for youth in the facility in August 2026.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

No file(s) attached.

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Denise Carlson

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 09:42 AM

Started On: 07/27/2026 02:19 PM

Commissioners Court - Regular Session**22.****Meeting Date:** 08/04/2026

Approval for amendment to contract #22RFP54 between Williamson County and SpiralFX Interactive for Information Systems Dept.

Submitted For: Joy Simonton**Submitted By:** Cheryl Johnson, Purchasing**Department:** Purchasing**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on approving an amendment to the contract for #22RFP54 between Williamson County and SpiralFX Interactive, originally approved by Commissioners Court on March 29, 2022, Agenda Item #13, for the HealthSecure EMR contract on behalf of the Sheriff's Office Jail Medical Services Department for Information Services to provide four customizations and enhancements to the HealthSecure EMR application for \$20,400.00 and authorize the execution of this amendment. (Funding source 01.0100.0503.004100)

Public Background

This amendment requests four customizations and enhancements to the HealthSecure EMR application to improve functionality and support the department's operational needs. The amendment is within the 25% guideline.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Cheryl Johnson

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 04:50 PM

Started On: 07/23/2026 08:48 AM

Commissioners Court - Regular Session**23.****Meeting Date:** 08/04/2026

Approval of Services Contract No. 2026-260 for Fabrication & Installation of an ADA Ramp at Expo Friendship Arena with Abundant Living Mobility Solutions LLC AKA Next Day Access of Austin for Parks Department

Submitted For: Joy Simonton**Submitted By:** Fernando Ramirez, Purchasing**Department:** Purchasing**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on approving Services Contract No. 2026-260 for Fabrication & Installation of an ADA Ramp at Expo Friendship Arena with Abundant Living Mobility Solutions LLC for the Parks Department in the amount of \$13,997.00 and authorize execution of the agreement. (Funding source is P635)

Public Background

The Parks Department submitted requisition #140773 for Fabrication & Installation of an ADA Ramp at Expo Friendship Arena that is needed to access the arena floor.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Fernando Ramirez

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 02:00 PM

Started On: 07/21/2026 01:47 PM

Commissioners Court - Regular Session**24.****Meeting Date:** 08/04/2026

Approval of Master Service Agreement No. 2027-004 with Straight Arrow Striping, LLC for Parking Lot Services for Facilities Management

Submitted For: Joy Simonton**Submitted By:** Michelle McKinney, Purchasing**Department:** Purchasing**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on approving the Master Service Agreement, # 2027-004, between Williamson County and Straight Arrow Striping, LLC for Parking Lot Services in the not-to-exceed amount of \$19,500.00, effective October 1, 2026, and authorize execution of the agreement. (Funding source is 01.0100.0509.004510).

Public Background

This Master Service Agreement No. 2027-004 for Parking Lot Services between Williamson County and Straight Arrow Striping, LLC is to be able to utilize the vendor for services as they arise. This company provides Parking Lot Services, including but not limited to striping, signage, pressure washing, seal coating, and asphalt/concrete repairs.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Michelle McKinney

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 04:50 PM

Started On: 07/23/2026 11:42 AM

Commissioners Court - Regular Session**25.****Meeting Date:** 08/04/2026

Approval of Master Service Agreement No. 2027-001 with Jerome Gomez dba Austin Automatic Door Solutions for Automatic Door Service and Repair for Facilities Management

Submitted For: Joy Simonton**Submitted By:** Michelle McKinney, Purchasing**Department:** Purchasing**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on approving the Master Service Agreement No. 2027-001, between Williamson County and Jerome Gomez dba Austin Automatic Door Solutions in the not-to-exceed amount of Ninety-Nine Thousand Dollars (\$99,000.00), effective October 1, 2026, and authorize execution of the agreement (Funding sources are 01.0100.0509.004500 and 01.0100.0509.004510).

Public Background

This Master Service Agreement No. 2027-001 is for automatic door service and repair throughout Williamson County as needed between Williamson County and Jerome Gomez dba Austin Automatic Door Solutions. Competitive quotes were obtained.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Michelle McKinney

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 04:51 PM

Started On: 07/23/2026 02:06 PM

Commissioners Court - Regular Session**26.****Meeting Date:** 08/04/2026

Authorize Issuing IFB #26IFB75 for Forest North Channel Improvements for Road Bond/HNTB

Submitted For: Joy Simonton**Submitted By:** Johnny Grimaldo, Purchasing**Department:** Purchasing**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on authorizing the Purchasing Agent to advertise and receive sealed responses for IFB Forest North Channel Improvements, under IFB #26IFB75 (The funding source is P225)

Public Background

Williamson County is seeking qualified contractors for channel construction and channel improvements, including ditch grading and placement of concrete riprap.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Johnny Grimaldo

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 12:54 PM

Started On: 07/22/2026 02:41 PM

Commissioners Court - Regular Session**27.****Meeting Date:** 08/04/2026

Award of IFB #26IFB54 – Cross Culvert Replacements FY26 to S&D Constructors, Inc. for Road and Bridge Department

Submitted For: Joy Simonton**Submitted By:** Ann Sanchez, Purchasing**Department:** Purchasing**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on awarding IFB #26IFB54 – Cross Culvert Replacements FY26 to the lowest and best bidder, S&D Constructors Inc, for a one-time purchase in the not-to-exceed amount of \$504,076.00 and authorize execution of the ensuing agreement. (Funding source is 01.0200.0210.003599)

Public Background

The bids for the project have been reviewed and the apparent low bid, S&D Constructors, was found to be responsive, mathematically correct, and materially balanced. The contractor has performed similar work on other projects and received positive references from those contacted. The Road and Bridge Department recommends Williamson County award of solicitation 26IFB54 Cross Culvert Replacements FY26 to S&D Constructors.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Ann Sanchez

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 03:51 PM

Started On: 07/22/2026 01:16 PM

Commissioners Court - Regular Session**28.****Meeting Date:** 08/04/2026

Release and Settlement Agreement between Williamson County and K.C. Engineering, Inc.

Submitted For: Matt Williamson**Submitted By:** Jenifer Favreau, Infrastructure**Department:** Infrastructure**Division:** Road & Bridge**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on a Release and Settlement Agreement between Williamson County and K.C. Engineering, Inc. relating to the reimbursement of construction delay costs on the Skyview Drive bridge project.

Public Background

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Jenifer Favreau

Final Approval Date: 07/23/2026

Reviewed By

Delia Colon

Date

07/23/2026 11:48 AM

Started On: 07/23/2026 11:42 AM

Commissioners Court - Regular Session**29.****Meeting Date:** 08/04/2026

Hero Way (RM 2243 Phase 1A) - Change Order #3 (COL Water Line Meters)

Submitted By: Julissa Romero, Road Bond**Department:** Road Bond**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action regarding Change Order No. 3 in the amount of \$59,307.00 for Project Hero Way (RM 2243 Phase 1A) (Chasco Constructors).

Public Background

This Change Order revises quantities related to the relocation of service meters for property owners along Hero Way and connects these services to the City of Leander's newly installed 12-inch water line.

Additionally, this Change Order removes certain Contract items, as segments of the existing water line along Ronald Reagan Boulevard have already been abandoned.

This Change Order results in a net increase of \$59,307.00 to the Contract amount, for an adjusted Contract total of \$30,550,915.25. The original Contract amount was \$30,194,994.00. As a result of this and all Change Orders to date, \$355,921.25 has been added to the Contract, resulting in a 1.18% net increase in the Contract cost. No additional days will be added to or deducted from the Contract as a result of this Change Order.

P: 326 Funding Source 2019 Road Bond in Commissioners Precinct 2.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Julissa Romero

Final Approval Date: 07/29/2026

Reviewed By

Delia Colon

Date

07/29/2026 08:59 AM

Started On: 07/23/2026 08:11 AM

Commissioners Court - Regular Session**30.****Meeting Date:** 08/04/2026

Ronald Reagan Blvd. Widening - Change Order #8 (Traffic Signal Battery Backup System)

Submitted By: Julissa Romero, Road Bond**Department:** Road Bond**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action regarding Change Order No. 8 in the amount of \$38,640.00 for Project 24IFB57 Ronald Reagan Blvd. Widening (Chasco Constructors).

Public Background

This Change Order adds an item to the Contract for the installation of battery backup units (BBU) to the signals at FM 3405, Tower Road, Elizabeth Park, and Kauffman Loop at the request of Williamson County.

This Change Order results in a net increase of \$38,640.00 to the Contract amount, for an adjusted Contract total of \$52,281,160.75. The original Contract amount was \$52,159,299.00. As a result of this and all Change Orders to date, \$121,861.75 has been added to the Contract, resulting in a 0.23% net increase in the Contract cost. No additional days will be added to or deducted from the Contract as a result of this Change Order.

P: 336 Funding Source 2019 Road Bond in Commissioners Precinct 2.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Julissa Romero

Final Approval Date: 07/29/2026

Reviewed By

Delia Colon

Date

07/29/2026 09:00 AM

Started On: 07/28/2026 10:05 AM

Commissioners Court - Regular Session**31.****Meeting Date:** 08/04/2026

North Barker Street – JMT – WA#3 SWA#1

Submitted By: Ragan Riggs, Road Bond**Department:** Road Bond**Agenda Category:** Consent

Information**Agenda Item**

Discuss, consider, and take appropriate action on Supplemental No. 1 to Work Authorization No. 3 to the North Barker Street contract executed on March 19, 2024, between Williamson County and Johnson, Mirmiran & Thompson, Inc. relating to the 2023 Road Bond Program.

Public Background

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Ragan Riggs

Final Approval Date: 07/29/2026

Reviewed By

Delia Colon

Date

07/29/2026 08:59 AM

Started On: 07/24/2026 09:57 AM

Commissioners Court - Regular Session**32.****Meeting Date:** 08/04/2026

FY27 Compensation Presentation

Submitted For: Allen Frederick**Submitted By:** Rachel Nekolaichuk, Human Resource:**Department:** Human Resources**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider and take appropriate action on salaries and other compensation for Fiscal Year 2027 to include, but not limited to, Elected Officials' salaries and supplements.

Public Background

Presentation is attached.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

FY27 Comp Presentation

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Rachel Nekolaichuk

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 04:13 PM

Started On: 07/28/2026 11:02 AM



Compensation FY27

August 4, 2026



Consumer Price Index (CPI)

- We utilize the Dallas and Houston area Consumer Price Indexes (CPI)
 - May 2026 – 2.6% (Dallas)
 - June 2026 - 0.8% (Houston)

Historical Summary

- Salary study process helps ensure our salary grade charts stay competitive for established employees and new hires
- Tenure (aka step chart) funded annually for law enforcement
- Cost of Living Adjustment (COLA)/Merit approved by Commissioners Court -
 - FY26 –Commissioners Court approved 2% Merit and 2% COLA
 - FY25 –Commissioners Court approved 3% Merit and 3% COLA
 - FY24 –Commissioners Court approved 4% Merit
 - FY23 –Commissioners Court approved 3% Merit and 5% COLA



FY27 Recommendations

- Data collected and reviewed with peers from salary study market
- FY27 COLA and merit recommendation – 2% *COLA (\$2,520,404); 3% **Merit (\$4,552,667)
- FY27 L & C chart recommendations – 2% COLA (\$1,205,239); Step Increase (\$1,057,185)
- Costs above do not reflect any additional FY27 approved new positions
- Grant funded positions must have funding available within the grant for increases

*Does not include elected officials or associate judges

**Per policy small offices merit would be funded at 1% additional



FY27 Recommendations cont...

- Williamson County Elected Officials – \$411,099 (salary study 2.3 cost w/ fringe and 2% COLA)
- Williamson County Associate Judges – \$189,863 (salary study 2.3 with changes to career ladder cost w/ fringe)*

*Associate Judge's are on an approved career ladder and not eligible for COLA

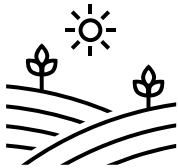


Salary Study Results Round 2.3

- Reviewed 445 positions and 27 different classifications
- Positions with grade changes - 355
- Positions with title changes - 32
- Total cost with fringe (does not include elected officials) - \$734,601

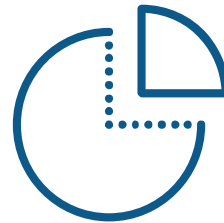
Texas Counties and Districts Retirement System (TCDRS)

1242 Benefit Payees as of 7/1/2026 - 1102 members, 140 beneficiaries



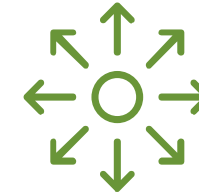
Historical Retiree COLA Recommendations

2026 was 0% increase
2025 was 1% increase
2024 was 1% increase
2023 was 2% increase



Historical TCDRS Rate Recommendations

2026 rate was 15.00%
2025 rate was 16.05%
2024 rate was 16.05%
2023 rate was 15.54%



FY27 Recommendations

Recommended Rate 15%
Required Rate is 14.40%
1% Retiree COLA
1 of 32 counties with 250% match at 7%



Commissioners Court - Regular Session**33.****Meeting Date:** 08/04/2026

Workday project update

Submitted For: Richard Semple**Submitted By:** Richard Semple, Information Technology**Department:** Information Technology**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action on an update on the WilCo on Workday project.

Public Background

The WilCo on Workday (WoW) project is proceeding on schedule and on budget and approaching important milestones.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments*No file(s) attached.*

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Richard Semple

Final Approval Date: 07/23/2026

Reviewed By

Delia Colon

Date

07/23/2026 11:42 AM

Started On: 07/23/2026 10:48 AM

Commissioners Court - Regular Session**34.****Meeting Date:** 08/04/2026

Justice Center Interim Remodel Plan

Submitted For: Dale Butler**Submitted By:** Christy Matoska, Facilities Management**Department:** Facilities Management**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Hear a presentation, discuss, and take appropriate action on office moves for departments that currently reside within the Justice Center or Sheriff's Offices, including remodel plans.

Public Background

Commissioners Court direction is needed before moving forward with additional design services for pending remodel projects at the Justice Complex and Lake Creek Annex Campuses.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

No file(s) attached.

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Christy Matoska

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 02:02 PM

Started On: 07/27/2026 01:14 PM

Commissioners Court - Regular Session**35.****Meeting Date:** 08/04/2026

Amendment for Program Management Svs - Kitchell

Submitted By: Becky Pruitt, County Manager**Department:** County Manager**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriation action on amending the Agreement for Program Management Services between Williamson County and Kitchell/CEM, Inc. relating to the Justice Complex Planning & Development Project.

Public Background

See attachment.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Amendment

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Becky Pruitt

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 02:03 PM

Started On: 07/28/2026 11:17 AM

Rebecca Clemons
County Manager
Williamson County
rebecca.clemons@wilcotx.gov
401 W 6th Street, Georgetown, TX 78626
www.wilcotx.gov

7/21/2026

AMENDMENT 2A

Kitchell is pleased to submit this amendment to the Phase 2 scope of work to support expanded community engagement for the Williamson County Justice Center Project.

This amendment provides for additional services focused on additional engagement with Williamson County residents and stakeholders, gathering meaningful feedback, and continuing development of the site and project concepts. This work will help ensure the project team is prepared to clearly communicate relevant information, ask informed questions, evaluate community input, and respond to questions or concerns raised throughout the engagement process.

Although these services were originally anticipated to occur during Phase 3, Williamson County has requested that the work be advanced and completed as part of the Phase 2 scope of work.

The total not-to-exceed amount for this amendment is **\$562,907.88**, allocated as follows:

Consultant	Fee
Kitchell PM	\$120,000.00
HOK	\$300,000.00
Rifeline	\$142,907.88
Total Not-to-Exceed	\$562,907.88

The following scope is intended to support the public engagement process and gather meaningful feedback from communities throughout Williamson County regarding the Justice Center Project.

3.4 Adjacency Diagrams: Visual representation illustrating spatial relationships between key facility components to optimize efficiency, security, workflow and site and building characteristics.

3.4.1. Prepare Adjacency Diagrams

- Should you have any questions please feel free to contact me. Thank you

Carrie M

cglass@kitchell.com

Commissioners Court - Regular Session**36.****Meeting Date:** 08/04/2026

FY26 CDBG Annual Action Plan

Submitted By: Sally Bardwell, HUD Grants**Department:** HUD Grants**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss and take appropriate action on the HUD 2026 Annual Action Plan that includes Community Development Block Grant (CDBG) and Emergency Solutions Grant (ESG) funding.

Public Background

Williamson County has been awarded a Community Development Block Grant (CDBG) FY26 funding allocation of \$2,308,168 to successfully support community development and affordable housing efforts for low and moderate-income households and areas throughout the County. The County also accepted Emergency Solutions Grant (ESG) funding in the amount of \$193,368. Projects included in the plan were approved on June 30, 2026. This is a request for the final approval of the 2026 Annual Action Plan.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

FY26 Action Plan

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Sally Bardwell

Final Approval Date: 07/23/2026

Reviewed By

Delia Colon

Date

07/23/2026 11:26 AM

Started On: 07/22/2026 02:48 PM

2026
Annual Action Plan

Community Development Block Grant
Emergency Solutions Grant



Williamson County, Texas

Executive Summary

AP-05 Executive Summary - 24 CFR 91.200(c), 91.220(b)

1. Introduction

Williamson County is a federal entitlement community under the U.S. Department of Housing and Urban Development's (HUD) Community Development Block Grant (CDBG) Program. The County is required to prepare an Annual Action Plan to implement its federal Community Development Block Grant (CDBG) and Emergency Solution Grant (ESG) programs. The program funding allocation of \$2,308,168 is to be used to successfully support community development and affordable housing efforts in low and moderate income areas throughout the County. The County will also receive ESG funding in the amount of \$196,368 that will be used for rapid rehousing.

The County consortium consists of ten participating cities and the unincorporated areas of county. Cities included Cedar Park, Coupland, Georgetown, Granger, Hutto, Jarrell, Leander, Liberty Hill, Taylor and Weir.

The current Five-Year Consolidated Plan covers 2024-2028. The CDBG 2026-2027 Annual Action Plan covers October 1, 2026 to September 30, 2027 and is the third Annual Action Plan of the five year period.

The county will allocate \$386,668 (17%) of the CDBG allocation to program administration. The remaining funds will be allocated to infrastructure, public facilities and social services. All projects are a high priority as identified in the current Consolidated Plan.

- Habitat for Humanity 21st Street Project \$220,000
- City of Granger Wastewater Donahoe Creek \$492,500
- Habitat for Humanity Home Repair \$250,000
- Hill Country Community Ministries Rental and Utilities Assistance \$40,000
- Neighbors First Housing Reentry and Stabilization \$20,000
- Helping Hand of Georgetown Food Pantry \$35,000
- Impact Counseling Mental Health \$65,000
- Key2Free Victims of Domestic Violence Services \$70,000
- Operation Liberty Hill Emergency Shelter \$35,000
- City of Taylor Gym Street Waterline \$624,000
- Yesterday's Gone Domestic Violence Services \$50,000
- Texas Baptist Children's Home Mental Health Services \$20,000
- Program Administration (16.75%) \$386,668

Annual Action Plan
2026

1

The County will use the ESG allocation of \$193,368 to assist Bluebonnet Trails in rapid rehousing. ESG administration costs will be \$14,502 (7.5% of the ESG allocation).

2. Summarize the objectives and outcomes identified in the Plan

This could be a restatement of items or a table listed elsewhere in the plan or a reference to another location. It may also contain any essential items from the housing and homeless needs assessment, the housing market analysis or the strategic plan.

The FY26 funded projects were selected to address one or more of the following performance objectives:

- Provide Decent Affordable Housing
- Create Suitable Living Environments
- Create Economic Opportunities

Projects funded in FY26 will address one or more of the following performance outcomes:

- Improve Availability/Accessibility
- Improve Affordability
- Improve Sustainability

Project selection is guided by the 2024-2008 funding priorities:

Public Facility and Infrastructure Improvements

- Fund non-housing community development proposals that eliminate a threat to public health and safety to include water/sewer projects, drainage projects, sidewalks, and street improvements.
- Fund public facility improvements that benefit low income households and persons, and persons with special needs to include senior centers, neighborhood facilities, youth centers, homeless facilities, childcare centers, parks and recreational facilities.

Increase Access to Affordable Housing

- Fund activities that expand the supply and improve the condition of housing affordable to lower income households.
- Fund activities that leverage other public and private resources such as Low Income Housing Tax Credit (LIHTC) projects.
- Extend the useful life of existing affordable housing through weatherization, repair, and rehabilitation programs.

Decrease Homelessness

- Provide funds to support shelter operations and transitional housing.
- Provide funding to increase permanent supportive housing opportunities and work to create a stronger network of providers of supportive and mainstream services to homeless clients.

Public Services

- Fund projects that provide supportive services to low- and moderate-income household as well as persons with special needs.
- Support efforts to develop a regional social service collaborative to coordinate the work of social service organizations, disseminate information, and eliminate duplication of effort.

Affirmatively Further Fair Housing

- Support improved access to community resources.
- Continue to operate in compliance with protected class definitions found in federal regulations.

3. Evaluation of past performance

This is an evaluation of past performance that helped lead the grantee to choose its goals or projects.

The Williamson County CDBG Program identified priorities and needs during the 2024-2028 Consolidated Planning Process, which is utilized in identifying projects to be funded. The Williamson

County CDBG program is currently utilizing funds allocated to projects that are in line with current priorities. These projects are monitored as they are being implemented to ensure progress and eligible spending.

The County did not meet the required timeliness ratio in 2025. Delays in projects are due to supply chain demands, increased costs, and meeting the requirements needed when combining multiple sources of funds (Federal and State). Williamson County is completing a HUD approved work-out plan to ensure funds are being utilized.

A summary of past performance is reported in the attached document “Past Performance Evaluation”. Information was taken from the county’s most recently completed Consolidated Annual Performance Evaluation Report for fiscal year 2024 and submitted to HUD.

4. Summary of Citizen Participation Process and consultation process

Summary from citizen participation section of plan.

The CDBG citizen participation plan indicates that all federal regulations regarding public comment periods and participation will be followed by the Williamson County Community Development Office. The Community Development Office encourages the public to review documents concerning the CDBG and ESG programs and provide feedback when desired and needed. Representatives of participating cities, County Commissioners, and other stakeholders were notified of funding and information was posted on the Williamson County web site at www.wilcotx.gov. Notification was also posted in local newspapers. Notices were published in both English and Spanish. A public hearing was held on March 12, 2026 and July 16, 2026 to gather input regarding the CDBG program and potential projects. Representatives from local agencies attended the meeting and discussed community needs and potential projects.

Project funding was presented to the Williamson County Commissioners’ Court on August 30, 2026.

The Draft FY26 Annual Action Plan was made available for public comment July 3 – August 3, 2026.

No comments were received.

5. Summary of public comments

This could be a brief narrative summary or reference an attached document from the Citizen Participation section of the Con Plan.

Three participants attended the March 12, 2026 public hearing. An overview of the CDBG program was discussed along with potential projects and funding.

No comments were received during the July 16, 2026 public hearing.

It is standard for Williamson County to address comments received and take them into consideration prior to final approval.

6. Summary of comments or views not accepted and the reasons for not accepting them

All comments received are considered and accepted.

PR-05 Lead & Responsible Agencies – 91.200(b)

1. Agency/entity responsible for preparing/administering the Consolidated Plan

Describe the agency/entity responsible for preparing the Consolidated Plan and those responsible for administration of each grant program and funding source.

Agency Role	Name	Department/Agency
CDBG Administrator	WILLIAMSON COUNTY	Community Development
ESG Administrator	WILLIAMSON COUNTY	Community Development

Table 1 – Responsible Agencies

Narrative (optional)

Williamson County is the lead agency for the CDBG program and ESG program. CDBG 2026 application process was made available online.

Consolidated Plan Public Contact Information

Sally Bardwell

Community Development Manager

1848 Texas Trail

Georgetown TX 78626

512-943-3757

sally.bardwell@wilcotx.gov

AP-10 Consultation – 91.100, 91.200(b), 91.215(I)

1. Introduction

In accordance with 24 CFR 91.115(e) Williamson County has adopted a Citizen Participation Plan describing the citizen participation requirements of its CDBG program. This document describes the process for preparation of the Consolidated Plan and each Annual Plan. It outlines the outreach efforts that will be taken to coordinate these planning documents with public and private sector interests in the County.

A public hearing was held on March 12, 2026 to gather input on affordable housing and community needs in Williamson County. Stakeholders consisted of organizations that are familiar with, or interested in, Williamson County's housing and community development needs.

Project funding was presented to the Williamson County Commissioners' Court on June 30, 2026.

A second public hearing was held on July 16, 2026.

The FY26 Annual Action Plan was made available for public comment July 6, 2026-August 4, 2026.

All notices were posted in local newspaper and on the Williamson County website.

Provide a concise summary of the jurisdiction's activities to enhance coordination between public and assisted housing providers and private and governmental health, mental health and service agencies (91.215(I))

The County encourages public communication and agency consultation to demonstrate its commitment to identifying priority needs and engaging the participation of citizens, public agencies, and nonprofit organizations in a positive and collaborative manner. A list of stakeholders and affordable housing providers was developed and included public agencies and private nonprofit organizations whose missions include the provision of affordable housing and human services to low- and moderate-income households and persons. These stakeholders were invited to participate in public hearings held for the purpose of developing the Annual Action Plan.

The County is supporting Bluebonnet Rapid Rehousing with ESG funding. This entails also working with local agencies and the Texas Homeless Network to develop a Homeless Management Information System (HMIS).

The County is a member of the Williamson County Homeless Coalition. The group meets with other local non-profits and social service agencies to discuss the needs of homeless and those at-risk of becoming homeless. The goals of this group are to form a homeless coalition and attempt to find resources to fill the gaps within the community. Agencies include food pantries, mental health agencies,

neighboring local units of government, housing agencies, local and neighboring housing authorities, local not for profit health clinics, and Texas Homeless Network staff. The coalition also assists in the point in time count to identify needs and to secure additional funds.

Williamson County continues to support the efforts of the Williamson County and Cities Health Districts to address lead based paint (LBP) hazards. The County will also continue to notify CDBG sub-recipients of LBP requirements and ensure compliance with CDBG requirements.

Williamson County's CDBG policies and procedures comply with the federal lead-based paint regulations at 24 CFR Part 35.

In accordance with lead-based paint requirements, the County will incorporate the following factors to refine and narrow the communities that are at highest risk with lead-based paint hazards as related to housing rehabilitation activities:

- Age of housing (pre-1978 housing units)
- Condition of housing
- Tenure and poverty levels
- Presence of young children
- Presence of lead poisoning cases

All contractors, sub-recipients, and other community partners are advised of the lead-based paint regulations. Additionally, the County's CDBG Office will continue to distribute information and literature on lead hazards to households who may be at risk of exposure.

Calls from residents regarding affordable housing options are directed to the local public housing authorities in Austin, Georgetown, Taylor, Granger and Round Rock. Those looking for assistance are also encouraged to contact the Capital Area Housing Finance Corporation to discuss affordable housing options and home buyers' assistance.

Williamson County has a community resources website that allows people to search online for needed resources such as health care, mental health services, housing, food, and other community resources. The Williamson County Community Resources website is designed to empower residents with information about resources in the area so that they can connect with available services. The site is www.wilco.org/communityresources.

At this time, the CDBG office does not directly coordinate with corrections programs and institutions. However, Bluebonnet Trails coordinates with corrections programs and institutions in an effort to assist those who are experiencing a mental crisis. The program allows for mental health support in an effort to avoid incarceration.

All agency types are encouraged to participate in the Williamson County CDBG program.

Describe coordination with the Continuum of Care and efforts to address the needs of homeless persons (particularly chronically homeless individuals and families, families with children, veterans, and unaccompanied youth) and persons at risk of homelessness.

Williamson County participates in the Balance of State Continuum of Care (BoS CoC). With the re-establishment of the Williamson County Homeless Coalition in 2019, service providers collaborate as they work with persons experiencing homelessness or who are at risk of experiencing homelessness participated in the process. Bluebonnet Community Services will utilize \$193,368 in ESG funds toward Rapid Re-Housing Williamson County expects that similar initiatives will be funded in future years of the Con Plan. The County continues to work with the Texas Homeless Network to develop a HMIS system to assist in tracking residents experiencing homelessness.

Emergency financial assistance is made available to Veterans who live in Williamson Count through the Veteran Services Office. Funding is provided through a Texas Veterans Commission grant and can be used for emergency assistance with rent/mortgage, burial services, utilities and food.

Describe consultation with the Continuum(s) of Care that serves the jurisdiction's area in determining how to allocate ESG funds, develop performance standards for and evaluate outcomes of projects and activities assisted by ESG funds, and develop funding, policies and procedures for the operation and administration of HMIS

Williamson County accepted ESG for the third time in FY2026. The county has previously worked with the Texas Balance of State CoC (TX BoS CoC) in conducting the Point-In-Time Count for the area through the WilCo Homeless Coalition. The County will continue cooperating with the TX BoS CoC to determine best practices for allocating and utilizing ESG funds and maintain written standards, policies, and procedures and in implementing HMIS.

2. Describe Agencies, groups, organizations and others who participated in the process and describe the jurisdiction's consultations with housing, social service agencies and other entities

Table 2 – Agencies, groups, organizations who participated

1	Agency/Group/Organization	City of Cedar Park
	Agency/Group/Organization Type	Other government - Local
	What section of the Plan was addressed by Consultation?	Non-Homeless Special Needs Typically Infrastructure Projects
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Cities are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
2	Agency/Group/Organization	City of Coupland
	Agency/Group/Organization Type	Other government - Local
	What section of the Plan was addressed by Consultation?	Non-Homeless Special Needs Typically Infrastructure Projects
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Cities are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
3	Agency/Group/Organization	City of Georgetown
	Agency/Group/Organization Type	Other government - Local

	What section of the Plan was addressed by Consultation?	Housing Need Assessment Public Housing Needs Non-Homeless Special Needs Housing Rehab and Affordable Housing
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Cities are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
4	Agency/Group/Organization	CITY OF GRANGER
	Agency/Group/Organization Type	Other government - Local
	What section of the Plan was addressed by Consultation?	Non-Homeless Special Needs Water/Wastewater Infrastructure
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Cities are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
5	Agency/Group/Organization	City of Hutto
	Agency/Group/Organization Type	Other government - Local
	What section of the Plan was addressed by Consultation?	Non-Homeless Special Needs Typically Infrastructure Projects

	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Cities are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
6	Agency/Group/Organization	City of Jarrell
	Agency/Group/Organization Type	Other government - Local
	What section of the Plan was addressed by Consultation?	Non-Homeless Special Needs Water/Wastewater Infrastructure Projects
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Cities are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
7	Agency/Group/Organization	City of Leander
	Agency/Group/Organization Type	Other government - County
	What section of the Plan was addressed by Consultation?	Non-Homeless Special Needs Typically Infrastructure Projects
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Cities are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.

8	Agency/Group/Organization	City of Liberty Hill
	Agency/Group/Organization Type	Other government - Local
	What section of the Plan was addressed by Consultation?	Non-Homeless Special Needs Typically Infrastructure Projects
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Cities are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
9	Agency/Group/Organization	City of Taylor
	Agency/Group/Organization Type	Other government - Local
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Non-Homeless Special Needs Water/Wastewater Infrastructure Projects
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Cities are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
10	Agency/Group/Organization	City of Weir
	Agency/Group/Organization Type	Other government - Local
	What section of the Plan was addressed by Consultation?	Non-Homeless Special Needs Water/Wastewater Infrastructure Projects

	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Cities are encouraged to contact the CDBG office to discuss potential projects. While the city does not receive CDBG funds, Weir could potentially apply for projects that could positively impact low-mod income residents. Projects could include any eligible project that is listed as a high priority for the County CDBG program. Discussions with Weir representatives include potential future projects and past projects, additional funding sources, and types of projects for the city. Communication with Weir included information of funding received in the past and potential future funds.
11	Agency/Group/Organization	Taylor Housing Authority
	Agency/Group/Organization Type	PHA
	What section of the Plan was addressed by Consultation?	Public Housing Needs Affordable Housing
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
12	Agency/Group/Organization	Granger Housing Authority
	Agency/Group/Organization Type	PHA
	What section of the Plan was addressed by Consultation?	Public Housing Needs Affordable Housing and Rehab

	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
13	Agency/Group/Organization	Georgetown Housing Authority
	Agency/Group/Organization Type	PHA
	What section of the Plan was addressed by Consultation?	Public Housing Needs Affordable Housing and Rehab
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
14	Agency/Group/Organization	WILLIAMSON COUNTY CRISIS CENTER DBA HOPE ALLIANCE
	Agency/Group/Organization Type	Services-Victims of Domestic Violence
	What section of the Plan was addressed by Consultation?	Homeless Needs - Families with children Assistance to victims of domestic violence
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.

15	Agency/Group/Organization	Habitat for Humanity of Williamson County
	Agency/Group/Organization Type	Housing
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Affordable Housing and Rehab
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
16	Agency/Group/Organization	Bluebonnet Trails Community Services
	Agency/Group/Organization Type	Services - Housing Services-homeless
	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy Services to homeless or near homeless individuals
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.

17	Agency/Group/Organization	Interagency Support Council of Easter Williamson County
	Agency/Group/Organization Type	Mental Health
	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Mental Health
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
18	Agency/Group/Organization	Williamson County Commissioners Court
	Agency/Group/Organization Type	Other government - County
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Public Housing Needs Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy Non-Homeless Special Needs HOPWA Strategy Market Analysis Economic Development Anti-poverty Strategy Lead-based Paint Strategy

	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Representatives are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
19	Agency/Group/Organization	Blackshear/O.L. Price Ex-Student Association
	Agency/Group/Organization Type	Services-Education Regional organization
	What section of the Plan was addressed by Consultation?	Public Facilities
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
20	Agency/Group/Organization	City of Round Rock
	Agency/Group/Organization Type	Other government - Local

	What section of the Plan was addressed by Consultation?	Housing Need Assessment Public Housing Needs Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy Non-Homeless Special Needs
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. The CDBG office consults with the City of Round Rock on CDBG shared projects, potential projects, CDBG management and policies. The City of Round Rock receives a direct allocation from HUD. Consultation is to discuss shared projects, if applicable.
21	Agency/Group/Organization	Key2Free
	Agency/Group/Organization Type	Services-Victims of Domestic Violence Services-homeless Services-Health Services-Employment Services - Victims
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Assistance to victims of sex trafficking
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.

22	Agency/Group/Organization	Spectrum
	Agency/Group/Organization Type	Services - Broadband Internet Service Providers Services - Narrowing the Digital Divide
	What section of the Plan was addressed by Consultation?	Broadband Services
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Researched information regarding plans available to low income families and households in Williamson County. Plan name Spectrum Internet Assist is available to low income households. Information gathered can be shared with other organizations assisting low income families or households contacting the CDBG office for assistance.
23	Agency/Group/Organization	AT&T
	Agency/Group/Organization Type	Services - Broadband Internet Service Providers Services - Narrowing the Digital Divide
	What section of the Plan was addressed by Consultation?	Broadband Services
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Researched information regarding plans available to low income families and households in Williamson County. Plan name Access from AT&T is available to low income households. Information gathered can be shared with other organizations assisting low income families or households contacting the CDBG office for assistance.
24	Agency/Group/Organization	FEMA
	Agency/Group/Organization Type	Agency - Managing Flood Prone Areas
	What section of the Plan was addressed by Consultation?	Non-Homeless Special Needs Environmental

	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Consult with FEMA regarding flood plain areas to ensure low income households and HUD funded projects are protected. Data collected from FEMA is used in determining projects and project eligibility.
25	Agency/Group/Organization	Williamson County Department of Infrastructure
	Agency/Group/Organization Type	Agency - Managing Flood Prone Areas Agency - Management of Public Land or Water Resources
	What section of the Plan was addressed by Consultation?	Infrastructure Flood Management
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Consult with Department of Infrastructure to develop flood mapping and alleviation of flooding. Data acquired from the Department of Infrastructure allows the County to make informed decisions on project locations, eligibility and need.
26	Agency/Group/Organization	Helping Hands of Georgetown
	Agency/Group/Organization Type	Services-Children Services-Elderly Persons Services-Persons with Disabilities Services-Persons with HIV/AIDS Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Food Pantry

	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
27	Agency/Group/Organization	Hutto Resource Center
	Agency/Group/Organization Type	Housing Services - Housing Services-Children Services-Elderly Persons Services-Persons with Disabilities Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Food Pantry
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
28	Agency/Group/Organization	Yesterday's Gone
	Agency/Group/Organization Type	Housing Services - Housing Neighborhood Organization

	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
29	Agency/Group/Organization	TEXAS DEPARTMENT OF HOUSING AND COMMUNITY AFFAIRS
	Agency/Group/Organization Type	Housing Services - Housing Service-Fair Housing Other government - State
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Public Housing Needs Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Access TDHCA for information to assist county residents who are struggling with meeting their housing needs.

30	Agency/Group/Organization	Samsung
	Agency/Group/Organization Type	Services - Broadband Internet Service Providers Services - Narrowing the Digital Divide Business Leaders
	What section of the Plan was addressed by Consultation?	Economic Development
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Williamson County has been working with Samsung in the new development located in eastern Williamson County. The development will provide economic opportunities and growth for the county.
31	Agency/Group/Organization	The Georgetown Project
	Agency/Group/Organization Type	Services - Housing
	What section of the Plan was addressed by Consultation?	Homeless Needs - Families with children
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
32	Agency/Group/Organization	Salvation Army
	Agency/Group/Organization Type	Services-Children
	What section of the Plan was addressed by Consultation?	Homeless Needs - Families with children

	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
33	Agency/Group/Organization	Sycon
	Agency/Group/Organization Type	Services - Housing
	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Cities are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
34	Agency/Group/Organization	Operation Liberty Hill
	Agency/Group/Organization Type	Services - Housing Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth

	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Public Hearings were held on March 12 and July 16, 2026. Research via web. Continued outreach/networking. Outreach and networking provide the opportunity for participating city to discuss potential CDBG funded projects or projects that align with CDBG priorities. Agencies are encouraged to contact the CDBG office to discuss potential projects. Projects could include any eligible project that is listed as a high priority for the County CDBG program.
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Identify any Agency Types not consulted and provide rationale for not consulting

All entities were considered for consultation.

Other local/regional/state/federal planning efforts considered when preparing the Plan

Name of Plan	Lead Organization	How do the goals of your Strategic Plan overlap with the goals of each plan?
Continuum of Care	Central Texas Region units of government, including Williamson County	Barriers to affordable housing opportunities.
Point in Time Count/Balance of State	Texas Homeless Network	Coordinate with Texas Homeless Network via the Williamson County Homeless Coalition

Table 3 – Other local / regional / federal planning efforts

AP-12 Participation – 91.105, 91.200(c)

1. Summary of citizen participation process/Efforts made to broaden citizen participation Summarize citizen participation process and how it impacted goal-setting

The CDBG citizen participation plan indicates that all federal regulations regarding public comment periods and participation will be followed by the Williamson County CDBG Office. The CDBG Office encourages the public to review documents concerning the CDBG program and provide feedback when desired and needed. Representatives of participating cities, County Commissioners, and other stakeholders were notified of funding and information was posted on the Williamson County web site at www.wilco.org. Notification was also posted in local newspapers. Notices were published in both English and Spanish. A public hearing was held on March 12, 2026 and July 16, 2026 to gather input regarding the CDBG program and potential projects. Three representatives attended the March 12 public hearing. No comments were received during the July 16 public hearing.

No comments were received during the public comment period of July 3, 2026 through August 3, 2026.

Participating cities and agencies are encouraged to submit applications to the Williamson County CDBG office for projects that meet the priorities and goals outlined in the Consolidated Plan. Project applications are determined via the use of comprehensive plans, public input and/or city staff/management. During the planning process, cities may hold public input meetings as well as post information for review by the public. County Commissioners receive input from constituents and discuss potential projects with the CDBG Administrator. The CDBG Administrator guides potential applicants in the application process and is available to meet to discuss processes, projects and funding.

Citizen Participation Outreach

Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
1	Public Meeting	Non-targeted/broad community	Three representatives attended.	Discussion of CDBG program and potential funding.	No comments were not accepted.	
2	Newspaper Ad	Non-targeted/broad community	No comments received.	No comments received.	No comments received.	
3	Internet Outreach	Non-targeted/broad community	No comments received.	No comments received.	No comments were not accepted.	
4	Public Meeting	Non-targeted/broad community	See comments above.	See comments above.	No comments were not accepted.	

Table 4 – Citizen Participation Outreach

Expected Resources

AP-15 Expected Resources – 91.220(c)(1,2)

Introduction

Williamson County was awarded \$2,200,130 in CDBG funds and \$185,910 in ESG funds in FY25. The level of annual funding is expected to remain similar for the remainder of the Five Years.

Anticipated Resources

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
CDBG	public - federal	Acquisition Admin and Planning Economic Development Housing Public Improvements Public Services	2,308,168.00	0.00	0.00	2,308,168.00	8,800,520.00	This is an estimated allocation based on historical allocations. The expected amount for the remainder of the Con Plan assumes the same allocation in each subsequent year.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
ESG	public - federal	Conversion and rehab for transitional housing Financial Assistance Overnight shelter Rapid re-housing (rental assistance) Rental Assistance Services Transitional housing	193,368.00	0.00	0.00	193,368.00	743,640.00	This is an estimated allocation based on historical allocations. The expected amount for the remainder of the Con Plan assumes the same allocation in each subsequent year.

Table 5 - Expected Resources – Priority Table

Explain how federal funds will leverage those additional resources (private, state and local funds), including a description of how matching requirements will be satisfied

The nonprofit organizations funded have additional financial capacity through foundations and fundraising campaigns. Federal funds provide the organizations with the opportunity to expand their services to benefit more low- and moderate-income persons.

There are no federal or local matching requirements for the CDBG grant. However, the county encourages projects to provide match funds if available.

Match funds obtained from other federal, State, local or private sources:

- Habitat for Humanity 21st Street Project \$315,980
- Granger Wastewater \$10,000
- Hill Country Ministries \$6000
- Helping Hands of Georgetown \$100,000
- Impact Counseling \$52,200
- Key2Free \$400,680
- Operation Liberty Hill \$5000
- Yesterday's Gone \$25,174
- Texas Baptist Children's Home \$804,534

ESG funds do require a funding match. This will be accomplished by Bluebonnet through additional program funding.

If appropriate, describe publicly owned land or property located within the jurisdiction that may be used to address the needs identified in the plan

Williamson County does not intend to utilize publicly owned land or property to address the needs identified in this plan.

Annual Goals and Objectives

AP-20 Annual Goals and Objectives

Goals Summary Information

Sort Order	Goal Name	Start Year	End Year	Category	Geographic Area	Needs Addressed	Funding	Goal Outcome Indicator
1	Housing Rehabilitation	2024	2028	Affordable Housing	CDBG Participating Cities + Unincorporated Areas of County	Decrease Homelessness	CDBG: \$250,000.00	Homeowner Housing Rehabilitated: 40 Household Housing Unit
2	Services to Homeless and At-Risk of Homelessness	2024	2028	Homeless	CDBG Participating Cities + Unincorporated Areas of County	Decrease Homelessness	CDBG: \$270,019.00	Homeless Person Overnight Shelter: 429 Persons Assisted
3	Improve Public Facilities and Infrastructure	2024	2028	Non-Housing Community Development	City of Georgetown City of Granger City of Taylor	Public Facilities and Infrastructure Improvements	CDBG: \$1,336,500.00	Public Facility or Infrastructure Activities other than Low/Moderate Income Housing Benefit: 1820 Persons Assisted
4	Provide Public Services	2024	2028	Non-Housing Community Development	CDBG Participating Cities + Unincorporated Areas of County	Public Services	CDBG: \$160,000.00	Public service activities other than Low/Moderate Income Housing Benefit: 310 Persons Assisted

Sort Order	Goal Name	Start Year	End Year	Category	Geographic Area	Needs Addressed	Funding	Goal Outcome Indicator
5	Planning, Administration, and Fair Housing	2024	2028	Admin and Planning	Countywide	Planning and Administration and Fair Housing	CDBG: \$386,668.00	Other: 1 Other
6	ESG Rapid Rehousing	2024	2026	Homeless	CDBG Participating Cities + Unincorporated Areas of County	Decrease Homelessness	ESG: \$193,368.00	

Table 6 – Goals Summary

Goal Descriptions

1	Goal Name	Housing Rehabilitation
	Goal Description	Habitat for Humanity Home Repair \$250,000 40 Households

2	Goal Name	Services to Homeless and At-Risk of Homelessness
	Goal Description	Georgetown Project \$50,000 250 People Crisis Center \$50,000 60 People Key2Free \$50,000 10 People Operation Liberty Hill \$20,000 50 People Yesterday's Gone \$20,000 34 People Bluebonnet Trails \$80,019 25 People

3	Goal Name	Improve Public Facilities and Infrastructure
	Goal Description	Habitat 21st Street \$220,000 5 Households Granger Wastewater \$492,500 715 People Taylor Waterline \$624,000 1105 People
4	Goal Name	Provide Public Services
	Goal Description	Hill Country Ministries \$40,000 80 Households Helping Hands of Georgetown \$35,000 130 People Impact Counseling \$65,000 88 People Texas Baptist Children's Home \$20,000 20 People
5	Goal Name	Planning, Administration, and Fair Housing
	Goal Description	Planning and Administration \$386,668
6	Goal Name	ESG Rapid Rehousing
	Goal Description	Bluebonnet Rapid Rehousing ESG \$193,368

Projects

AP-35 Projects – 91.220(d)

Introduction

The following table provides the names of the projects funded for FY 2026 utilizing CDBG funds. If a funded project has cost savings, slows down or discovers a barrier to being completed, an alternate project from the current Annual Action Plan may be selected to continue the timely spending of grant funds. Please refer to the Appendix for a list and description of alternate projects.

Williamson County was awarded:

\$2,308,168 CDBG

\$193,368 ESG

Projects

#	Project Name

Table 7 - Project Information

Describe the reasons for allocation priorities and any obstacles to addressing underserved needs

Allocation priorities were based upon the Needs Assessment undertaken as part of the planning process and demand for projects and services in the past. The primary obstacle to addressing underserved needs is the limited resources available to address such needs throughout the County. The County encourages CDBG applicants to seek other resources from other public and private entities in an effort to leverage the limited amount of CDBG funds available.

Project descriptions and specific allocations are found in the appendices of this document.

AP-50 Geographic Distribution – 91.220(f)

Description of the geographic areas of the entitlement (including areas of low-income and minority concentration) where assistance will be directed

Priority CDBG funding areas in Williamson County include areas where the percentage of low to moderate income (LMI) persons is 51% or higher. Note that previously, Williamson County was an exception community but no longer has this status as of 2023. Within Williamson County, 44.1% of the population is considered non-White according to the 2022 American Community Survey. A “concentrated” minority area will be defined as any census tract in which at least 50% of the population is non-White or White Hispanic. There are 42 census tracts that meet this criteria and will be included in the Appendix.

Geographic Distribution

Target Area	Percentage of Funds
City of Jarrell	
Countywide	21
City of Leander	
City of Georgetown	12
City of Cedar Park	17
City of Coupland	
City of Granger	21
City of Hutto	
City of Liberty Hill	1
City of Taylor	27
City of Weir	
CDBG Participating Cities + Unincorporated Areas of County	

Table 8 - Geographic Distribution

Rationale for the priorities for allocating investments geographically

In FY26, Williamson County will use CDBG funds throughout the jurisdiction to serve low and moderate-income persons and households. The county does not prioritize allocations geographically, but rather based on need. All projects either serve low-mod income individuals, households or areas based on

census tract data or survey.

See project descriptions for specific allocations per project.

Williamson County does not have identified designated target areas for the FY26 Action Plan.

Affordable Housing

AP-55 Affordable Housing – 91.220(g)

Introduction

The county will use FY26 CDBG funds to assist with the Habitat for Humanity Home Repair program that allow low and very low income residents to remain in their homes, therefore preventing potential homelessness.

Habitat will also complete the infrastructure needed to complete five affordable housing units.

The Taylor Housing Authority also administers a 3 year voucher program for 18-24 year olds who are leaving the foster care system.

One Year Goals for the Number of Households to be Supported	
Homeless	0
Non-Homeless	40
Special-Needs	0
Total	40

Table 9 - One Year Goals for Affordable Housing by Support Requirement

One Year Goals for the Number of Households Supported Through	
Rental Assistance	0
The Production of New Units	0
Rehab of Existing Units	40
Acquisition of Existing Units	0
Total	40

Table 10 - One Year Goals for Affordable Housing by Support Type

Discussion

Project outcomes are as follows:

Habitat Home Repair 40 households

Habitat for Humanity 21st Street project. Completion of infrastructure required to build five new affordable housing units.

AP-60 Public Housing – 91.220(h)

Introduction

During FY 2025, Williamson County funded Georgetown Housing Authority to rehab low income housing units. Approximately 52 dwellings. This project is ongoing.

Actions planned during the next year to address the needs to public housing

Continued support of the Georgetown Housing Authority rehab.

Actions to encourage public housing residents to become more involved in management and participate in homeownership

Georgetown Housing Authority (GHA) offers various services to residents in an effort to improve their living environment. Services include classes and activities for families such as nutrition and health classes; exercise groups; medical, hearing and prescription medicine screenings; defensive driving; financial literacy as well as classes about protection from identity fraud/theft. Computer labs and tutors are available to residents for job search activities, resume building, and personal use.

GHA offers the Family Self-Sufficiency (FSS) Program, a HUD program that encourages communities to develop local strategies to help families obtain employment that will lead to economic independence and self-sufficiency. In partnership with welfare agencies, schools, businesses, and other local partners, GHA has developed a comprehensive program that gives participating FSS family members the skills and experience to assist them in obtaining employment that pays a living wage and focus on self-sufficiency.

The Resident Opportunities and Self-Sufficiency (ROSS) program is another essential service provided through GHA. This program allows residents to receive one-on-one assistance and support from a ROSS Coordinator to identify goals and current needs and to find free or low-cost resources to assist residents in achieving their goals.

The County has also provided CDBG funding to both the Granger and Georgetown Housing Authorities for housing improvements. While these projects don't directly affect homeownership, they do provide needed support to residents.

The Community Development office participates in the Williamson County Homeless Coalition. The coalition meets to discuss housing options and funding. Representatives from multiple agencies participate in the meetings including, but not limited to the Round Rock Housing Authority, Georgetown Housing Authority and Taylor Housing Authority.

The Housing Authorities have resident representatives on the board for representation and to

encourage residents to become more involved in management.

The County supports all efforts of the Housing Authorities to encourage home ownership and management.

If the PHA is designated as troubled, describe the manner in which financial assistance will be provided or other assistance

None of the PHAs in Williamson County are designated as troubled.

AP-65 Homeless and Other Special Needs Activities – 91.220(i)

Introduction

The following section outlines Williamson County's goals and actions for the year in ending homelessness.

Describe the jurisdictions one-year goals and actions for reducing and ending homelessness including

Reaching out to homeless persons (especially unsheltered persons) and assessing their individual needs

The WilCo Homeless Coalition was established in 2019 to create a collaborative approach to planning and funding services related to homelessness. The coalition represents the county in the Texas Homeless Network, the host agency for the Texas Balance of State Continuum of Care. While outreach is not funded in FY 2026, participating homeless service providers in the coalition will continue to conduct outreach activities, including Point-In-Time counts, awareness campaigns, surveys, and local assessments.

The County will fund Bluebonnet Trails with ESG funds, \$193,368, for Rapid Rehousing.

Williamson County is also working with the Texas Homeless Network in implementing a HMIS to track and provide services to those experiencing homelessness.

Addressing the emergency shelter and transitional housing needs of homeless persons

Operation Liberty Hill is expected to provide emergency shelter for a period of 1-2 weeks for 87 people in FY 2026. Use of the emergency shelter includes a number of situations, such as:

- Extreme weather events
- Living in a place not meant for human habitation
- Exit from emergency shelter
- A need transitional or supportive housing
- Discharge from a hospital or other institution without housing
- Eviction
- Fleeing domestic violence

The Neighbors First will utilize funds for reentry services for homeless individuals.

Yesterday's Gone and Key2Free will provide services to victims of domestic violence and human

trafficking.

Additionally, Bluebonnet Trails Community Services (BTCS) will provide Rapid Re-Housing through behavioral, medical, housing and employment support along with care coordination through the BTCS Diversion Center in Georgetown connecting persons with appropriate supports in the community. The BTCS crisis respite program offers temporary residential care for persons recovering from mental illness in need of housing. A partnership with Pecan Gardens, the newest program in Williamson County, will provide housing for individuals exiting homelessness.

Helping homeless persons (especially chronically homeless individuals and families, families with children, veterans and their families, and unaccompanied youth) make the transition to permanent housing and independent living, including shortening the period of time that individuals and families experience homelessness, facilitating access for homeless individuals and families to affordable housing units, and preventing individuals and families who were recently homeless from becoming homeless again

There is a need for additional housing and shelter for homeless persons and persons at-risk of homelessness, especially for families and survivors of domestic violence. In FY 2026, the following agencies will address these needs utilizing CDBG funds:

- Key2Free \$70,000
- Operation Liberty Hill \$35,000
- Yesterday's Gone \$50,000
- Neighbors First \$20,000

Bluebonnet Trails Community Services will use \$193,368 in ESG funds for rapid re-housing.

Helping low-income individuals and families avoid becoming homeless, especially extremely low-income individuals and families and those who are: being discharged from publicly funded institutions and systems of care (such as health care facilities, mental health facilities, foster care and other youth facilities, and corrections programs and institutions); or, receiving assistance from public or private agencies that address housing, health, social services, employment, education, or youth needs.

Impact Counseling Services will provide mental health services at no cost to students, families and school staff during the school day at no cost. Yesterday's Gone will provide medical and counseling support to survivors of domestic violence throughout the county. Services include intake services, emergency counseling services including transportation to appointments, coaching, and referral coordination. The Georgetown Project will provide services to homeless, unaccompanied and at risk high school students. Key2Free will provide assistance to victims of sex trafficking. Operation Liberty

Hill will provide emergency shelter in extreme weather. Neighbors First will utilize funds for reentry for individuals experiencing homelessness.

AP-75 Barriers to affordable housing – 91.220(j)

Introduction:

Actions it planned to remove or ameliorate the negative effects of public policies that serve as barriers to affordable housing such as land use controls, tax policies affecting land, zoning ordinances, building codes, fees and charges, growth limitations, and policies affecting the return on residential investment

Habitat for Humanity (Habitat) is the only nonprofit housing developer in Williamson County. Habitat must look for low-cost land as high taxes and insurance make much of the land cost prohibitive. Even with Homestead caps, valuations are increasing and hurting mortgage affordability while low-cost land is increasingly difficult to find.

The State of Texas grants authority to municipalities to create zone districts and regulate land development in those zone districts. This includes setbacks, lot coverage, building height, and density. However zoning powers are not granted to counties, with a few exceptions for specific listed areas of counties in specific areas of the state.” As such, Williamson County has limited power to guide development but will continue to encourage inclusive ordinances and initiatives within the county’s authority and within municipalities throughout the county. Additionally, the County is looking to alleviate barriers to affordable housing by funding activities that serve to reduce cost burden such as housing rehabilitation, home repair programs, and rental and utility assistance for low- to moderate-income households.

AP-85 Other Actions – 91.220(k)

Introduction:

Actions planned to address obstacles to meeting underserved needs

The primary impediment to Williamson County's ability to meet underserved needs is limited availability of funding to address identified priorities; the need exceeds the availability of resources. The County will continue to seek public and private resources to leverage its entitlement funds in assisting with implementation of policies and programs. By making mental health services more accessible, the county hopes to alleviate cost burdens on poverty-level families.

Actions planned to foster and maintain affordable housing

Williamson County is committed to fostering and maintaining affordable housing. In FY 2026, Williamson County has committed CDBG funds for home repairs to Habitat for Humanity to assist 40 income-eligible homeowners in the county (\$250,000). Habitat will also utilize funds for the infrastructure required to build five affordable homes.

Actions planned to reduce lead-based paint hazards

Williamson County will continue to support the efforts of the Williamson County and Cities Health Districts to address lead based paint (LBP) hazards. The County will also continue to notify CDBG sub-recipients of LBP requirements and ensure compliance with CDBG requirements.

Williamson County's CDBG policies and procedures comply with the federal lead-based paint regulations at 24 CFR Part 35.

In accordance with lead-based paint requirements, the County will incorporate the following factors to refine and narrow the communities that are at highest risk with lead-based paint hazards as related to housing rehabilitation activities:

- Age of housing (pre-1978 housing units)
- Condition of housing
- Tenure and poverty levels
- Presence of young children
- Presence of lead poisoning cases

All contractors, sub-recipients, and other community partners are advised of the lead-based paint regulations. Additionally, the County's CDBG Office will continue to distribute information and literature

on lead hazards to households who may be at risk of exposure.

Actions planned to reduce the number of poverty-level families

Impact Counseling Services is expected to assist 88 students, families, and school staff in need of mental health services at no cost. Beneficiaries will have access to mental health professionals to support with individual, group, and family counseling services, crisis support, case management, and psychiatry services.

Actions planned to develop institutional structure

Because Williamson County has relationships with public housing authorities and agencies such as Habitat for Humanity and Hope Alliance, there are opportunities for continued dialogue and support for advancement of institutional structure. Additionally, as a sub-recipient of CDBG funds, the receiving entities must maintain a high level of reporting which requires a strong institutional structure.

Williamson County will provide technical assistance as needed to ensure that sub-recipients are in compliance with CDBG regulations.

Actions planned to enhance coordination between public and private housing and social service agencies

Williamson County will continue to support and encourage efforts of the four public housing authorities and agencies such as Habitat for Humanity to collaborate to increase and preserve the number of affordable housing units. Williamson County will also encourage public housing authorities to offer services to residents in financial literacy and planning and to encourage residents to participate in programs designed to increase self-sufficiency.

Program Specific Requirements

AP-90 Program Specific Requirements – 91.220(I)(1,2,4)

Introduction:

Community Development Block Grant Program (CDBG)

Reference 24 CFR 91.220(I)(1)

Projects planned with all CDBG funds expected to be available during the year are identified in the Projects Table. The following identifies program income that is available for use that is included in projects to be carried out.

1. The total amount of program income that will have been received before the start of the next program year and that has not yet been reprogrammed	0
2. The amount of proceeds from section 108 loan guarantees that will be used during the year to address the priority needs and specific objectives identified in the grantee's strategic plan.	0
3. The amount of surplus funds from urban renewal settlements	0
4. The amount of any grant funds returned to the line of credit for which the planned use has not been included in a prior statement or plan	0
5. The amount of income from float-funded activities	0
Total Program Income:	0

Other CDBG Requirements

1. The amount of urgent need activities	0
2. The estimated percentage of CDBG funds that will be used for activities that benefit persons of low and moderate income. Overall Benefit - A consecutive period of one, two or three years may be used to determine that a minimum overall benefit of 70% of CDBG funds is used to benefit persons of low and moderate income. Specify the years covered that include this Annual Action Plan.	100.00%

**Emergency Solutions Grant (ESG)
Reference 91.220(l)(4)**

1. Include written standards for providing ESG assistance (may include as attachment)

ESG Written Standards have been included in the Action Plan submission.

2. If the Continuum of Care has established centralized or coordinated assessment system that meets HUD requirements, describe that centralized or coordinated assessment system.

The TX BoS CoC has developed a coordinated entry process in accordance with requirements established by HUD. Each ESG-funded program or project within the Continuum of Care is required to use the assessment system. The county and all subrecipients are members of the Continuum of Care and will ensure the screening, assessment and referral of program participants are consistent with the written standards adopted.

Currently, there is no coordinated entry process for Williamson County. Per HUD guidance, Bluebonnet will use their own intake process for Rapid Rehousing.

3. Identify the process for making sub-awards and describe how the ESG allocation available to private nonprofit organizations (including community and faith-based organizations).

Sub-awards were determined in consultation with stakeholders and the Williamson County Commissioners Court.

4. If the jurisdiction is unable to meet the homeless participation requirement in 24 CFR 576.405(a), the jurisdiction must specify its plan for reaching out to and consulting with homeless or formerly homeless individuals in considering policies and funding decisions regarding facilities and services funded under ESG.

Williamson County will work to ensure that a homeless individual or formerly homeless individual will participate in the decision-making process regarding any facilities, services, or other assistance that receive funding under ESG. Additionally, several homeless service providers were contacted for input during the planning process.

5. Describe performance standards for evaluating ESG.

Performance Standards: The performance standards for evaluating ESG activities are as follows:

1. All activities are funded based on specific expected accomplishments (goals) of the annual number of people to be served.
2. All accomplishments are reported in HMIS and sub grantees are required to report back to the county on their usage of funds.
3. The actual accomplishments are measured against the goal to evaluate the effectiveness of the program.

Attachments

Citizen Participation Comments

Citizen Participation and Comments

The CDBG citizen participation plan indicates that all federal regulations regarding public comment periods and participation will be followed by the Williamson County Community Development Office. The Community Development Office encourages the public to review documents concerning the CDBG and ESG programs and provide feedback when desired and needed. Representatives of participating cities, County Commissioners, and other stakeholders were notified of funding and information was posted on the Williamson County web site at www.wilcotx.gov. Notification was also posted in local newspapers. Notices were published in both English and Spanish. A public hearing was held on March 12, 2026 to gather input regarding the CDBG program and potential projects. Representatives from local agencies attended the meeting and discussed community needs and potential projects.

Project funding was presented to the Williamson County Commissioners' Court on June 30, 2026.

A public hearing was held on July 16, 2026.

The FY26 Annual Action Plan was made available for public comment July 3, 2026-August 3, 2026. No comments were received.

Three participants attended the March 12, 2026 public hearing. An overview of the CDBG program was discussed along with potential projects and funding.

No comments were received during the July 16, 2026 public hearing.

It is standard for Williamson County to address comments received and take them into consideration prior to final approval.

Grantee Unique Appendices

Community Development Block Grant FY26 Allocation \$2,308,168

Habitat for Humanity 21st Street Project

Infrastructure and development costs for two properties in Georgetown. Develop the infrastructure necessary to build affordable homeownership units. Site 1: 504 W 21st Street - this property will be subdivided into two lots. The first lot facing W 21st St will be developed as a duplex: one 3-bedroom/2.5-bathroom unit and one 3-bedroom/2.5-bathroom unit, serving 2 households. The second lot facing Leander St will be developed into a 4 bedroom/2.5-bathroom home, serving 1 household. Site 2: 2406 Northwest Blvd. - will be developed into 2 single-family homes, each with 2 bedrooms, serving 2 households. CDBG funds will be used for engineering and design fees; site clearing and grading (if needed); utilities: water, waste water, and electricity; and permits and impact fees required to make both sites construction-ready.

Percentage of Funding: 9.53%

Estimated Funding for FY26: \$220,000

Annual Goals: Public Facilities and Infrastructure Improvements

Target Areas: City of Georgetown

Priority Needs Addressed: Improve Public Infrastructure

Goal Outcome Indicator: Five Households

City of Granger Wastewater Donahoe Creek

Installation of 2,100 feet of new PVC wastewater line along the Donahoe Creek to the north side of the city limits.

Percentage of Funding: 21.34%

Estimated Funding for FY26: \$492,500

Annual Goals: Public Facilities and Infrastructure Improvements

Target Areas: City of Granger

Priority Needs Addressed: Improve Infrastructure

Goal Outcome Indicator: 715 People

Habitat for Humanity of Williamson County Home Repair Program

Project will assist approximately 40 eligible households who are in need of home repairs within CDBG participating cities or the unincorporated areas of the County. Homeowners will meet CDBG defined income qualifications. Home repairs can include, but are not limited to, roofing, siding, weatherization (windows), energy efficiency/conservation (plumbing, electrical), accessibility and/or safety.

Percentage of Funding: 10.83%

Estimated Funding for FY26: \$250,000

Annual Goals: Increase Access to Affordable Housing

Target Areas: CDBG Participating Cities and Unincorporated Areas of the County

Priority Needs Addressed: Housing Rehabilitation

Goal Outcome Indicator: 40 Households

Hill Country Community Ministries/Social Service Rental and Utility Assistance

Rental and utility assistance to income qualified households.

Percentage of Funding: 1.73%

Estimated Funding for FY26: \$40,000

Annual Goals: Public Services/Housing Assistance

Target Areas: Western Williamson County

Priority Needs Addressed: Non-Homeless Special Needs

Goal Outcome Indicator: 80 Households

Neighbors First Housing Reentry and Stabilization

Housing Re-Entry and Stabilization program that addresses both housing instability and barriers to self-sufficiency. Eligible participants will be individuals or families currently experiencing homelessness in Georgetown/Williamson County, as defined by HUD (24CFR 91.5). Assistance will be provided at the household level, with all beneficiaries qualifying as low to moderate income.

Percentage of Funding: .87%

Estimated Funding for FY26: \$20,000

Annual Goals: Public Services/Housing

Target Areas: CDBG Participating Cities and Unincorporated Areas of the County

Priority Needs Addressed: Decrease Homelessness

Goal Outcome Indicator: 5 Households

Helping Hands of Georgetown/Social Service Food Pantry

Food pantry services and warming center services to qualified clients.

Percentage of Funding: 1.52%

Estimated Funding for FY26: \$35,000

Annual Goals: Public Services/Food Pantry

Target Areas: City of Georgetown

Priority Needs Addressed: Non-Homeless Special Needs

Goal Outcome Indicator: 130 People

Impact Counseling Services/Social Service Mental Health

To provide access to mental health services to students, families, and school staff during the school day. Students, families, and school staff will have access to licensed mental health professionals to support with individual, group, and family counseling services, crisis support, case management, and psychiatry services. This is at no cost to the students, families, and staff.

Percentage of Funding: 2.82%

Estimated Funding for FY26: \$65,000

Annual Goals: Public Services/Health and Mental Health Services

Target Areas: CDBG Participating Cities and Unincorporated Areas of the County

Priority Needs Addressed: Health and Mental Health Services

Goal Outcome Indicator: 88 People

Key2Free/Social Service Medical Services

Medical, psychiatric, therapeutic, case management and rental assistance for victims of human trafficking.

Percentage of Funding: 3.03%

Estimated Funding for FY26: \$70,000

Annual Goals: Public Services/Health and Mental Health Services

Target Areas: CDBG Participating Cities and Unincorporated Areas of the County

Priority Needs Addressed: Health and Mental Health Services

Goal Outcome Indicator: 14 People

Operation Liberty Hill/ Social Service Homeless Emergency Shelter

Temporarily house in local hotels (1-2 weeks depending on the situation) during extreme weather; for people living in a place not meant for human habitation; for people coming out of an emergency shelter; for people who need transitional or supportive housing for homeless persons who originally came from the streets or emergency shelters; for people who had been in any of the previous three places but is spending 30 days or less in a hospital or other institution; for people who are being evicted within a week from a private residence and they have nowhere else to go nor the resources or support to get housed; for people who are being discharged from an institution where they resided for more than 30 consecutive days and have nowhere else to go nor the resources or support to get housed; and, people fleeing a domestic violence situation with nowhere else to go nor the resources or support to get housed.

Percentage of Funding: 1.52%

Estimated Funding for FY26: \$35,000

Annual Goals: Public Services/Emergency Shelter

Target Areas: City of Liberty Hill

Priority Needs Addressed: Emergency Shelter

Goal Outcome Indicator: 87 people

City of Taylor Gym Street Waterline

Replace existing undersized two-inch (2") waterline on Gym Street in Taylor TX. The two-inch (2") line does not meet City standards, contributes to low pressure and reduced availability of water to the area. The project will install approximately seven hundred and seventy linear feet (770 LF) of new eight-inch (8") water main which will improve system reliability and address issues related to low water pressure and availability of water to the area. By improving the line to an eight-inch (8") main, the City will also be able to provide needed fire flow availability to the area.

Percentage of Funding: 27.03%

Estimated Funding for FY26: \$624,000

Annual Goals: Public Facilities and Infrastructure Improvements

Target Areas: City of Taylor

Priority Needs Addressed: Improve Infrastructure

Goal Outcome Indicator: 1105 people

Yesterday's Gone/Social Service to Victims of Domestic Violence

To provide medical and counseling support to abused and neglected victims of domestic violence in Williamson County, Texas. Funds will be used to provide Williamson County domestic violence victims – women and their children - with intake services, emergency counseling services including transportation to appointments, coaching, and referral coordination.

Percentage of Funding: 2.17%

Estimated Funding for FY26: \$50,000

Annual Goals: Public Services/Domestic Violence Services

Target Areas: CDBG Participating Cities and Unincorporated Areas of the County

Priority Needs Addressed: Domestic Violence Services

Goal Outcome Indicator: 85 People

Texas Baptist Children's Home Mental Health (HOPE Program)

Counseling and emotional wellness, offering no-cost, professional mental health services to individuals and families. Program supports TBCH residential clients as well as children, youth, adults, and senior citizens throughout Central Texas who might otherwise go without access to quality mental health care. Services restricted to clients living in CDBG participating cities or the unincorporated area of the County.

Percentage of Funding: .87%

Estimated Funding for FY26: \$20,000

Annual Goals: Public Service/Health and Mental Health Services

Target Areas: Williamson County

Priority Needs Addressed: Mental Health Services

Goal Outcome Indicator: 20 people

Program Administration

Percentage of Funding: 16.75%

Estimated Funding for FY26: \$386,668

Alternate Project FY26 CDBG Funding

This document includes a list of alternate projects for public review. If a funded project has cost savings, slows down or discovers a barrier to being completed, an alternate project from the current Annual Action Plan may be selected to continue the timely spending of grant funds. Consideration of any project that was not identified as an alternate will go through the approved substantial amendment process.

Alternate Projects contain the same level of information that funded projects contain in the Annual Action Plan to ensure appropriate review by the public. Project descriptions also include the maximum dollar amount the Commissioners Court will consider if funding becomes available. Approval by the Williamson County Commissioners Court will be necessary to replace a funded project with an alternate or to fund an alternate with cost savings from a completed project regardless of whether or not:

- the increase or decrease exceeds 50% change in federal funding where the project is \$25,000 or less, or
- the increase or decrease exceeds 25% change in federal funding where the project is more than \$25,000.

These actions will not require a substantial amendment since the alternate projects will have gone through a public review process.

Consideration of any project that was not identified as an alternate will go through the approved substantial amendment process.

Alternate Projects

The Carson Freeman Continuum of Care Counseling Project

Funding to subsidize and, when necessary, fully cover the cost of counseling services for residents of the sober living facility, The Carson House. Funds will directly support access to licensed counseling and therapeutic services for individuals in recovery.

Funding Requested: \$14,400

Estimated Funding for FY26: \$0

Annual Goals: Public Service

Target Areas: CDBG Participating Cities and Unincorporated Areas of the County

Priority Needs Addressed: Mental Health Services

Goal Outcome Indicator: Six Clients

The Carson House Rebuild & Rise Peer Coaching Program

Peer Coaching Program is designed to strengthen recovery outcomes for men residing at The Carson House, a sober living home dedicated to providing a safe, structured, and supportive environment for individuals in early recovery. This program seeks funding to support the integration of peer coaching as a core component of the sober living services offered at The Carson House.

Funding Requested: \$36,000

Estimated Funding for FY26: \$0

Annual Goals: Public Service

Target Areas: CDBG Participating Cities and Unincorporated Areas of the County

Priority Needs Addressed: Mental Health Services

Goal Outcome Indicator: Six Clients

Phoenix Outreach Youth Fitness & Mentorship Program

Delivery of direct mentorship and training services for youth participating in the Phoenix Outreach program. The budget is structured around a rate of \$100 per hour, totaling 750 hours of service.

Funding Requested: \$75,000

Estimated Funding for FY26: \$0

Annual Goals: Public Service

Target Areas: City of Jarrell

Priority Needs Addressed: Public Service/Youth Services

Goal Outcome Indicator: 40-50 clients

Bluebonnet Trails Community Services Homeless Outreach, Prevention & Engagement (Project HOPE)

Provide wraparound supportive services to identified Williamson County residents to reduce homelessness and increase housing sustainability. Services include peer support and case management as well as collaboration with local law enforcement and non-profit organizations to receive referrals and coordinate housing. Funding to fund staff positions.

Funding Requested: \$326,730

Estimated Funding for FY26: \$0

Annual Goals: Public Service

Target Areas: CDBG Participating Cities and Unincorporated Areas of the County

Priority Needs Addressed: Homeless Services

Goal Outcome Indicator: 50 clients

Yesterday's Gone Housing Supplies

Provide housing supplies and essentials to Williamson County domestic violence victims - women (and their children) who are enrolled in the Yesterday's Gone transitional program. Funds will be used on items such as housing supplies (office, school, recreational, hygiene, laundry, housekeeping) and essentials such as towels, drinking glasses, dishes, eating utensils, cribs, and bedding.

Funding Requested: \$44,629

Estimated Funding for FY26: \$0

Annual Goals: Public Services/Victims of Domestic Violence

Target Areas: CDBG Participating Cities and Unincorporated Areas of the County

Priority Needs Addressed: Victims of Domestic Violence

Goal Outcome Indicator: 350 People

Carson Freeman Housing Stability Initiative

Directly subsidize housing access for residents of the Carson Freeman sober living facility. Specifically, these funds will cover the first month's rent for 15 residents (approximately \$1,000 per resident), ensuring immediate access to safe and sober housing upon completion of treatment.

Funding Requested: \$15,000

Estimated Funding for FY26: \$0

Annual Goals: Public Services/Non-homeless Special Needs

Target Areas: CDBG Participating Cities and Unincorporated Areas of the County

Priority Needs Addressed: Non-homeless Special Needs

Goal Outcome Indicator: 15 people

Liberty Hill Taylor Smith Drive Repaving Project

Project would provide (at minimum) an overlay of the existing roadway and install drainage appurtenances to the roadway to provide adequate drainage to the area and provide residents with adequate facilities to reach their homes. Project on Taylor Smith Drive in Liberty Hill.

Funding Requested: \$338,411

Estimated Funding for FY26: \$0

Annual Goals: Public Facilities and Infrastructure Improvements

Target Areas: Liberty Hill

Priority Needs Addressed: Improve Public Facilities/Infrastructure

Goal Outcome Indicator: 15 People

Project is ineligible based on census data and would require a door-to-door survey to confirm eligibility.

Jarrell Waterline Improvements

The proposed project will install approximately 5,157 linear feet of 8 inch. waterlines throughout the town center area of the city. This project will add a first-time service to approximately 300 connections, while completing a crucial portion of the infrastructure needed for connectivity to the system and increasing/providing adequate fire flow.

Funding Requested: \$711,666

Estimated Funding for FY26: \$0

Annual Goals: Public Facilities and Infrastructure Improvements

Target Areas: City of Jarrell

Priority Needs Addressed: Improve Public Facilities/Infrastructure

Project is ineligible based on census data and would require a door-to-door survey to confirm eligibility.

Projects that are Ineligible based on Location

Raise the BAR Fitness Jarrell Community Recreation Access Project

Planning, design, and construction of a publicly accessible walking and biking trail system within the project site. Funding will primarily support engineering, surveying, and permitting activities, as well as site preparation, clearing, grading, erosion control, and drainage improvements necessary to ensure safe and sustainable public access.

Funding Requested: \$225,000

Estimated Funding for FY26: \$0

Annual Goals: Public Facilities and Infrastructure Improvements

Target Areas: City of Jarrell

Priority Needs Addressed: Improve Public Facilities

Project does not meet required low-mod income requirement based on Census Data. Project is ineligible.

**Emergency Solutions Grant FY26
Recommended Project
Allocation \$193,368**

Bluebonnet Trails Community Services
Rapid Rehousing Program.
Estimated Funding for FY26: \$193,368

Past Performance as Reported in 2024 CAPER

City of Georgetown Home Repair Program

Activity 151

Project will assist approximately 7 eligible households who are in need of home repairs within Georgetown city limits. Homeowners will meet CDBG defined income qualifications. The program will be administered by Habitat for Humanity of Williamson County. Home repairs can include, but are not limited to, roofing, siding, weatherization (windows), energy efficiency/conservation (plumbing, electrical), accessibility and/or safety. Program is using previous year's funding.

FY24: \$50,000 (2.36% of allocation)

CDBG Funds Utilized to Date: \$0

Income Qualified Households

Georgetown Housing Authority Rehab Project

Activity 166

Electrical Upgrades are needed to bring Stonehaven, public housing electrical to code (52 Units).

Provide and install new meter bases, new meters, and new main disconnect switches at the service entry to each dwelling unit. Provide and install new copper ground wire and rod at each service to comply with current code.

Upgrade any existing ungrounded circuits to three-wire grounded circuits. Extend larger service wiring from new meter base to the existing location of the load center (breaker panel) inside the unit. Provide and install a new 100-amp (or larger) load center in units where there is presently a 70-amp load center, complete with all new circuit breakers for existing circuits. Install GFCI's. Replace riser pipes to meter cans.

Replacement of Exterior pad-mounted fused distribution panels.

The City of Georgetown owns the transformers, The Georgetown Housing Authority is responsible for the following: The exterior pad-mounted fused distribution panels adjacent to pad-mounted transformers are extremely weather worn with signs of interior and exterior cabinet rust and rusted bottoms. In addition, some of the conduits entering the panels on pad-mounted transformers and into metering enclosures were observed to be corroded and exposes conductors to unauthorized personnel.

The external metal service entrance conduits need to be grounded at the panels and conduit needs to be re-worked.

Project to be combined with 2025 allocation and begin in 2026.

FY24: \$440,158.00 (20.8% of allocation)

CDBG Funds Utilized to Date: \$0

100% Low-Mod

City of Georgetown Sidewalk Project

Activity 152

Sidewalk improvements to the Old Town Southwest area. Furnish and install concrete sidewalk consisting of approximately 23,260 linear feet of 5-foot-wide sidewalk measuring 4" thick. Project to begin early 2026.

FY24: \$240,000 (11.35% of allocation)

CDBG Funds Utilized to Date: \$0

Census Tract 214.02 (Block Group 4)

Percent Low-Mod: 100%

Percent Minority: 50.34%

Granger Housing Authority Plumbing

Activity 153

Rehabilitating and improving the condition of housing affordable to lower-income households through reconfiguring and replacing kitchen sink drains in each of 13 public housing units and bathtub drains in 26 public housing units. Project to begin in early 2026

FY24: \$62,500 (2.95% of allocation)

CDBG Funds Utilized to Date: \$0

100% Low-Mod

City of Granger Wastewater

Activity 154

Surveying, inspection, engineering design, and construction of approximately 1,000 linear feet of wastewater line to identify infiltration and inflow locations. Project to begin in early 2026.

FY24: \$81,000 (3.82% of allocation)

CDBG Funds Utilized to Date: \$0

Census Tract 213 (Block Groups 2 and 3)

Percent Low-Mod: 69.41%

Percent Minority: 42.73%

Habitat for Humanity of Williamson County Home Repair Program

Activity 155

Project will assist approximately 30 eligible households who are in need of home repairs within CDBG participating cities or the unincorporated areas of the County. Homeowners will meet CDBG defined income qualifications. Home repairs can include, but are not limited to, roofing, siding, weatherization (windows), energy efficiency/conservation (plumbing, electrical), accessibility and/or safety.

FY24: \$240,000 (11.35% of allocation)

CDBG Funds Utilized to Date: \$221,311.96

Income Qualified Households 20 Income Qualified Households

Hill Country Community Ministries/Social Service Rental and Utility Assistance

Activity 157

Rental and utility assistance to income qualified households. Program has begun assisting income qualified households.

FY24: \$25,000 (1.18% of allocation)

CDBG Funds Utilized to Date: \$0

Income Qualified Households

Williamson County Crisis Center dba Hope Alliance/Social Service to Victims of Domestic Violence

Activity 158

Hope Alliance is requesting funds to provide lifesaving support and intervention services in Williamson County.

Assistance to victims of family and sexual violence in breaking the cycles of abuse through individualized, trauma-informed, and hope-centered direct services. Services, offered at no cost, include Hotline Assistance, Crisis Chat, Crisis Intervention, Intake, Safety Planning, Court Accompaniment, Hospital Accompaniment, Law Enforcement Accompaniment, Legal Assistance, Peer Support, Adult Counseling, Child Counseling, Family Counseling, Support Groups, Therapeutic Group, Community Education, Expert Witness Testimony, and Nights of Safety, which provide food, clothing, toiletries, and transportation. Agreement is in place.

FY24: \$50,000 (2.36% of allocation)

CDBG Funds Utilized to Date: \$0

Limited Clientele

Impact Counseling Services/Social Service

Activity 156

To provide access to mental health services to students, families, and school staff during the school day. Students, families, and school staff will have access to licensed mental health professionals to support individual, group, and family counseling services, crisis support, case management, and psychiatry services. This is at no cost to the students, families, and staff. Program served 94 new clients and had 1022 encounters. This project is complete and is the final time it will be reported in a CAPER.

FY24: \$60,000 (2.84% of allocation)

CDBG Funds Utilized to Date: \$60,000

100% Low-Mod

Operation Liberty Hill/ Social Service Homeless Emergency Shelter

Activity 159

Temporarily house in local hotels (1-2 weeks depending on the situation) when the weather is extremely cold or extremely hot; for people living in a place not meant for human habitation; for people coming out of an emergency shelter; for people who need transitional or supportive housing for homeless persons who originally came from the streets or emergency shelters; for people who had been in any of the previous three places but is spending 30 days or less in a hospital or other institution; for people who are being evicted within a week from a private residence and they have nowhere else to go nor the resources or support to get housed; for people who are being discharged from an institution where they resided for more than 30 consecutive days and have nowhere else to go nor the resources or support to get housed; and, people fleeing a domestic violence situation with nowhere else to go nor the resources or support to get housed. Program assisted 17 clients, 15 of which are new clients.

FY24: \$20,000 (.95% of allocation)

CDBG Funds Utilized to Date: \$11,929

Limited Clientele

City of Taylor

Activity 160

The proposed water line improvements would replace existing undersized, 2-inch water mains, which do not meet current standards. These water mains also break often and require frequent repairs. The new line waterline will be approximately 1,100 linear feet (LF) of 8" waterline. The project would improve conditions to benefit households in the project vicinity, 5th and Murphy in Taylor TX. Engineering is complete, construction to begin in December 2025.

FY24: \$659,000 (31.15% of allocation)

CDBG Funds Utilized to Date: \$34,217.96

Census Tracts 210 (Block Group 1) and 211 (Block Group 1)

Percent Low-Mod: 81.66%

Percent Minority: 80.95%

Yesterday's Gone/Social Service to Victims of Domestic Violence

Activity 161

To provide medical and counseling support to abused and neglected victims of domestic violence in Williamson County, Texas. Specifically, CBDG funds are requested to provide Williamson County domestic violence victims – women and their children - with intake services, emergency counseling services including transportation to appointments, coaching, and referral coordination. Program assisted 90 new clients and had a total of 206 encounters. Program is complete and is the final time it will be reported in a CAPER.

FY24: \$20,000 (.95% of allocation)

CDBG Funds Utilized to Date: \$20,000

Limited Clientele

Program Administration

Activity 150

FY24: \$167,651 (7.9% of allocation)

CDBG Funds Utilized to Date: \$135,935.24

Previously Funded Projects

Jarrell Street Paving Project

Activity 145

Reconstruction of portions of N. 5th Street and W. Avenue A. The existing pavement will be replaced with a new pavement section for a total length of approximately 2,500 linear feet and include concrete ribbon curbs on both sides of the roads. Construction has begun and is expected to be completed early 2026.

FY23: \$503,833

CDBG Funds Utilized to Date: \$270,649.42

Census Tract 216.03 (Block Group 2)

Percent Low-Mod: 50.74%

Percent Minority: 5.3%

City of Granger Water System Improvements

Activity 134

Project to include the survey of water assets, modeling of water distribution system, and installation of 12-inch and 8-inch water lines. Delayed for Union Pacific Railroad approval of new bore location. This approval was granted, and project is underway. All CDBG funds have been utilized. Project will be closed upon completion.

FY22: \$96,000

FY23: \$370,365

CDBG Funds Utilized to Date: \$466,365

Census Tract 21 (Block Groups 2 and 3)

Percent Low-Mod: 50.50%

Percent Minority: 39.51%

City of Georgetown Home Repair Program

Activity 146

Project will assist approximately 23 eligible households who are in need of home repairs within Georgetown city limits. Homeowners will meet CDBG defined income qualifications. The program will be administered by Habitat for Humanity of Williamson County. Home repairs can include, but are not limited to, roofing, siding, weatherization (windows), energy efficiency/conservation (plumbing, electrical), accessibility and/or safety. Program is currently utilizing funds from previous years.

FY23: \$150,000

CDBG Funds Utilized to Date: \$0

Income Qualified Households

Habitat for Humanity of Williamson County Home Repair Program

Activity 137

Project will assist approximately 22 eligible households who are in need of home repairs within CDBG participating cities or the unincorporated areas of the County. Homeowners will meet CDBG defined income qualifications. Home repairs can include, but are not limited to, roofing, siding, weatherization (windows), energy efficiency/conservation (plumbing, electrical), accessibility and/or safety. Project assisted 20 income qualified households in FY23 and 7 additional households in FY24. This project is complete and is the final time it will be reported in a CAPER.

FY23: \$180,000

CDBG Funds Utilized to Date: \$179,999.59

Income Qualified Households

Helping Hands of Georgetown/Social Service Food Pantry

Activity 147

Food pantry services to qualified clients. Program assisted 905 individuals with food services. This is the final time this program will be reported in a CAPER.

FY23: \$25,000

CDBG Funds Utilized to Date: \$25,000

Limited Clientele, Location and Nature

Hutto Resource Center/ Social Service Food Pantry

Activity 142

Food pantry services to qualified clients. Program has served 3096 people with food in FY23 and an additional 2,435 in FY24. This is the final time this program will be reported in a CAPER.

FY23: \$32,900

CDBG Funds Utilized to Date: 32,900

Limited Clientele, Location and Nature

Operation Liberty Hill/ Social Service Homeless Emergency Shelter

Activity 144

Provide temporary housing in local motels for those experiencing homelessness during extreme weather. Thirty-three homeless individuals were assisted in FY23. Three additional individuals were assisted in FY24.

FY23: \$14,540

CDBG Funds Utilized to Date: 14,389.71

Limited Clientele, Location and Nature

Program Administration

Project is complete and will be the final time it is reported in a CAPER.

Activity 141

FY23: \$138,579

CDBG Funds Utilized to Date: \$138,579

City of Georgetown Home Repair Program

Activity 140

Project will assist approximately twenty eligible households who are in need of home repairs within Georgetown city limits, including the San Jose and TRG neighborhoods. Homeowners will meet CDBG defined income qualifications. The program will be administered by Habitat for Humanity of Williamson County. Home repairs can include, but are not limited to, roofing, siding, weatherization (windows), energy efficiency/conservation (plumbing, electrical), accessibility and/or safety. Program assisted three income eligible households in FY23 and twelve additional households in FY24.

FY22: \$150,000

CDBG Funds Utilized to Date: \$133,053.79

Income Qualified Households

Helping Hands of Georgetown/Social Service Food Pantry

Activity 143

Food pantry services to qualified clients. Program is underway and assisted 1051 clients with food services in FY23 and 800 clients in FY24. The program is complete and is the final time it will be reported in a CAPER.

FY22: \$30,000

CDBG Funds Utilized to Date: \$30,000

Limited Clientele, Location and Nature

Key2Free/Social Service Medical Services

Activity 136

Medical, psychiatric, therapeutic, case management and rental assistance for victims of human trafficking. Thirty-six victims were assisted in FY23. An additional twenty new clients were served with the program having 493 client encounters in FY24. The program is complete and is the final time it will be reported in a CAPER.

FY22: \$78,200

CDBG Funds Utilized to Date: \$78,200

Limited Clientele

Impact Counseling Services/Social Service

Activity 138

Provide individual and group therapy, small and large group presentations, crises intervention, psychiatric care, medication monitoring and family therapy to participating schools in Eastern Williamson County. Funding will allow the program to maintain and potentially increase the number of clients served. Program under new management and is underway and has served 124 new clients. An additional four new clients were served with the program having 20 total client encounters in FY24. The program is complete and is the final time it will be reported in a CAPER.

FY22: \$50,000

CDBG Funds Utilized to Date: \$50,000

Limited Clientele

Georgetown 21st Street Project

Activity 113

Design and construct a water and wastewater line for Shepherd's Village, a 12 unit condominium development of homes located at 502 W 21st Street, Georgetown to be sold to potential homeowners earning between 60 to 80% of the Area Median Income. Infrastructure of site is complete. Habitat and Georgetown are working to complete and approve site development plan. Construction of six duplexes (12 units) to begin in January 2025 and take approximately three years to complete. All funds have been utilized.

FY20: \$97,000

FY22: \$121,712

CDBG Funds Utilized to Date: \$218,712

Income Qualified Households

Habitat for Humanity 21st Street Project

Activity 112

Site development engineering and architectural design and construction documents for the development of 6-12 for sale workforce units developed at 502 W. 21st Street, Georgetown TX. Infrastructure of site is complete. Habitat and Georgetown are working to complete and approve site development plan. Construction of six duplexes (12 units) to begin in January 2025 and take approximately three years to complete. All funds have been utilized.

FY20: \$133,500

CDBG Funds Utilized to Date: \$133,500

Income Qualified Households

Granger Housing Authority Rehab

Activity 148

Electrical and furnace improvements to support central air conditioning installation. Project located at the Granger Housing Authority. Project is complete. Eighteen public housing units have been rehabbed with updated systems. This is the final time this project will be reported in a CAPER.

FY22: \$121,330

CDBG Funds Utilized to Date: \$121,300

100% Low Mod

Jarrell Water System Improvements

Activity 149

Installation of up to 2,100 linear feet of 16-in PVC C900 water line, 4 fire hydrants, and 2 gate valves. The service area is residences along CR 305, bounded by CR 307 to the east and up to CR 396 to the west, including the Double Creek Estates subdivision and Jarrell Memorial Park in Jarrell TX. Project is complete. This is the final time the project will be reported in a CAPER.

FY22: \$543,826.90

CDBG Funds Utilized to Date: \$366,140.90

Census Tract 216.03 (Block Group 2)

Percent Low-Mod: 50.74%

Percent Minority: 25.3%

Granger Colorado Street Wastewater Line Replacement

Activity 89

Replacement of existing 8 inch clay wastewater line with new PVC wastewater line and associated manholes. Project to include the repair of asphalt streets and concrete sidewalks and will take place on Colorado Street south of FM917 to East Mesquite, Colorado Street north of FM971 to East Ash, east on East Ash Street to North Alligator Road, north on Mustang Street from East Ash Street to before East Walnut. Engineering funded in 2018 is complete. Construction portion of the project was funded in 2021. This project is being combined with a larger ARPA funded project. Final environmental reviews and requirements are complete. Construction expected to begin in late 2025 with completion in 2026.

FY21: \$344,050

CDBG Funds Utilized to Date: \$55,400

Census Tract 213 (Block Groups 2 and 3)

Percent Low-Mod: 50.50%

Percent Minority: 39.51%

City of Granger Sewer Project

Activity 80

Replacement of existing lift station located on Roswell Avenue with a prepackaged lift station. Project will include replacement of force main and gravity line relocation, and associated project incidentals. Engineering for the project is complete. Easement documentation and engineering is complete. Due to unexpected costs incurred by the City of Granger caused by a major water leak, the original design of the project had to be redesigned and rebid. Project is underway. This project is being combined with a larger ARPA funded project. Final environmental reviews and requirements are complete. Construction expected to begin in late 2025 with completion in 2026.

FY17: \$294,350

CDBG Funds Utilized to Date: \$251,775

Census Tract 213 (Block Groups 2 and 3)

Percent Low-Mod: 49.83%

Percent Minority: 39.51%

Crisis Center

Activity 165

Counseling services for victims of family or sexual violence. In FY 24, 23 new clients were served with 295 encounters. This project is complete and will be the final time it is reported in a CAPER.

FY20: \$22,134

CDBG Funds Utilized to Date: \$22,134

Limited Clientele, Victims of Domestic Violence

**Williamson County CDBG-CV CARES Funding
\$939,026 and \$1,343,984**

Taylor Water Project/Repair Water lines: \$800,000
Activity 129

Tieback: Acquisition, construction, reconstruction or installation of public works, facilities and site or other improvements. Construct a public improvement, such as extending broadband infrastructure in an underserved area or reconstructing degraded water lines, to support tele-school and telemedicine and to ensure potable water to homes, schools, and health providers.

First portion of the project is complete. Remaining funds will be utilized in second phase.

CDBG Funds Utilized to Date: \$637,357.32

Habitat for Humanity/Land Acquisition to build affordable housing: \$636,000
Activity 126

Tieback: Acquisition of property for housing. Respond to residential over-crowding associated with coronavirus spread and with more severe coronavirus disease and poorer post-COVID health outcomes by acquiring property for new construction of affordable housing funded from another source. Two lots have been purchased for affordable housing. Remaining funds have been reallocated to Shepards Village Project.

CDBG Funds Utilized to Date: \$352,795.26

Sacred Heart/Medical care for low income: \$640,000
Activity 125

Tieback: Provide testing, diagnosis, vaccination, or other health services to low/mod person at a mobile location. The clinic provided 1,011 appointments for low-income individuals throughout the County in FY21. In FY22, 83 new patients were assisted and 1403 appointments were provided to new and established patients. In FY23, 46 new patients were served and 648 visits from new and existing patients. In FY24 13 new patients were served and the program provided 1697 services to income qualified patients.

CDBG Funds Utilized to Date: \$564,680.75

Program Administration: \$50,010
Activity 128

CDBG Funds Utilized to Date: \$12,368.41

Remaining funds have been reallocated to Shepards Village Project. This is the final time this activity will be reported in a CAPER.

Habitat for Humanity Shepards Village/Infrastructure for affordable housing CV Funds: \$334,011.55
Activity 164

Tieback: Acquisition, construction, reconstruction or installation of public works, facilities and site or other improvements. Construct a public improvement, such as extending broadband infrastructure in an underserved area or reconstructing degraded water lines, to support tele-school and telemedicine and to ensure potable water to homes, schools, and health providers.

CDBG Funds Utilized to Date: \$229,565.89

Previously Funded Projects

Jarrell Street Paving Project

Activity 145

Reconstruction of portions of N. 5th Street and W. Avenue A. The existing pavement will be replaced with a new pavement section for a total length of approximately 2,500 linear feet and include concrete ribbon curbs on both sides of the roads.

FY23: \$503,833 (27% of allocation)

CDBG Funds Utilized to Date: \$0

Census Tract 216.03 (Block Group 2)

Percent Low-Mod: 50.74%

Percent Minority: 25.3%

City of Granger Water System Improvements

Activity 134

Project to include the survey of water assets, modeling of water distribution system, and installation of 12-inch and 8-inch water lines. Locations within Granger to be determined. Project is underway.

FY22: \$96,000

FY23: \$370,365 (20% of allocation)

CDBG Funds Utilized to Date: \$168,810

Census Tract 213 (Block Groups 2 and 3)

Percent Low-Mod: 50.50%

Percent Minority: 39.51%

City of Georgetown Home Repair Program

Activity 134

Project will assist approximately 23 eligible households who are in need of home repairs within Georgetown city limits. Homeowners will meet CDBG defined income qualifications. The program will be administered by Habitat for Humanity of Williamson County. Home repairs can include, but are not limited to, roofing, siding, weatherization (windows), energy efficiency/conservation (plumbing, electrical), accessibility and/or safety. Project is currently utilizing funds from previous years.

FY23: \$150,000 (8% of allocation)

CDBG Funds Utilized to Date: \$0

Income Qualified Households

Habitat for Humanity of Williamson County Home Repair Program

Activity 137

Project will assist approximately 22 eligible households who are in need of home repairs within CDBG participating cities or the unincorporated areas of the County. Homeowners will meet CDBG defined income qualifications. Home repairs can include, but are not limited to, roofing, siding, weatherization (windows), energy efficiency/conservation (plumbing, electrical), accessibility and/or safety. Project assisted 20 income qualified households to date.

FY23: \$180,000 (9% of allocation)

CDBG Funds Utilized to Date: \$165,425.58

Income Qualified Households

City of Liberty Hill Sidewalks Project

Installation of sidewalks with associated drainage and ADA compliance activities along Fallwell St, Stubblefield Lane and Myrtle Lane completing a loop for safe nonmotorized travel for the citizens of Liberty Hill. The loop will continue the City's program of providing a walking system for the City. This loop will connect Main Street with the Food Truck Park and an apartment complex as well as a number of residents in the older area of town. City has requested funds be reallocated to another project. This process will be completed in 2025.

FY23: \$429,435 (23% of allocation)

CDBG Funds Utilized to Date: \$0 (funds to be reallocated)

Location To Be Determined

Helping Hands of Georgetown/Social Service Food Pantry

Activity 147

Food pantry services to qualified clients. Program is utilizing funds from previous year.

FY23: \$25,000 (2% of allocation)

CDBG Funds Utilized to Date: \$0

Limited Clientele, Location and Nature

Hutto Resource Center/ Social Service Food Pantry

Activity 142

Food pantry services to qualified clients. Program has served 3096 people with food.

FY23: \$32,900 (2% of allocation)

CDBG Funds Utilized to Date: 12,552.25

Limited Clientele, Location and Nature

Operation Liberty Hill/ Social Service Homeless Emergency Shelter

Activity 144

Provide temporary housing in local motels for those experiencing homelessness during extreme weather. Thirty-three homeless individuals were assisted.

FY23: \$14,540 (.01% of allocation)

CDBG Funds Utilized to Date: 12,153.98

Limited Clientele, Location and Nature

Program Administration

Activity 141

FY23: \$138,579 (8% of allocation)

CDBG Funds Utilized to Date: \$107,261.36

City of Georgetown Home Repair Program

Activity 140

Project will assist approximately twenty eligible households who are in need of home repairs within Georgetown city limits, including the San Jose and TRG neighborhoods. Homeowners will meet CDBG defined income qualifications. The program will be administered by Habitat for Humanity of Williamson County. Home repairs can include, but are not limited to, roofing, siding, weatherization (windows), energy efficiency/conservation (plumbing, electrical), accessibility and/or safety. Program has assisted three income eligible households.

FY22: \$150,000

CDBG Funds Utilized to Date: \$64,343.51

Income Qualified Households

Helping Hands of Georgetown/Social Service Food Pantry

Activity 143

Food pantry services to qualified clients. Program is underway and has assisted 1051 clients with food services.

FY22: \$30,000

CDBG Funds Utilized to Date: \$26,333.78

Limited Clientele, Location and Nature

Key2Free/Social Service Medical Services

Activity 136

Medical, psychiatric, therapeutic, case management and rental assistance for victims of human trafficking. Thirty-six victims assisted.

FY22: \$78,200

CDBG Funds Utilized to Date: \$29,545.81

Limited Clientele

Impact Counseling Services/Social Service

Activity 138

Provide individual and group therapy, small and large group presentations, crises intervention, psychiatric care, medication monitoring and family therapy to participating schools in Eastern Williamson County. Funding will allow the program to maintain and potentially increase the number of clients served. Program under new management and is underway and has served 124 new clients.

FY22: \$50,000

CDBG Funds Utilized to Date: \$48,691

Limited Clientele

Georgetown 21st Street Project

Activity 113

Design and construct a water and wastewater line for Shepherd's Village, a 12 unit condominium development of homes located at 502 W 21st Street, Georgetown to be sold to potential homeowner's earning between 60 to 80% of the Area Median Income. Infrastructure of site is complete. Habitat and Georgetown are working to complete and approve site development plan. Construction of six duplexes (12 units) to begin in January 2025 and take approximately three years to complete.

FY20: \$97,000

FY22: \$121,712

CDBG Funds Utilized to Date: \$218,712

Income Qualified Households

Habitat for Humanity 21st Street Project

Activity 112

Accomplishments: Site development engineering and architectural design and construction documents for the development of 6-12 for sale workforce units developed at 502 W. 21st Street, Georgetown TX. . Infrastructure of site is complete. Habitat and Georgetown are working to complete and approve site development plan. Construction of six duplexes (12 units) to begin in January 2025 and take approximately three years to complete.

FY20 \$133,500

CDBG Funds Utilized to Date: \$133,500

Income Qualified Households

Granger Housing Authority Rehab

Electrical and furnace improvements to support central air conditioning installation. Project located at the Granger Housing Authority. Project bid was significantly over budget. Project will be rebid.

Expected to be completed in 2025.

FY22: \$121,330

CDBG Funds Utilized to Date: \$0

100% Low Mod

Jarrell Water System Improvements

Installation of up to 2,100 linear feet of 16-in PVC C900 water line, 4 fire hydrants, and 2 gate valves. The service area is residences along CR 305, bounded by CR 307 to the east and up to CR 396 to the west, including the Double Creek Estates subdivision and Jarrell Memorial Park in Jarrell TX. Project will combine funds with remaining funds from a completed CDBG project. Agreements will be executed in December 2024. Project expected to be completed in 2025.

FY22: \$347,195

CDBG Funds Utilized to Date: \$0

Census Tract 216.03 (Block Group 2)

Percent Low-Mod: 50.74%

Percent Minority: 25.3%

Program Administration

Activity 133

FY22: \$218,000

CDBG Funds Utilized to Date: \$218,000

Granger Colorado Street Wastewater Line Replacement

Activity 89

Replacement of existing 8 inch clay wastewater line with new PVC wastewater line and associated manholes. Project to include the repair of asphalt streets and concrete sidewalks and will take place on Colorado Street south of FM917 to East Mesquite, Colorado Street north of FM971 to East Ash, east on East Ash Street to North Alligator Road, north on Mustang Street from East Ash Street to before East Walnut. Engineering funded in 2018 is complete. Construction portion of the project was funded in 2021. This project is being combined with a larger ARPA funded project. Final environmental reviews and requirements are complete. Construction is underway and expected to be completed in 2025.

FY18 \$55,400

FY21 \$344,050

CDBG Funds Utilized to Date: \$55,400

Census Tract 213 (Block Groups 2 and 3)

Percent Low-Mod: 50.50%

Percent Minority: 39.51%

City of Granger Sewer Project

Activity 80

Replacement of existing lift station located on Roswell Avenue with a prepackaged lift station. Project will include replacement of force main and gravity line relocation, and associated project incidentals. Engineering for the project is complete. Easement documentation and engineering is complete. Due to unexpected costs incurred by the City of Granger caused by a major water leak, the original design of the project had to be redesigned and rebid. Project is underway. This project is being combined with a larger ARPA funded project. Final environmental reviews and requirements are complete.

FY17 \$294,350

CDBG Funds Utilized to Date: \$44,501.31

Census Tract 213 (Block Groups 2 and 3)

Percent Low-Mod: 49.83%

Percent Minority: 39.51%

Liberty Hill Sidewalk Project

Activity 131

Design and installation of approximately 5800 linear feet of sidewalk with ADA accessible curb ramps at street intersections, and erosion and sedimentation control during and immediately after construction. Project will also include approximately 3600 linear feet of drainage improvements to mitigate existing drainage issues. Project will be located on portions of Hillcrest Lane and Loop 332 and on Lynn Lane, Panther Path and Barrington Drive. Delayed due to new city management for this project. City has requested funding be reallocated to another project. This process will take place in 2025.

FY21 \$488,000

CDBG Funds Utilized to Date: \$0

Location To Be Determined

Williamson County CDBG-CV CARES Funding

\$939,026 and \$1,343,984

Taylor Water Project/Repair Water lines: \$800,000

Activity 129

Tieback: Acquisition, construction, reconstruction or installation of public works, facilities and site or other improvements. Construct a public improvement, such as extending broadband infrastructure in an underserved area or reconstructing degraded water lines, to support tele-school and telemedicine and to ensure potable water to homes, schools, and health providers. First portion of the project is complete. Remaining funds will be utilized in second phase. CDBG Funds Utilized to Date: \$637,357.32

Habitat for Humanity/Land Acquisition to build affordable housing: \$636,000

Activity 126

Tieback: Acquisition of property for housing. Respond to residential over-crowding associated with coronavirus spread and with more severe coronavirus disease and poorer post-COVID health outcomes by acquiring property for new construction of affordable housing funded from another source. Two have been purchased for affordable housing. Remaining funds have been reallocated to housing rehab. CDBG Funds Utilized to Date: \$352,795.26

Sacred Heart/Medical care for low income: \$640,000

Tieback: Provide testing, diagnosis, vaccination, or other health services to low/mod person at a mobile location. The clinic has provided 1,011 appointments for low-income individuals throughout the County in FY21. In FY22, 83 new patients were assisted and 1403 appointments were provided to new and established patients. In FY23, 46 new patients were served and 648 visits from new and existing clients. CDBG Funds Utilized to Date: \$345,767.75

Program Administration: \$50,010

CDBG Funds Utilized to Date: \$12,368.41

Remaining funds have been reallocated to housing rehab

Williamson County Emergency Solutions Grant Written Standards

Williamson County

Emergency Solutions Grant Written Standards

Mission Statement

Provide excellent customer service while executing strategic, financially sustainable core services that promote a healthy, safe and prosperous county.

Background and Purpose

As required by 24.CFR 576.400 (e), **Williamson County** has developed the following written standards for assisting with Emergency Solutions Grants (ESG) funding.

The purpose of **Williamson County's** written standards is to establish guidelines for administering the Department of Housing and Urban Development (HUD) Emergency Solutions Grant (ESG) program. The Written Standards provide guidance for admission to and continued participation in the agency's Emergency Solutions Grant program. To the extent an issue is not otherwise explained in **Williamson County's** Written Standards, the Emergency Solutions Grant regulations.

Bluebonnet Trails Community Services is a provider of services to prevent and end homelessness for persons in Williamson County. Strategies and programs assist residents who are at risk of becoming homeless or who are experiencing homelessness. Programs include the following:

- Rapid Re-Housing Activities to assist individuals and families who are literally homeless

Anti-Discrimination and Equal Access

Bluebonnet Trails Community Services (BTCS) as an ESG subrecipient and shall not discriminate based on any protected characteristic, including race, color, national origin, religion, sex, familial status, disability, age, or gender, nor based on LGBTQ status or marital status

On September 21, 2016, HUD published a final rule in the Federal Register entitled "Equal Access in Accordance with an Individual's Gender Identity in Community Planning and Development Programs." Through this final rule, HUD ensures equal access to individuals in accordance with their gender identity in programs and shelters funded under programs administered by HUD's Office of Community Planning and Development (CPD). This rule builds upon HUD's February 2012 final rule entitled "Equal Access to Housing in HUD Programs Regardless of Sexual Orientation or Gender Identity" (2012 Equal Access Rule), which aimed to ensure that HUD's housing programs would be open to all eligible individuals and families regardless of sexual orientation, gender identity, or marital status. The final rule requires that recipients and subrecipients of CPD funding, as well as owners, operators, and managers of shelters, and other buildings and facilities and providers of services funded in whole or in part by any CPD program to grant equal access to such facilities, and other buildings and facilities, benefits, accommodations and services to individuals in accordance with the individual's gender identity, and in a manner that affords equal access to the individual's family.

A shelter or housing program may limit assistance to households with children but it may not limit assistance to only women with children. To comply with the Equal Access rule the shelter/program must also serve 1) single male head of household with minor child (ren); and 2) any household made up of two or more adults, regardless of sexual orientation, marital status, or gender identity, presenting with minor child (ren).¹

Furthermore, **BTCS** complies with the Texas Homeless Networks' Anti-Discrimination and Equal Access Policy as an agency operating within the Texas Balance of State Continuum of Care.

Affirmative Outreach

BTCS makes known that use of the facilities, assistance, and services are available to all on a nondiscriminatory basis and must take appropriate steps to ensure effective communication with persons with disabilities. Affirmative outreach activities at

BTCS include but are not limited to:

- (a) Marketing programs to groups living in or receiving services in your service area that are under-represented as shown by your program data, <https://www.hudexchange.info/faqs/1529/how-is-the-definition-of-family-that-was-included>
- (b) Creating partnerships with community-based agencies or non-profits that work with underrepresented and non-majority groups in your service area, and
- (c) Translating documents advertising assistance, services, and contact information into other languages prevalent in the community.

BTCS follows all the requirements outlined in 24 CFR §576.407(b).

Reasonable Accommodations

BTCS as an ESG subrecipient shall not discriminate based on a disability

BTCS will not deny qualified individuals the opportunity to participate in the ESG program and will not deny access to ESG assistance because of physical barriers.

BTCS Reasonable Accommodations process includes the following:

1. An individual with a disability requests verbally or in writing an accommodation related to their disability.
 - a. The accommodation can be requested for a program policy, practice, or procedure.
2. **BTCS** reviews the request and makes reasonable accommodation.
 - a. If request represents a fundamental alteration of the nature of the program or service or an undue financial or administrative burden it is not reasonable.
3. If accepted, the reasonable accommodation is made at **BTCS** expense. If denied, alternatives must be discussed with the requestor.
4. **BTCS** will respond to reasonable accommodations requests within a reasonable amount of time, not to exceed 14 calendar days.

Language Access Plan

BTCS will ensure continued responsiveness to community needs and compliance with Executive Order 13166 (which may be found at <http://www.justice.gov/crt/about/cor/Pubs/eolep.php>), interpreting Title VI of the Civil Rights Act of 1964.

Essential Elements to BTCS ESG Project Component Housing First

BTCS utilizes a Housing First approach to quickly and successfully connect individuals and families experiencing homelessness to permanent housing without preconditions and barriers to entry, such as sobriety, treatment, or service participation requirements. Supportive services are offered to maximize housing stability and prevent returns to homelessness as opposed to addressing predetermined treatment goals before permanent housing entry.

- **Access Standard 1: BTCS** ESG Funded projects are low barrier and admission to projects is not contingent on pre-requisites such as abstinence of substances, minimum income requirements, health or mental health history, medication adherence, age, criminal justice history, financial history, completion of treatment, participation in services, "housing readiness," history or occurrence of victimization, a survivor of sexual assault or an affiliated person of such a survivor or other unnecessary conditions unless required by law or funding source.
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- **Access Standard 2: BTCS** ESG Funded projects do not deny assistance for unnecessary reasons. Procedures and oversight demonstrate that staff does everything possible to avoid denying assistance or rejecting an individual or family for the reasons listed in Access Standard #1.
- **Access Standard 3: BTCS** ESG Funded projects are accessible regardless of sexual orientation, gender identity, or marital status. Equal access is provided in accordance with the 2012 and 2016 Equal Access Rules, meaning that any project funded by HUD must ensure equal access for persons regardless of one's sexual orientation or marital status, and in accordance with one's gender identity. Adult-only households, regardless of marital status, will have equal access to projects. Equal Access Rules can be accessed here: <https://www.hudexchange.info/resource/1991/equal-access-to-housing-final-rule/>

- **Access Standard 4: BTCS** ESG Funded projects are expedited with speed and efficiency. ESG Funded projects have expedited admission processes, to the greatest extent possible, including helping participants obtain the documentation required by funding sources, as well as processes to admit participants regardless of the status of their eligibility documentation whenever applicable.
- **Access Standard 5: BTCS** ESG Funded Projects have an Intake Process which are person-centered and flexible. Intake and assessment procedures are focused on the individual's or family's strengths, needs, and preferences. Projects do not require specific appointment times but have flexible intake schedules that ensure access to all households. Assessments are focused on identifying household strengths, resources, as well as identifying barriers to housing that can inform the basis of a housing plan as soon as a person is enrolled in the project.
- **Access Standard 6: BTCS** ESG Funded Projects accepts and makes referrals directly through Coordinated Entry. BTCS ESG Funded Projects actively participate in the CoC-designated Coordinated Entry processes as part of streamlined community-wide system access and triage. **If these processes are not yet implemented, projects follow communities' existing referral processes.** Referrals from Coordinated Entry are rarely rejected, and only if there is a history of violence, the participant does not want to be in the project, there are legally valid grounds (such as restrictions regarding sex offenders), or some other exceptional circumstance that is well documented.
- **Access Standard 7: BTCS** ensures that exits to homelessness are avoided. In instances when **BTCS** can no longer serve particular households **BTCS** utilizes the coordinated entry process, or the communities' existing referral processes if coordinated entry processes are not yet implemented, to ensure that those individuals and families have access to other housing and services as desired, and do not become disconnected from services and housing. Households encounter these exits under certain circumstances, such as if they demonstrate violent or harassing behaviors, which are described within **BTCS** ESG Regulation Policies.

- **Participant Standard 1: BTCS** ensures that participant education is ongoing. Project participants receive ongoing education on Housing First principles as well as other service models employed in the project. At the beginning of and throughout the tenancy, participants are informed about their full rights and responsibilities as leaseholders, including the potential causes for eviction.
- **Participant Standard 2: BTCS** ensures that participants in ESG funded projects create regular, formal opportunities for participants to offer input. Input is welcomed regarding **BTCS** policies, processes, procedures, and practices. Opportunities include involvement in quality assurance and evaluation processes, a participant leadership/advisory board, processes to formally communicate with landlords, the design of and participation in surveys and focus groups, planning social gatherings, integrating peer specialists and peer-facilitated support groups to compliment professional services.

Housing-Focused Case Management and Services

While project participants' participation in case management and services is voluntary, case Managers at BTCS should show due diligence efforts to meet with participant households at least once per month and should assertively engage clients whenever possible. Services and case management will be focused on obtaining/retaining housing.

Case management/services provided to households will include case managers providing services including but not limited to:

- Help create housing stabilization plans with participant households
- Help households to identify and select a permanent housing option of their choice based on their unique needs, preferences, and financial resources
- Help households address issues that may impede access to housing, such as credit history, arrears, and legal issues
- Help households negotiate manageable and appropriate lease agreements with Landlords.
- Make appropriate and time-limited services and supports available to families and individuals to allow them to stabilize quickly in permanent housing
- Monitor participants' housing stability and be available to resolve crises during program enrollment
- Provide or assist the household with connections to resources that help them improve their safety and well-being and achieve their long-term goals. This includes providing or ensuring that the household has access to resources related to benefits, employment, and community-based services, if

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needed/appropriate so that they can sustain rent payments independently when rental assistance ends

- o Ensure that services provided are participant-directed, respectful of individuals' right to self-determination, and voluntary. Unless basic, project-related case management is required by statute or regulation, participation in services should not be required to receive RRH assistance.

Coordinated Entry

Currently, there is no Coordinated Entry for Williamson County. BTCS will utilize entry standards and procedures identified in the written standards under Rapid Rehousing.

Protection for Victims of Domestic Violence, Dating Violence, Sexual Assault or Stalking.

The core statutory protections of the Violence Against Women Act (VAWA) that prohibit denial or termination of assistance or eviction solely because an applicant or tenant is a victim of domestic violence, dating violence, sexual assault, or stalking applied upon enactment of VAWA 2013 on March 7, 2013. The VAWA regulatory requirements under 24 CFR part 5, subpart L, as supplemented by this section, apply to all eligibility and termination decisions that are made with respect to ESG rental assistance on or after December 16, 2016. The recipient must ensure that the requirements under 24 CFR part 5, subpart L, are included or incorporated into rental assistance agreements and leases as provided in § 576.106(e) and (g). The ESG program must comply with 24 CFR §576.409 regarding determining program participant eligibility for protection under VAWA, notification of landlords, emergency transfer plans, and other requirements contained in the statute.

BTCS will present The "Notice of Occupancy Rights under the Violence Against Women Act" based on HUD form 5380, and the "Certification of Domestic Violence, Dating Violence, Sexual Assault, or Stalking," HUD form 5382, in all of the following instances:

1. All applicants for short- and medium-term rental assistance at the time of admittance or denial;
2. Program Participants of short- and medium-term rental assistance before the execution of a Rental Assistance Agreement;
3. Program Participants of short- and medium-term rental assistance with any notification of eviction or notification of termination of assistance;
4. Program Participants of short- and medium-term rental assistance either during an annual recertification or lease renewal process, whichever is applicable.

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While it is not optional to provide the two forms listed above, it is optional to **complete** HUD form 5382. HUD form 5382 should be completed if the applicant or Program Participants are seeking VAWA protections.

BTCS will also have participants sign the Violence Against Women Act Notification Certification Form.

ESG Minimum Habitability Standards for Emergency Shelters and Permanent Housing

The Emergency Solutions Grants (ESG) Program interim rule, at [24 CFR 576.403](#), establishes minimum standards for safety, sanitation, and privacy in emergency shelters funded with ESG, and minimum habitability standards for permanent housing funded under the Rapid Re-housing and Homelessness Prevention components of ESG. **BTCS** uses the [ESG Minimum Habitability Standards for Emergency Shelters and Permanent Housing: Checklists](#) to ensure safety, sanitation, and privacy.

Lead-Based Paint

The lead-based paint requirements exist to protect vulnerable families from potential health hazards. To prevent lead poisoning in young children, **BTCS must** comply with the Lead- Based Paint Poisoning Prevention Act of 1973 and its applicable regulations found at 24 CFR 35, Parts A, B, H, J, K, M, and R. Under ESG, the lead requirements apply regardless of whether a household is remaining in an existing unit or moving to a new unit. The visual assessment must be completed before ESG assistance being provided, and annually thereafter. **BTCS is** responsible for ensuring that property owners and managers meet the lead-based paint requirements. [Lead-Based Paint Regulations - HUD Exchange](#)

Emergency Solutions Grant Program Components and Eligibility

Rapid Re-Housing

Rapid Re-housing Purpose

To serve individuals and families who are experiencing homelessness, move them as quickly as possible in permanent housing, and achieve stability. ESG funds may be used to provide housing relocation and stabilization services and short- and/or medium-term rental assistance as necessary to help a homeless individual or family move as quickly as possible into permanent housing and achieve stability in that housing. This assistance referred to as rapid re-housing assistance, may be provided to program participants who meet the criteria under paragraph (1) of the “homeless” definition in § 576.2 or who meet the criteria under paragraph (4) of the “homeless” definition and live in an emergency shelter or other place described in paragraph (1) of the “homeless” definition.

Rapid Re-housing Eligibility

All Program Participants will be evaluated at program entry for eligibility based on the following criteria. **Bluebonnet Trails Community Services (BTCS)** uses the Intake in the Appendices to determine eligibility and homeless status.

For Rapid Re-Housing: Participants must qualify as homeless under paragraph (1) of the “homeless” definition in § 576.2 or who meet the criteria under paragraph (4) of the “homeless” definition and live in an emergency shelter or other place described in paragraph (1) of the “homeless” definition.

- Homeless means:
 1. An individual or family who lacks a fixed, regular, and adequate nighttime residence, meaning:
 - I. An individual or family with a primary nighttime residence that is a public or private place not designed for or ordinarily used as regular sleeping accommodation for human beings, including a car, park, abandoned building, bus or train station, airport, or camping ground;
 - II. An individual or family living in a supervised publicly or privately operated shelter designated to provide temporary living arrangements (including congregate shelters, transitional housing, and hotels and motels paid for by charitable organizations or by federal, state, or local government programs for low-income individuals); or
 - III. An individual who is exiting an institution where he or she resided for 90 days or less and who resided in an emergency

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shelter or place not meant for human habitation immediately before entering that institution; attempting to flee domestic violence and has no other residence and lacks the resources or support networks to obtain other permanent housing.

OR

2. Any individual or family who:
 - I. Is experiencing trauma or a lack of safety related to, or fleeing, or is attempting to flee, domestic violence, dating violence, sexual assault, stalking, or other dangerous or life-threatening conditions related to the violence against the individual or a family member in the individual's or family's current housing situation, including where the health and safety of children are jeopardized;
 - II. Has no other safe residence; and
 - III. Lacks the resources to obtain other safe permanent housing

AND

- Live in an emergency shelter or other place described in paragraph (1) of the "homeless" definition including:
 - A public or private place not designed for or ordinarily used as regular sleeping accommodation for human beings,
 - a car,
 - park
 - abandoned building,
 - bus or train station,
 - airport,
 - or camping ground;
 - An individual or family living in a supervised publicly or privately operated shelter designated to provide temporary living arrangements (including congregate shelters, transitional housing, and hotels and motels paid for by charitable organizations or by federal, state, or local government programs for low-income individuals)
 - Or an individual who is exiting an institution where he or she resided for 90 days or less and who resided in an emergency shelter or place not meant for human habitation immediately before entering that institution;

Rapid Re-housing Priority Population

Targeting Rapid Re-housing Assistance: The TX BoS CoC has a standardized assessment tool which all ESG Program-funded Rapid Re-housing utilize, The VI-SPDAT and F-VI-SPDAT. **BTCS will utilize the VI-SPDAT and F-VI-SPDAT and program participants** with the highest needs based on VI-SPDAT and F-VI-SPDAT assessment tool will be prioritized. This ensures that households with the highest service needs are served before households with lower service needs.

Rapid Re-housing Entry Procedures

In the TX BoS CoC, ESG Program-funded Rapid Re-Housing projects must participate in the local Coordinated Entry (CE) process where a CE process is established. As there is no CE in Williamson County, BTCS will develop its own entry process. BTCS connects households who are literally homeless or fleeing or attempting to flee domestic violence to the local resources, and will incorporate Rapid Re-Housing into the referral options provided.

Rapid Re-housing Housing Relocation and Stabilization Services

a. Financial assistance costs

Subject to the general conditions under [§ 576.104](#), **BTCS** ESG funds may be used to pay housing owners, utility companies, and other third parties for the following costs:

- (1) Rental application fees
 - Amounts offered for Rental Application fees: **BTCS** will pay the rental housing application fee that is charged by the owner to all applicants per §576.105(a)(1).
- (2) Security deposits
 - Amounts offered for Security Deposits: **BTCS** will pay the security deposit that is equal to no more than 2 months' rent per §576.105(a)(2).
- (3) Last month's rent
 - Amounts offered for Last month's rent: If necessary to obtain housing for a program participant, the last month's rent may be paid by **BTCS** to the owner of that housing at the time the owner is paid the security deposit and the first month's rent. This assistance **must not exceed** one month's rent and must be included in calculating the program participant's total rental assistance, which cannot exceed 24 months during any 3-year period for ESG Annual Funding per § 576.105(a)(3).
- (4) Utility deposits
 - Amounts offered for Utility Deposits: **BTCS** will pay the standard utility deposit required by the utility company for all customers for the utilities listed in paragraph (5) of this section.
- (5) Utility payments
 - **BTCS** may pay for up to 24 months of utility payments per program participant, per service, including up to 6 months of utility payments in arrears. A partial payment of a utility bill counts as one month. This assistance may only be provided if the program participant or a member of the same household has an account in his or her name with a utility company or proof of responsibility to make utility payments. Eligible utility services are gas, electric, water, and sewage. No program participant shall receive more than 24 months of utility assistance within any 3 years.
- (6) Moving costs
 - **BTCS** may pay for moving costs, such as truck rental or hiring a moving company. This assistance may include payment of

temporary storage fees for up to 3 months, provided that the fees are accrued after the date the program participant begins receiving assistance under paragraph (b) of this section and before the program participant moves into permanent housing. Payment of temporary storage fees in arrears is not eligible.

(7) If a program participant receiving short- or medium-term rental assistance under § 576.106 meets the conditions for an emergency transfer under 24 CFR 5.2005(e), ESG funds may be used to pay amounts owed for breaking a lease to effect an emergency transfer. These costs are not subject to the 24-month limit on rental assistance under § 576.106.

b. Services costs

Subject to the general restrictions under 576.106(a)(3) and § 576.104, ESG funds may be used to pay the costs of providing the following services:

- (1) **BTCS** offers Housing search and placement which include services or activities necessary to assist program participants in locating, obtaining, and retaining suitable permanent housing, including the following:
 - Assessment of housing barriers, needs, and preferences;
 - Development of an action plan for locating housing;
 - Housing search;
 - Outreach to and negotiate with owners;
 - Assistance with submitting rental applications and understanding leases
 - Assessment of housing for compliance with Emergency Solutions Grant (ESG) requirements for habitability, lead-based paint, and rent reasonableness;
 - For Lead-Based Paint requirements, the agency will refer to 24 CFR §576.403 (a);
 - (a) Lead-based paint remediation and disclosure. The Lead-Based Paint Poisoning Prevention Act (42 U.S.C. 4821-4846), the Residential Lead-Based Paint Hazard Reduction Act of 1992 (42 U.S.C. 4851-4856), and implementing regulations in 24 CFR part 35, subparts A, B, H, J, K, M, and R apply to all shelters assisted under ESG program and all housing occupied by the program participant.
 - For units constructed before 1978:
 - A copy of “Protect Your Family From Lead in Your Home,” must be presented to the Lessee
 - HUD’s disclosure form for rental properties must be presented to the tenants
 - If applicable, HUD’s Lead Screening Worksheet

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- Assistance with obtaining utilities and making moving arrangements; and
- Tenant counseling.
- (2) **BTCS** Housing stability case management: ESG funds may be used to pay the cost of assessing, arranging, coordinating, and monitoring the delivery of individualized services to facilitate housing stability for a program participant who resides in permanent housing or to assist a program participant in overcoming immediate barriers to obtaining housing. Housing Stability case management cannot exceed 30 days during the period the program participant is seeking permanent housing and cannot exceed 24 months during the period the program participant is living in permanent housing. Component services and activities of Housing Stability case management consist of:
 - Evaluate individuals and families applying for or receiving homelessness prevention or rapid re- housing assistance;
 - Conducting the initial evaluation required under § 576.401(a), including verifying and documenting eligibility, for individuals and families applying for homelessness prevention or rapid re- housing assistance;
 - Counseling;
 - Developing, securing, and coordinating services and obtaining Federal, State, and local benefits;
 - Monitoring and evaluating program participant progress;
 - Providing information and referrals to other providers;
 - Developing an individualized housing and service plan, including planning a path to permanent housing stability; and
 - Conducting re-evaluations required under § 576.401(b).
- (3) **BTCS** HMIS Access: ESG funds may be used to pay for the cost of access to training for HMIS through the Tx BoS CoC.
- (4) The maximum allowable for these administrative expenses is 7.5% of the allocation.

c. Maximum amounts and periods of assistance

BTCS has not set a maximum dollar amount that a program participant may receive for each type of financial assistance under paragraph (a) of this section. BTCS has not also set a maximum period for which a program participant may receive any of the types of assistance or services under this section. However, for housing stability case management, the total period for which any program participant may receive the services under paragraph (b) of this section must not exceed 24 months during any 3-year period. The limits on the assistance under this section apply to the total assistance an individual receives, either as an individual or as part of a family.

d. Use with other subsidies

Financial assistance under [paragraph \(a\)](#) of this section cannot be provided to a [program participant](#) who is receiving the same type of assistance through other public sources or to a [program participant](#) who has been provided with

replacement housing payments under the URA, during the period of time covered by the URA payments.

e. Housing counseling

Housing counseling, as defined in § 5.100, that is funded with or provided in connection with ESG funds must be carried out in accordance with § 5.111. When recipients or sub recipients provide housing services to eligible persons that are incidental to a larger set of holistic case management services, these services do not meet the definition of housing counseling, as defined in § 5.100, and therefore are not required to be carried out in accordance with the certification requirements of § 5.111

Duration and Amount of Housing Stabilization and/or Relocation

Services BTCS will provide comprehensive case management to ensure housing stability is achieved for all program participants who are interested in Housing Stability case management. Case managers are expected to complete a housing stability goal plan at program entry which includes goals set by the client to ensure housing stability and includes financial resources and necessary referrals needed to achieve this stability. Case managers are expected to document and maintain records in the client file and HMIS.

BTCS expects that case managers will maintain a reasonable caseload to adequately provide quality case management services to each program participant interested in supportive services. The maximum caseload for rapid re-housing case managers is 20 clients.

Short-term and medium-term rental assistance

a. General provisions of Short-Term and Medium-Term Rental Assistance for Rapid Re- housing

- **BTCS** is subject to the general conditions under § 576.103 and § 576.104, **BTCS** may provide a program participant with up to 24 months of rental assistance during any 3- year period. This assistance may be short-term rental assistance, medium-term rental assistance, payment of rental arrears, or any combination of this assistance. **BTCS** defines short term as up to 3 months of rent. **BTCS** defines medium-term rental assistance 4 to 24 months of rental assistance. **BTCS** may also pay rental arrears payment of a one-time payment for up to 6 months of rent in arrears, including any late fees on the arrears.

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b. Caps and Conditions for Short-Term and Medium-Term Rental Assistance for Rapid Re- housing

- **Rental Assistance Percentage**
 - **BTCS** will not create limits for the percentage of rental assistance that a program participant may receive.
- **Participant Share**
 - **BTCS** will not have a minimum amount or percentage that program participants must pay while receiving homeless prevention services. However, financial assistance will be provided in adherence to a progressive engagement model, to provide the “lightest touch” intervention possible. Case managers approach all participants using progressive engagement to provide the “lightest touch” intervention possible. Progressive engagement is a model of service delivery that intentionally provides the smallest amount of helpful services (called a “light touch”) to help someone maintain or return to permanent housing. For those who do not obtain permanent housing after the “light touch” services, additional services are then added until the household can stabilize. Rapid Re-housing staff and a participant household together create a housing stabilization plan. Within a client housing stabilization plan, a case manager may identify that a client may begin paying a portion or percentage of their rent and utility costs if their income increases while enrolled in the program. Increases in client share will go into effect only at the point of client re-certification (every 12 months).
- **Duration and Amount of Assistance**
 - **BTCS** will not create limits for the amount of homeless prevention assistance that may be provided to clients. Duration of assistance will be based on the VI-SPDAT and F-VI-SPDAT to ensure each client has the full support necessary to achieve and maintain housing stability. Case managers are required to re- evaluate client eligibility annually:
 - Rapid Rehousing clients will be re-certified at minimum every 12 months. The client’s income must continue to be below 30% of AMI at the time of re-certification to continue receiving assistance.
 - Clients are eligible to receive rapid rehousing rental assistance for up to 24 months in any 3-year period.
 - If there is a break in service (i.e., program participant stops receiving financial assistance one month) the client must be re-certified for program eligibility. If a rapid re-housing client has been exited from the program but faces a financial crisis they may be served with rapid re- housing (including within the same grant year) if funds are available and the client meets rapid re-housing eligibility

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requirements.

- **Use with other subsidies**
 - Except for a one-time payment of rental arrears on the tenant's portion of the rental payment, rental assistance cannot be provided to a program participant who is receiving tenant-based rental assistance or living in a housing unit receiving project-based rental assistance or operating assistance, through other public sources. Rental assistance may not be provided to a program participant who has been provided with replacement housing payments under the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970 (URA) during the period of time covered by the URA payments.
- **Rent restrictions**
 - Rental assistance cannot be provided unless the rent does not exceed the Fair Market Rent (FMR) established by HUD⁹, as provided under [24 CFR part 888](#), and complies with HUD's standard of rent reasonableness, as established under [24 CFR 982.507](#).
 - Fair Market Rent (FMR) and Rent Reasonableness
 - For ESG, the FMRs are effective generally at the start of the federal fiscal year (October 1). ESG does not use Small Area FMR. • Gross rent (including utilities) may not exceed the FMR.
 - If the gross rent for the unit exceeds either the rent reasonableness standard or FMR, ESG recipients are prohibited from using ESG funds for any portion of the rent, even if the household is willing and/or able to pay the difference.
 - Rent reasonableness and FMR requirements do not apply when a program participant receives only financial assistance or services under Housing Stabilization and Relocation Services.
 - Rent Reasonableness information must be collected for at least 3 comparable unassisted rental units within the area. Rent for a proposed unit may be considered reasonable if its Gross Rent is no more than 5% higher than the average Gross Rent of the comparable units analyzed.
 - Rent Reasonableness Process
 - Step 1: **BTCS** will first create a comparison checklist for each unit: comparing the proposed unit to three other units, comparing Address, Location, Size (# of Bedrooms), Type of Construction, Quality, Age in Years, Amenities, Housing Services, Maintenance/Condition, Utilities Included, Contract Rent, Utility Allowance, and Gross Rent.

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- Step 2: **BTCS** will determine utility allowance, **BTCS** will obtain the utility allowance schedule applicable to voucher programs administered by the Public Housing Authority serving the area. **BTCS** will then circle the cost items applicable to the proposed unit.
- Step 3: **BTCS** will complete the checklist to determine Gross Rent for each of the subject units. The Gross Rent will be used to determine if the proposed unit meets Policy Requirements. Contract Rent + Utility Allowance = Gross Rent
- Step 4: **BTCS** will determine if the proposed unit, meets the policy requirements not to exceed 5% of the average Gross Rent of the Comparable Units.
- Step 5: Agency will compare Rent Reasonableness to the current Fair Market Rent published by HUD
- **BTCS** will document the basis for the Rent Reasonableness Decision in the project file. The project file will include: the checklist used, record information on the unassisted "comp" units, methods used and calculations, the person who conducted the determination, record the date of determination. **BTCS** will provide sufficient information about the evaluation process so that a monitor can understand how comps were determined and reasonableness was established.
- **Rent Conditions**
 - Assistance may only be provided in cases where a rental assistance agreement is in place between the **BTCS** and Property owner, and a lease agreement is in place between the program participant and Property owner. **BTCS** will only make payments directly to the housing owner or their agent, such as a property manager.
 - **Rental Assistance Agreement**
 - **BTCS** will only make rental assistance payments to an owner with whom **BTCS** has entered into a rental assistance agreement.
 - The rental assistance agreement required between **BTCS** and the property owner must set forth the terms under which the rental assistance is being provided. It must at least include the following:
 - The owner must give **BTCS** a copy of any notice to the program participant to vacate the housing unit or any complaint used under State or local law to

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commence an eviction action against the program participant.

- The same payment due date, grace period, and late payment penalty requirements as the program participant's lease, as indicated in §576.106(f)
- Each rental assistance agreement that is executed or renewed on or after December 16, 2016, must include all protections that apply to tenants and applicants under 24 CFR part 5, subpart L, as supplemented by § 576.409, except for the emergency transfer plan requirement under 24 CFR 5.2005(e) and 576.409(d). If the housing is not assisted under another "covered housing program", as defined in [24 CFR 5.2003](#), the agreement may provide that the owner's obligations under [24 CFR part 5](#), subpart L (Protection for Victims of Domestic Violence, Dating Violence, Sexual Assault, or Stalking), expire at the end of the rental assistance period.
- The type of rental assistance being provided (tenant-based or project-based).
- Late Payments: If **BTCS** incurs late payment penalties, it is the sole responsibility of **BTCS** to pay those penalties using non-ESG funds, as indicated in §576.106(f).
- Program Participant Sharing in Rent: **BTCS** may require the program participant to pay a portion of the monthly rental cost. In such cases, **BTCS** has written policies and procedures for determining the program participant's portion, the rental assistance agreement should specify the amount of rent to be paid by **BTCS** and the amount to be paid by the program participant, as indicated in §576.106(b).
- Termination: When providing tenant-based rental assistance, the rental assistance agreement with the owner must terminate and no further rental assistance payments may be made under that agreement if: the

program participant moves out of the housing unit; the lease terminates and is not renewed, or the program participant becomes ineligible to receive ESG rental assistance §576.106(h).

- **Lease**

Each program participant receiving rental assistance must have a legally binding, written lease for the rental unit unless the assistance is solely for rental arrears. The lease must be between the owner and the program participant. Where the assistance is solely for rental arrears, an oral agreement may be accepted in place of a written lease, if the agreement gives the program participant an enforceable leasehold interest under state law and the agreement and rent owed are sufficiently documented by the owner's financial records, rent ledgers, or canceled checks. Each lease executed on or after *December 16, 2016*, must include a lease provision or incorporate a lease addendum that includes all requirements that apply to tenants, the owner or lease under [24 CFR part 5](#), subpart L (Protection for Victims of Domestic Violence, Dating Violence, Sexual Assault, or Stalking), as supplemented by [24 CFR 576.409](#), including the prohibited bases for eviction and restrictions on construing lease terms under 24 CFR 5.2005(b) and (c). If the housing is not assisted under another "covered housing program," as defined in 24 CFR 5.2003, the lease provision or lease addendum may be written to expire at the end of the rental assistance period.

Rapid Re-housing Rental Assistance Type

BTCS provides Tenant-Based Rental Assistance. Program participants who receive tenant-based rental assistance may select a housing unit in which to live and may move to another unit or building and continue to receive rental assistance, as long as the program participant continues to meet the program requirements.

OR

BTCS provides Project-Based Rental Assistance **BTCS** identifies a permanent housing unit that meets ESG requirements and becomes available before a program participant is identified to lease the unit, **BTCS** may enter into a rental assistance agreement with the owner to reserve the unit and subsidize its rent in accordance with the following requirements:

1. The rental assistance agreement may cover one or more permanent housing units in the same building. Each unit covered by the rental assistance agreement ("assisted unit") may only be occupied by program participants, except as provided under paragraph (i)(4) of this section.

2. The recipient or subrecipient may pay up to 100 percent of the first month's rent, provided that a program participant signs a lease and moves into the unit before the end of the month for which the first month's rent is paid. The rent paid before a program participant moves into the unit must not exceed the rent to be charged under the program participant's lease and must be included when determining that program participant's total rental assistance.
3. The recipient or subrecipient may make monthly rental assistance payments only for each whole or partial month an assisted unit is leased to a program participant. When a program participant moves out of an assisted unit, the recipient or subrecipient may pay the next month's rent, i.e., the first month's rent for a new program participant, as provided in paragraph (i)(2) of this section.
4. The program participant's lease must not condition the term of occupancy to the provision of rental assistance payments. If the program participant is determined ineligible or reaches the maximum number of months over which rental assistance can be provided, the recipient or subrecipient must suspend or terminate the rental assistance payments for the unit. If the payments are suspended, the individual or family may remain in the assisted unit as permitted under the lease, and the recipient or subrecipient may resume payments if the individual or family again becomes eligible and needs further rental assistance. If the payments are terminated, the rental assistance may be transferred to another available unit in the same building, provided that the other unit meets all ESG requirements.
5. The rental assistance agreement must have an initial term of one year. When a new program participant moves into an assisted unit, the term of the rental assistance agreement may be extended to cover the initial term of the program participant's lease. If the program participant's lease is renewed, the rental assistance agreement may be renewed or extended, as needed, up to the maximum number of months for which the program participant remains eligible. However, under no circumstances may the recipient or subrecipient commit ESG funds to be expended beyond the expenditure deadline in [§ 576.203](#) or commit funds for a future ESG grant before the grant is awarded.

The limits on the assistance under this section apply to the total assistance an individual receives, either as an individual or as part of a family.

Rapid Re-housing Services Not provided

- (1) Mediation- Referrals will be made to local resources
- (2) Legal Services- Referrals will be made to local resources
- (3) Credit repair- Referrals will be made to local resources

Emergency Transfer

In accordance with the Violence Against Women Act (VAWA), **BTCS** allows Program Participants who have experienced domestic violence, dating violence, sexual assault, or stalking to request an emergency transfer from the Program Participant's current unit to another unit.

Homeless Management Information System

- Per 24 CFR § 576.400 (f), **BTCS** staff will use electronic collection and reporting for data in a Homeless Management Information System, referred to as HMIS. Individuals in an ESG funded project including **BTCS Rapid Rehousing**. Participants must sign a consent form before being reported in HMIS.
BTCS follows the TX BoS CoC HMIS Policies and Procedures.
- In order to utilize the TX BoS CoC Homeless Management Information System (HMIS)
BTCS utilizes funding for eligible costs in § 576.107. BTCS uses ESG funds to pay the costs of contributing data to the HMIS designated by the Continuum of Care for the area, including the costs of:
 - Purchasing or leasing computer hardware;
 - (ii) Purchasing software or software licenses;
 - (iii) Purchasing or leasing equipment, including telephones, fax machines, and furniture;
 - (iv) Obtaining technical support;
 - (v) Leasing office space;
 - (vi) Paying charges for electricity, gas, water, phone service, and high-speed data transmission necessary to operate or contribute data to the HMIS;
 - (vii) Paying salaries for operating HMIS, including:
 - (A) Completing data entry;
 - (B) Monitoring and reviewing data quality;
 - (C) Completing data analysis;
 - (D) Reporting to the HMIS Lead;
 - (F) Training staff on using the HMIS or comparable database; and
 - (G) Implementing and complying with HMIS requirements;
 - (viii) Paying costs of staff to travel to and attend HUD-sponsored and HUD-approved training on HMIS and programs authorized by Title IV of the McKinney-

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VentoHomeless Assistance Act;

(ix) Paying staff travel costs to conduct intake; and

(x) Paying participation fees charged by the HMIS Lead.

Termination of Assistance

If a program participant is found to be violating program regulations in the ESG Participation Agreement reasonable efforts will be made and documented by staff to assist the participant to address the issue or correct the violation before terminating services.

Violations that endanger staff, any other participant, any other person, or the viability of the program as a whole will be acted upon immediately.

If a participant is determined to be in continued or grave violation of the program rules, a written Notice of Termination of Assistance will be provided to the program participant containing a clear statement of the reasons for termination, the date on which the termination will become effective, and the process for appealing the decision.

Participants receiving a Notice may request that the decision to terminate participation be reviewed by requesting the designated supervisor at **BTCS**. This request must be made in writing and must be reviewed within 14 calendar days. A written notice of the final decision will be issued to the participant.

The program may also resume assistance to a program participant whose assistance was previously terminated with the approval of **BTCS**.

Subrecipients may use an alternative Termination form as long as it covers all of the topic areas required under ESG regulations §576.402.

Grievance Policy

BTCS is required to have a written formal grievance policy that is provided to all participants at intake and made available at any time, to enable a participant to dispute an agency decision. The grievance policy must include the method by which an applicant would be made aware of the grievance procedure and the formal process for review and resolution. If a participant household violates program requirements, the subrecipient may terminate assistance in accordance with a formal grievance process established.

BTCS grievance policy is required to include:

- A written notice providing a clear statement of the reason(s) for termination
- The participant household must be allowed to present information before someone other than the person (or subordinate of that person) making the termination decision.

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- A final written notice of the termination decision must be delivered to the participant no later than two weeks after a determination is made.
- **BTCS** must keep records to show compliance with ESG program grievance policy requirements.

Services Coordination

To ensure clients have access to all community resources **BTCS** coordinates and integrate, to the maximum extent practicable, with other programs which target those experiencing homelessness in **Williamson County**. This coordination provides a strategic, community- wide system to prevent and end homelessness.

Bluebonnet Trails Community Services (BTCS) ensures that every client has timely access to the full range of community resources by actively coordinating with programs serving people experiencing or at risk of homelessness in Williamson County. This integration creates a strategic, community-wide system designed to prevent homelessness when possible and quickly end it when it occurs.

BTCS accepts referrals from law enforcement, hospitals, behavioral health facilities, BTCS outreach teams, prevention providers, schools, community agencies, and through self-referrals. Upon entry, each client receives a standardized assessment using the VI-SPDAT or a comparable tool to identify housing barriers, service needs, and program eligibility. Targeted screening questions identify needs for mental health care, substance use treatment, employment services, domestic violence support, veteran-specific programs, and access to mainstream benefits.

Based on assessment results, BTCS connects clients to the most appropriate resource through warm hand-off referrals, ensuring direct contact between the client and the receiving provider.

Coordination includes:

- **Emergency Shelter Providers** – Rapid connection for clients needing immediate housing.
- **Homelessness Prevention Providers** – Joint intervention to stabilize housing and avoid eviction.
- **Rapid Re-Housing Providers** – Shared housing locator resources, landlord engagement, and consistent stabilization practices.
- **Targeted Homeless Programs** – Referrals to specialized services such as domestic violence housing.
- **Mainstream Resources** – Assistance accessing programs such as SNAP, TANF, Medicaid/CHIP, SSI/SSDI, and workforce training.

Service coordination follows a clear process:

1. **Verify eligibility** for ESG assistance per HUD requirements.

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2. **Map needs to services** using community partner networks.
3. **Make warm hand-off referrals** to ensure engagement with service providers.
4. **Provide ongoing case management**, updating individualized housing stability plans and monitoring progress every 30 days or more often as needed.
5. **Document all services** in HMIS (need HMIS access) within three business days to support system-wide coordination and data-driven decision making.

Through this structured approach, BTCS ensures that ESG clients are connected quickly and effectively to the right mix of housing, supportive services, and mainstream resources to achieve and maintain housing stability

Coordination exists among the following programs:

- Coordination among Emergency Shelter providers in **Williamson County**
- Coordination among homelessness prevention providers in **Williamson County**
- Coordination among rapid re-housing providers in **Williamson County**
- Coordination among other Targeted Homeless Services including the following providers in **Williamson County (if available)**:
 - Shelter Plus Care Program (24 CFR part 582), Supportive Housing Program (24 CFR part 583) and Section 8 Moderate Rehabilitation Program for Single Room Occupancy Program for Homeless Individuals (24 CFR part 882); consolidated by the HEARTH Act to create the new Continuum of Care (CoC)
 - HUD-Veterans Affairs Supportive Housing (HUD-VASH) (division K, title II, Consolidated Appropriations Act, 2008, Pub. L. 110-161 (2007), 73 FR 25026 (May 6, 2008));
 - Education for Homeless Children and Youth Grants for State and Local Activities (title VII-B of the McKinney-Vento Homeless Assistance Act (42 U.S.C. 11431 et seq.));
 - Grants for the Benefit of Homeless Individuals (section 506 of the Public Health Services Act (42 U.S.C. 290aa-5));
 - Healthcare for the Homeless (42 CFR part 51c);

30

- Programs for Runaway and Homeless Youth (Runaway and Homeless Youth Act (42 U.S.C. 5701 et seq.)); also known as RHY;
- Projects for Assistance in Transition from Homelessness (part C of title V of the Public Health Service Act (42 U.S.C. 290cc-21 et seq.)); also known as PATH
- Services in Supportive Housing Grants (section 520A of the Public Health Service Act);
- Emergency Food and Shelter Program (title III of the McKinney-Vento Homeless Assistance Act (42 U.S.C. 11331 et seq.)); also known as EFSP.
- Transitional Housing Assistance Grants for Victims of Sexual Assault, Domestic Violence, Dating Violence, and Stalking Program (section 40299 of the Violent Crime Control and Law Enforcement Act (42 U.S.C. 13975));
- Homeless Veterans Reintegration Program (section 5(a)(1) of the Homeless Veterans Comprehensive Assistance Act (38 U.S.C. 2021));
- Domiciliary Care for Homeless Veterans Program (38 U.S.C. 2043); also known as Mental Health Residential Rehabilitation and Treatment Programs (MH RRTPs).
- VA Homeless Providers Grant and Per Diem Program (38 CFR part 61);
- Health Care for Homeless Veterans Program (38 U.S.C. 2031);
- Homeless Veterans Dental Program (38 U.S.C. 2062);
- Supportive Services for Veteran Families Program (38 CFR part 62); also known as SSVF.
- Veteran Justice Outreach Initiative (38 U.S.C. 2031)

Coordination among other mainstream resources including the following in the State of Texas and in Williamson County:

- (1) Public housing programs assisted under section 9 of the U.S. Housing Act of 1937 (42 U.S.C. 1437g) (24 CFR parts 905, 968, and 990);
- (2) Housing programs receiving tenant-based or project-based assistance under section 8 of the U.S. Housing Act of 1937 (42 U.S.C. 1437f) (respectively 24 CFR parts 982 and 983);
- (3) Supportive Housing for Persons with Disabilities (Section 811) (24 CFR part 891);
- (4) HOME Investment Partnerships Program (24 CFR part 92);
- (5) Temporary Assistance for Needy Families (TANF) (45 CFR parts 260-265);
- (6) Health Center Program (42 CFR part 51c);
- (7) State Children's Health Insurance Program (42 CFR part 457);
- (8) Head Start (45 CFR chapter XIII, subchapter B);
- (9) Mental Health and Substance Abuse Block Grants (45 CFR part 96);
- (10) Services funded under the Workforce Investment Act (29 U.S.C. 2801 et seq.)

Census Tracts of Minority Population

Within Williamson County, 44.1% of the population is considered non-White according to the 2022 American Community Survey. A “concentrated” minority area will be defined as any census tract in which at least 50% of the population is non-White or White Hispanic. The following 42 census tracts meet these criteria:

Census Tract	% Nonwhite
Census Tract 203.11	61.1%
Census Tract 203.21	52.2%
Census Tract 203.33	55.2%
Census Tract 203.39	54.5%
Census Tract 203.41	51.1%
Census Tract 203.42	51.9%
Census Tract 203.45	56.9%
Census Tract 203.46	60.1%
Census Tract 203.55	58.4%
Census Tract 204.08	51.4%
Census Tract 205.07	57.5%
Census Tract 205.08	51.7%
Census Tract 205.11	75.2%
Census Tract 205.12	56.8%
Census Tract 205.13	82.4%
Census Tract 205.16	75.7%
Census Tract 207.01	72.9%
Census Tract 207.04	69.6%
Census Tract 207.07	58.6%
Census Tract 207.10	61.2%
Census Tract 207.12	62.2%
Census Tract 208.10	55.7%
Census Tract 208.11	56.8%
Census Tract 208.12	57.7%
Census Tract 208.17	53.4%
Census Tract 208.18	56.0%
Census Tract 208.20	55.2%
Census Tract 208.21	54.5%
Census Tract 210	83.2%
Census Tract 211	62.0%
Census Tract 214.07	58.9%
Census Tract 215.02	71.6%
Census Tract 215.03	61.6%
Census Tract 215.06	53.6%

Census Tract	% Nonwhite
Census Tract 215.09	63.9%
Census Tract 215.10	55.2%
Census Tract 215.13	59.8%
Census Tract 215.14	56.8%
Census Tract 215.16	55.9%
Census Tract 215.17	53.4%
Census Tract 215.18	64.2%
Census Tract 216.01	55.4%

*Williamson County [RE]
710 Main Street, Ste 101
Georgetown, TX 78626
512-943-3757*

**NOTICE OF PUBLIC HEARING
AND CALL FOR PROJECTS FOR
WILLIAMSON COUNTY/HUD CDBG AND ESG**

Williamson County will be awarded a Community Development Block Grant (CDBG) and Emergency Solutions Grant (ESG) FY26 (October 1, 2026-September 30, 2027) funding allocation to successfully support community development and affordable housing efforts in low and moderate income areas throughout the County. The County is requesting eligible potential projects to submit applications for consideration. Application packets can be obtained at <https://www.wilcotx.gov/468/HUD-Grants>. A public hearing will be held by the Williamson County CDBG office on Thursday, March 12, 2026 at 5pm at the Williamson County Courthouse located at 710 Main Street, Georgetown, TX 78626 (Please use 8th Street entrance). The purpose of the hearing is to announce the CDBG and ESG award, receive public comments concerning the programs, and to answer any questions regarding the application process. Comments and concerns will be considered in the development of the 2026 CDBG Action Plan which describes how funds will be utilized.

Steve Snell, County Judge

Condado de Williamson [RE]
710 Main Street, Ste 101
Georgetown, TX 78626
512-943-3757

**AVISO DE AUDIENCIA PÚBLICA Y CONVOCATORIA DE PROYECTOS PARA
HUD CDBG Y ESG / DEL CONDADO DE WILLIAMSON**

El Condado de Williamson se ha adjudicado una Beca de Bloque del Desarrollo de Comunidad (Community Development Block Grant (CDBG)) y Subvención para Soluciones de Emergencia (Emergency Solutions Grant (ESG)) FY26 (1 octubre 2026 a 30 septiembre 2027) la asignación de fondos para apoyar con éxito el desarrollo de la comunidad y los esfuerzos de vivienda asequible en áreas de bajos y moderados ingresos en todo el Condado. El Condado está solicitando posibles proyectos elegibles para presentar las solicitudes para su consideración. Los paquetes de solicitud pueden obtenerse en <https://www.wilcotx.gov/468/HUD-Grants>. Una audiencia pública se llevará a cabo por la oficina del Condado de Williamson CDBG el jueves, 12 de marzo 2026 a las 5pm en el Palacio de Justicia del Condado de Williamson ubicado en 710 Main Street, Georgetown, TX 78626 (Utilice la entrada de la calle ocho). El propósito de la audiencia es para anunciar el premio CDBG y ESG, recibir comentarios del público sobre los programas, y para responder a cualquier pregunta relacionada con el proceso de solicitud. Comentarios y preocupaciones serán consideradas en el desarrollo del Plan de Acción CDBG 2026 que describe cómo se utilizarán los fondos.

Steve Snell, Juez del Condado

Affidavit of Publication

THE STATE OF TEXAS
COUNTY OF WILLIAMSON
IN THE MATTER OF

WILCO Community Development

Williamson County Notice of First Public Hearing FY26 funding

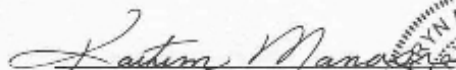
The Williamson County Sun / Sunday Sun, newspapers of general circulation have continuously and regularly published for a period of not less than one year in the County of WILLIAMSON, preceding the date of the above referenced notice. Said notice was published in said newspapers as follows:

February 22, 2026


Newspaper Representative

Subscribed and sworn to before me this

date: February 22, 2026


Kathryn Manasco, Notary Public
My Commission Expires November 21, 2028

4619 Sally Bardwell <sally.bardwell@wilcotx.gov>

NOTICE OF PUBLIC HEARING AND CALL FOR PROJECTS FOR WILLIAMSON COUNTY/ HUD CDBG AND ESG

Williamson County will be awarded a Community Development Block Grant (CDBG) and Emergency Solutions Grant (ESG) FY26 (October 1, 2026-September 30, 2027) funding allocation to successfully support community development and affordable housing efforts in low and moderate income areas throughout the County. The County is requesting eligible potential projects to submit applications for consideration. Application packets can be obtained at: <https://www.wilcotx.gov/466/ HUD-Grants>. A public hearing will be held by the Williamson County CDBG office on Thursday, March 12, 2026 at 5pm at the Williamson County Courthouse located at 710 Main Street, Georgetown, TX 78626 (Please use 8th Street entrance). The purpose of the hearing is to announce the CDBG and ESG award, receive public comments concerning the programs, and to answer any questions regarding the application process. Comments and concerns will be considered in the development of the 2026 CDBG Action Plan which describes how funds will be utilized.

Steve Snell, County Judge

AVISO DE AUDIENCIA PÚBLICA Y CONVOCATORIA DE PROYECTOS PARA HUD CDBG Y ESG / DEL CONDADO DE WILLIAMSON

El Condado de Williamson se ha adjudicado una Beca de Bloque del Desarrollo de Comunidad (Community Development Block Grant (CDBG)) y Subvención para Soluciones de Emergencia (Emergency Solutions Grant (ESG)) FY26 (1 octubre 2026 a 30 septiembre 2027) la asignación de fondos para apoyar con éxito el desarrollo de la comunidad y los esfuerzos de vivienda asequible en áreas de bajos y moderados ingresos en todo el Condado. El Condado está solicitando posibles proyectos elegibles para presentar las solicitudes para su consideración. Los paquetes de solicitud pueden obtenerse en <https://www.wilcotx.gov/466/ HUD-Grants>. Una audiencia pública se llevará a cabo por la oficina del Condado de Williamson CDBG el Jueves, 12 de marzo 2026 a las 5pm en el Palacio de Justicia del Condado de Williamson ubicado en 710 Main Street, Georgetown, TX 78626 (Utilice la entrada de la calle ocho). El propósito de la audiencia es para anunciar el premio CDBG y ESG, recibir comentarios del público sobre los programas, y para responder a cualquier pregunta relacionada con el proceso de solicitud. Comentarios y preocupaciones serán consideradas en el desarrollo del Plan de Acción CDBG 2026 que describe cómo se utilizarán los fondos.

Steve Snell, Juez del Condado

PUBLISHER'S AFFIDAVIT
HILL COUNTRY NEWS

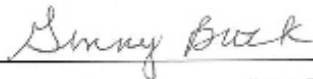
State of Texas
County of Williamson

BEFORE ME, THE UNDERSIGNED AUTHORITY, this day personally appeared Scott Coleman and after being by me duly sworn, says that he is the publisher of the Hill Country News, a newspaper published in Williamson & Travis Counties, Texas, and that the Notice, a copy of which is hereto attached, was published in said newspaper on the following dates:

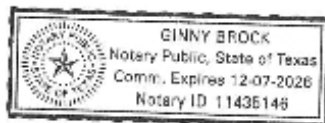
Feb. 19 A.D. 2026



SUBSCRIBED & SWORN TO before me, this the 19th day of Feb. A.D. 2026



Notary Public in and for the State of Texas



**NOTICE OF PUBLIC POSTING FOR WILLIAMSON COUNTY
2026 ANNUAL ACTION PLAN
NOTICE OF PUBLIC HEARING**

Williamson County has been awarded a Community Development Block Grant (CDBG) funding allocation of \$2,308,168 and Emergency Solution Grant funding allocation of \$193,368 to successfully support community development and affordable housing efforts for low and moderate-income areas throughout the County. On June 30, 2026 Williamson County Commissioner's Court is expected to approve the proposed projects to be included in the 2026 Annual Action Plan. In accordance with HUD regulations, the County encourages public participation to review and comment on the proposed projects.

Direct written comments by August 3, 2026 to the following address:

Honorable Steve Snell, County Judge

1848 Texas Trail

Georgetown, TX 78626

The proposed plans are available for review from July 3, 2026 – August 3, 2026 at the following locations:

Williamson County Courthouse and Website at www.wilcotx.gov.

City Halls of the following:

City of Cedar Park

City of Coupland

City of Georgetown

City of Granger

City of Hutto

City of Jarrell

City of Liberty Hill

City of Taylor

City of Weir

A public hearing will be held by the Williamson County CDBG office on Thursday, July 16, 2026 at 5:00pm at the Williamson County Administration Building located at 1848 Texas Trail, Georgetown, TX 78626. The purpose of the hearing is to obtain comments regarding the Consolidated Plan and Annual Action Plan.

Williamson County is committed to compliance with the Americans with Disabilities Act (ADA) and Section 504 of the Rehabilitation Act of 1973, as amended. Reasonable modifications and equal access to communications will be provided upon request. Please call 512-943-3757 (voice) or Relay Texas at 1-800-735-2989 (TDD) for assistance.

Williamson County also offers, to all non-speaking English persons and upon written request, translated versions of all public documents and public hearing notices. Non-English speaking persons who desire translated public documents or public notices should formally request these items from the Williamson County CDBG Office during normal business hours.

Reasonable accommodations for people with disabilities and for non-English speaking populations will be made upon request and as appropriate. Call 512-943-3757 or write to the address above to request information, documents, records or accommodations.

Steve Snell, County Judge

AVISO PÚBLICO DE LA FIJACIÓN DE WILLIAMSON COUNTY
2026 PLAN DE ACCIÓN ANUAL
AVISO DE AUDIENCIA PÚBLICA

El Condado de Williamson se ha adjudicado un Community Development Block Grant ((CDBG) (Beca de Bloque del Desarrollo de las Comunidad) la asignación de fondos de 2.308.168 dólares y Emergency Solutions Grant (ESG) para 193.368 dólares para apoyar con éxito el desarrollo de la comunidad y los esfuerzos de vivienda asequible para las zonas de bajos y moderados ingresos en todo el Condado . El 30 de junio de 2026 la Corte Williamson del Comisionado del Condado apruebe los proyectos propuestos para ser incluidos en el Plan de Acción Anual 2026. De conformidad con las regulaciones de HUD, el Condado fomenta la participación del público a revisar y comentar sobre los proyectos propuestos.

Los comentarios deben ser recibidos antes del 3 de agosto de 2026 a la siguiente dirección:

Honorable Steve Snell, Juez del Condado
1848 Texas Trail
Georgetown, TX 78626

Los planes propuestos están disponibles para revisión del 3 de julio de 2026 hasta 3 de agosto de 2026 en los siguientes lugares:

Corte del Condado de Williamson y SitioWeb en www.willcotx.gov.

Ayuntamientos de las siguientes:

Ciudad de Cedar Park
Ciudad de Coupland
Ciudad de Georgetown
Ciudad de Granger
Ciudad de Hutto
Ciudad de Jarrell
Ciudad de Liberty Hill
Ciudad de Taylor
Ciudad de Weir

Una audiencia pública se llevará a cabo por la oficina de CDBG del Condado de Williamson el jueves, 16 de julio 2026 a las 5:00 pm en el Edificio de Administración del Condado de Williamson ubicado en 1848 Texas Trail, Georgetown, TX 78626 . El propósito de la audiencia es para obtener comentarios sobre el Plan Consolidado y el Plan de Acción Anual .

El Condado de Williamson se compromete al cumplimiento de la Ley de Americanos con Discapacidades (ADA) y la Sección 504 del Acta de Rehabilitación de 1973, según enmendada. Modificaciones razonables e igual acceso a comunicaciones se puede proporcionar a petición. Por favor llame a 512-943-3757 (voz) o Relay Texas al 1-800-735-2989 (TDD) para obtener ayuda.

El Condado de Williamson también ofrece, a todas las personas que no hablen inglés y previa solicitud por escrito, versiones traducidas de todos los documentos públicos y avisos de audiencia pública. Las personas que no hablen inglés que deseen documentos públicos traducidos o avisos públicos deben solicitar estos artículos formalmente en la Oficina de CDBG del Condado de Williamson durante el horario comercial normal.

Se realizarán adaptaciones razonables para personas con discapacidades y para poblaciones que no hablen inglés a pedido y según corresponda. Llame al 512-943-3757 o escriba a la dirección de arriba para solicitar información, documentos, registros o adaptaciones.

Steve Snell, Juez del Condado

Affidavit of Publication

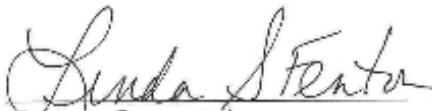
THE STATE OF TEXAS
COUNTY OF WILLIAMSON
IN THE MATTER OF

WILCO Community Development

NOTICE OF PUBLIC HEARING 2026 ANNUAL ACTION PLAN

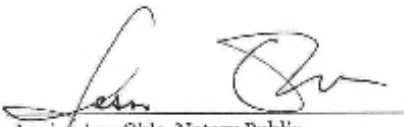
The Williamson County Sun / Sunday Sun, newspapers of general circulation have continuously and regularly published for a period of not less than one year in the County of WILLIAMSON, preceding the date of the above referenced notice. Said notice was published in said newspapers as follows:

July 1, 2026


Newspaper Representative

Subscribed and sworn to before me this

date: July 1, 2026


Jessica Ann Ohle, Notary Public
My Commission Expires July 15, 2028



5344 Sally Bardwell <sally.bardwell@wilcox.gov>

✓
pdf

PUBLISHER'S AFFIDAVIT HILL COUNTRY NEWS

State of Texas
County of Williamson

BEFORE ME, THE UNDERSIGNED AUTHORITY, this day personally appeared Scott Coleman and after being by me duly sworn, says that he is the publisher of the Hill Country News, a newspaper published in Williamson & Travis Counties, Texas, and that the Notice, a copy of which is hereto attached, was published in said newspaper on the following dates:

July 2 A.D. 2026

[Signature]

SUBSCRIBED & SWORN TO before me, this the 2nd day of July A.D. 2026

Ginny Brock

Notary Public in and for the State of Texas



Commissioners Court - Regular Session**37.****Meeting Date:** 08/04/2026

Set Public Hearing for CR 255

Submitted For: Richard Semple**Submitted By:** Rachel Arnold, Commissioner Pct. #3**Department:** Information Technology**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider and take any appropriate action to set a public hearing pursuant to Tex. Transp. Code § 251.152 regarding the proposed street name change in Pct. 3 for a portion of CR 255 to Daniels Trail Rd and CR 289 South towards Ronald W Reagan Blvd, including authorization for publication in local newspapers as a notice to the public.

Public Background

Upon completion of the CR 255/CR 289 road bond project, the section of CR 255 from CR 254 to Ronald Reagan Blvd needs to be renamed for clarification purposes.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

No file(s) attached.

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Rachel Arnold

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 03:52 PM

Started On: 07/23/2026 01:47 PM

Commissioners Court - Regular Session**38.****Meeting Date:** 08/04/2026

Approval of MSA No. 2026-261 for Engineering and Consulting Services of County Flood Warning System with Waterway Engineering, PLLC for Emergency Management

Submitted For: Joy Simonton**Submitted By:** Fernando Ramirez, Purchasing**Department:** Purchasing**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action on approving of MSA No. 2026-261 for Engineering and Consulting Services of County Flood Warning System with Waterway Engineering, PLLC for a term of two (2) years commencing on the effective date in the not-to-exceed amount of \$1,250,000.00 and authorize the execution of the Agreement. The funding source is 01.0100.0541.004100

Public Background

This project is tied to the recent Court Approved (July 14, 2026, agenda item #35) Interlocal Agreement with Concho Valley Council Of Governments which allows Williamson County to utilize their existing competitively procured contract RFQ No. 26-005-ADMIN for specialized flood early warning system planning services, accelerating project initiation, reducing procurement risk, and ensuring sufficient time to complete both the planning and implementation phases of the SB3 Flood Early Warning System grant before the August 2027 deadline while maintaining full local control over project decisions and expenditures. This MSA ensures Williamson County can successfully complete both the planning and implementation phases within the state-mandated timeframe and help standardize methodologies, improve interoperability, identify regional opportunities, and leverage lessons learned across multiple counties.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Fernando Ramirez

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 03:44 PM

Started On: 07/21/2026 04:08 PM

Commissioners Court - Regular Session**39.****Meeting Date:** 08/04/2026

Approval of Services Agreement #2026-266 with CDW Government LLC for the Annual Renewal of Palo Alto Networks Security Subscription and Support Services for the Information Systems Department

Submitted For: Joy Simonton**Submitted By:** Sandra Malcolm, Purchasing**Department:** Purchasing**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action to approve the Goods and Services agreement #2026-266 with CDW Government, LLC for the renewal of Palo Alto Networks firewall and Prisma Access subscriptions and support services in the amount of \$106,915.80, utilizing the DIR Cooperative Contract #DIR-CPO-5363, and authorize the execution of the agreement. (Funding for this is 01.0100.0503.004500 for FY26)

Public Background

The County uses Palo Alto Networks firewalls and Prisma Access to provide essential cybersecurity protection for campuses, remote sites, and remote users to include Threat Prevention, URL Filtering, DNS Security, WildFire malware analysis, Prisma Access Agent licensing, and Premium Support for all deployed firewall models. Renewing these services is necessary to maintain real-time threat detection, security patching, hardware replacement coverage, and compliance with state cybersecurity requirements.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Sandra Malcolm

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 11:47 AM

Started On: 07/17/2026 11:39 AM

Commissioners Court - Regular Session**40.****Meeting Date:** 08/04/2026

Approval of Services and Goods Contract #2027-007 for Freelt Data Solutions, Inc. for the annual renewal of Rubrik Enterprise Backup and Security Platform for the Information Systems Department.

Submitted For: Joy Simonton**Submitted By:** Sandra Malcolm, Purchasing**Department:** Purchasing**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action to approve the Services and Goods Contract #2027-007 for the annual renewal of the Rubrik Enterprise Backup and Security Platform Renewal from Freelt Data Solutions, Inc, in the amount of \$763,202.00, utilizing the DIR Cooperative Contract #DIR-CPO-6091, and authorizing the execution of the agreement (Funding is 01.0100.0503.004500.for FY27).

Public Background

Approval for the annual renewal of Rubrik data protection, security, SaaS backup, and hardware support services through Freeit Data Solutions. The renewal aligns ("co-terms") all existing Rubrik subscriptions and support contracts to a unified end date of January 18, 2028, ensuring continuity of data backup, disaster recovery, cybersecurity protection, and hardware maintenance for critical IT systems.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Sandra Malcolm

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 12:51 PM

Started On: 07/17/2026 01:34 PM

Commissioners Court - Regular Session**41.****Meeting Date:** 08/04/2026

Approval of an amendment to the agreement between Williamson County and Berry, Dunn, McNeil, & Parker, LLC, for Information Systems Dept.

Submitted For: Joy Simonton**Submitted By:** Cheryl Johnson, Purchasing**Department:** Purchasing**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action on approving an amendment to the agreement between Williamson County and Berry, Dunn, McNeil, & Parker, LLC, originally approved by Commissioners Court on October 21, 2025, Agenda Item #36, for Information Services in accordance with Cooperative Purchasing Contract TIPS 230601 and authorize execution of the amendment. The proposed amendment adds \$119,500.00 to the existing agreement to provide additional consulting hours for the creation of job aids for the Workday ERP Implementation Project and the development and delivery of training materials. This change order increases the total contract amount from \$499,800.00 to a not-to-exceed amount of \$619,300.00 for the life of the agreement. Funding source P710.

Public Background

Orig Ticket 5804.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Cheryl Johnson

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 04:50 PM

Started On: 07/23/2026 10:10 AM

Commissioners Court - Regular Session**42.****Meeting Date:** 08/04/2026

Approval of the Agreement for Construction Services No. 2026-036 with Red Oak Construction, LLC Jail-Gym Renovation for Facilities Management

Submitted For: Joy Simonton**Submitted By:** Michelle McKinney, Purchasing**Department:** Purchasing**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action on approving the Agreement for Construction Services No. 2026-036 between Williamson County and Red Oak Construction, LLC for the Jail-Gym Renovation in the not-to-exceed amount of Three Hundred Twenty-Three Thousand Four Hundred Thirty-Five and 33/100 Dollars (\$323,435.33) pursuant to Choice Partners Contract #25/033MR-40 and authorize execution of the agreement (Funding source is 01.0100.0509.004509).

Public Background

This Agreement for Construction Services No. 2026-036 between Williamson County and Red Oak Construction, LLC C for the Jail-Gym Renovation is located at 304 W 4th St., Georgetown, TX. 78626.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Michelle McKinney

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 04:51 PM

Started On: 07/23/2026 12:07 PM

Commissioners Court - Regular Session**43.****Meeting Date:** 08/04/2026

Award of RFP #26RFP43-Generator Maintenance and Repair Services to Allegiant Generator Services NA, LLC for Facilities Management

Submitted For: Joy Simonton**Submitted By:** Michelle McKinney, Purchasing**Department:** Purchasing**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action by awarding RFP #26RFP43—Generator Maintenance and Repair Services to Allegiant Generator Services NA, LLC in the not-to-exceed amount of Two Hundred Thousand Dollars \$200,000.00 per fiscal year, effective October 1, 2026, and authorize execution of the agreement (The funding sources are 01.0100.0509.004500, 01.0100.0509.004510 and 01.0100.0507.004510).

Public Background

The evaluation committee is recommending that Allegiant Generator Services NA, LLC be awarded RFP # 26RFP43-Generator Maintenance and Repair Services on an as-needed basis for emergency generator and automatic transfer switches preventative maintenance and repair services. If the primary service provider is unable to provide services, then the end user has the option to cancel that order and place the order with the back-up service provider.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Michelle McKinney

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 01:55 PM

Started On: 07/23/2026 03:45 PM

Commissioners Court - Regular Session**44.****Meeting Date:** 08/04/2026

Award of RFP #26RFP43-Generator Maintenance and Repair Services to Clifford Power Systems, Inc. as the backup contractor for Facilities Management

Submitted For: Joy Simonton**Submitted By:** Michelle McKinney, Purchasing**Department:** Purchasing**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action by awarding RFP #26RFP43—Generator Maintenance and Repair Services Backup Contract to Clifford Power Systems, Inc. in the not-to-exceed amount of Two Hundred Thousand Dollars \$200,000.00 per fiscal year, effective October 1, 2026, and authorize execution of the agreement (The funding sources are 01.0100.0509.004500, 01.0100.0509.004510 and 01.0100.0507.004510).

Public Background

The evaluation committee is recommending that Clifford Power Systems, Inc. be awarded as the backup service provider for RFP # 26RFP43-Generator Maintenance and Repair Services on an as-needed basis for emergency generator and automatic transfer switches preventative maintenance and repair services. If the primary service provider is unable to provide services, then the end user has the option to cancel that order and place the order with the back-up service provider.

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Michelle McKinney

Final Approval Date: 07/28/2026

Reviewed By

Delia Colon

Date

07/28/2026 01:56 PM

Started On: 07/23/2026 04:06 PM

Commissioners Court - Regular Session**45.****Meeting Date:** 08/04/2026

Consent and Development Agreement for Williamson County MUD No 67

Submitted For: Adam Boatright**Submitted By:** Misti Schulz, Infrastructure**Department:** Infrastructure**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action on a Consent and Development Agreement between Williamson County, Pinehurst Builders, LLC, and the proposed Williamson County Municipal Utility District No. 67.

Public Background

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Consent and Development Agreement MUD 67

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Misti Schulz

Final Approval Date: 07/29/2026

Reviewed By

Delia Colon

Date

07/29/2026 08:59 AM

Started On: 03/16/2026 03:50 PM

CONSENT AND DEVELOPMENT AGREEMENT
AMONG
WILLIAMSON COUNTY, TEXAS;
PINEHURST BUILDERS, LLC;
AND
WILLIAMSON COUNTY MUNICIPAL UTILITY DISTRICT NO. 67

CONSENT AND DEVELOPMENT AGREEMENT

This **CONSENT AND DEVELOPMENT AGREEMENT** (this “Agreement”) is by **Williamson County, Texas**, a Texas political subdivision (the “County”); **Pinehurst Builders, LLC**, a Texas limited liability company (the “Owner”); and **Williamson County Municipal Utility District No. 67**, a municipal utility district created pursuant to Article XVI, Section 59 of the Texas Constitution and Chapters 49 and 54, Texas Water Code (the “District”). The County, the Owner, and the District are sometimes referred to individually herein as a “Party” and collectively as the “Parties”.

RECITALS

WHEREAS, the Owner owns approximately 50.133 acres of land located within the boundaries of the County (the “Land”); and

WHEREAS, the Land is more particularly described by metes and bounds and map depiction on the attached **Exhibit A**; and

WHEREAS, the Owner intends that the Land will be developed in phases as a master-planned, residential community that will include park and recreational facilities to serve the Land, and has created the District over the Land for the purposes of designing, constructing, acquiring, installing, and financing, water, wastewater, and drainage utilities, roads and improvements in aid of roads, park and recreational facilities, and other public improvements as authorized by the Texas Constitution and Texas Water Code to serve the area within the District; and

WHEREAS, the Owner and the County wish to enter into this Agreement to encourage innovative and comprehensive master-planning of the Land, provide certainty of regulatory requirements throughout the term of this Agreement, and result in a high-quality development for the benefit of the present and future residents of the County and the Land; and

WHEREAS, construction of the District Improvements (defined herein) will occur in phases, as determined by the District and the Owner, and in accordance with this Agreement; the applicable regulations of the County; Chapters 49 and 54, Texas Water Code, as amended; the rules and regulations of the TCEQ, as amended; and applicable state and federal regulations; and

WHEREAS, the District is authorized to enter into this Agreement pursuant to the provisions of Texas law, including, but not limited to, Chapters 49 and 54, Texas Water Code, as amended, and Chapter 791, Texas Government Code, as amended; and

WHEREAS, the County is a political subdivision of the State of Texas and the County has the authority to enter into this Agreement;

NOW THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, including the agreements set forth below, the Parties contract as follows:

ARTICLE I DEFINITIONS

Section 1.01. Definitions. In addition to the terms defined elsewhere in this Agreement or in the County's regulations, the following terms and phrases used in this Agreement will have the meanings set out below:

Applicable Rules means the County's rules and regulations, including the LRTP, in effect as of the Vesting Date, as amended by: (i) any amendments authorized by Chapter 245, Texas Local Government Code; (ii) any variances, waivers, and exceptions to such rules that are approved by the County; (iii) any applicable interlocal agreement to which the County is a party; and (iv) any additional restrictions or regulations agreed to by the Owner in writing.

Agreement means this Consent and Development Agreement.

Commission or TCEQ means the Texas Commission on Environmental Quality or its successor agency.

County means Williamson County, Texas.

District means Williamson County Municipal Utility District No. 67, a political subdivision of the State of Texas created over the Land.

District Improvements means the water, wastewater, and drainage utilities, roads and improvements in aid of roads, park and recreational facilities, and other public improvements, as authorized by the Texas Constitution and Texas Water Code, to serve the District.

Land means approximately 50.133 acres of land located in Williamson County, Texas, as described by metes and bounds on **Exhibit A**.

LRTP means the Williamson County Long Range Transportation Plan as adopted and as may be amended by the Williamson County Commissioners Court, subject to the terms of this Agreement.

Owner means the owner of the Land, identified herein-above, its company or its successors and assigns under this Agreement.

Reimbursement Agreement means any agreement between the Owner and the District for the reimbursement of eligible costs associated with the construction of any works, improvements, facilities, plants, equipment and appliances necessary to accomplish any purpose or function permitted by the District.

Subdivision Roads means all roads within the Land, regardless of size or functional classification, that are not identified as "LRTP Arterials" or "Corridor Projects" within the LRTP. Subdivision Roads include, but are not limited to the pavement structure (including but not limited to HMA or concrete surface, base material, subgrade material, geogrid, pavement striping, curbs, gutters, and shoulders), any stormwater conveyance

devices (including but not limited to culverts, ditches, channels, storm drains, and inlets), structural components (including but not limited to bridges, bridge-class culverts, and retaining walls), water quality and detention devices, vegetation control, and any improvements in aid of roads.

Vesting Date means October 18, 2024 (the date that County received a complete preliminary plat application (“Preliminary Plat”) for the Land). This definition will remain in effect until either (i) the Preliminary Plat lapses per Section 3.30 of the County’s Subdivision Regulations in effect on September 23, 2024 or (ii) a revised preliminary plat is required per Section 3.31 of the County’s Subdivision Regulations in effect on October 18, 2024, in either of which cases, the Vesting Date will be the effective date of this Agreement.

ARTICLE II CREATION OF DISTRICT AND EXECUTION OF AGREEMENTS

Section 2.01. Creation of District. The County acknowledges that the District has been created over the Land. The County agrees that this Agreement will constitute and evidence the County’s non-opposition to the creation of the District and settlement of the following lawsuits: *Williamson County, Texas v. Texas Commission on Environmental Quality*, Cause No. D-1-GN-26-004105, in the District Court of Travis County, Texas, 455th Judicial District and *Williamson County, Texas v. Texas Commission on Environmental Quality*, Cause No. D-1-GN-26-005710, in the District Court of Travis County, Texas, 353rd Judicial District. The County agrees to dismiss these lawsuits within ten (10) days following the Effective Date of this Agreement. Failure of the County to comply with the foregoing renders this Agreement null and of no further force or effect.

Section 2.02. District Execution of Agreement. The Owner shall cause the District’s Board of Directors to approve, execute, and deliver to the County this Agreement within thirty (30) days after the date the District’s Board of Directors holds its organizational meeting.

ARTICLE III ROADWAY IMPROVEMENTS

Section 3.01. Right of Way Dedications.

(a) **L RTP Corridor Project Dedication.** The County has adopted a LRTP which provides for the planning and future construction of certain road corridors within the County (“Corridor Project”). The Owner, or an affiliated entity under common control of the Owner, will convey, or cause to be conveyed, by special warranty deed, in fee simple and free and clear of all liens and encumbrances, to the County, at no cost to the County, 100% of the right-of-way owned by Owner, or an affiliated entity under common control of the Owner, required for any roads which are shown within and/or adjacent to the boundaries of the Land as Corridor Projects in the LRTP, as depicted in **Exhibit B**, within the earlier of thirty (30) days after the final alignment for any Corridor Project is set; or, in the case that a final alignment for any Corridor Project has not been set, prior to the approval of any preliminary plat containing any Corridor Project within or adjacent to the

Land. To the extent the right-of-way dedication is needed on land that is outside the boundaries of the Land and that is not otherwise owned by Owner, or any affiliated entity under common control of Owner, the County shall be responsible for acquiring said right-of-way.

(b) **L RTP Arterial(s) Dedication.** The Owner, or an affiliated entity under common control of Owner, will dedicate to the County, in fee simple and free and clear of all liens and encumbrances, at no cost to the County, through plat or otherwise, as determined by the County, 100% of the right-of-way owned by the Owner, or an affiliated entity under common control of Owner, required for any roads which are shown within and/or adjacent to the boundaries of the Land as arterial roadways in the LRTP ("LRTP Arterial(s)"), as depicted in **Exhibit B**. To the extent the right-of-way dedication is needed on land that is outside the boundaries of the Land and is not owned by Owner, or an affiliated entity under common control of Owner, the County shall be responsible for acquiring said right-of-way.

(c) **Right of Way Reimbursements.** The Owner reserves the right to seek reimbursement for any such right-of-way dedications from the District in accordance with the laws of the State of Texas. The Parties acknowledge that the final location of any Corridor Project and/or LRTP Arterial(s) right-of-way may be subject to minor changes from those shown on **Exhibit B**, subject to approval by the Owner which will not be unreasonably withheld. Owner shall have no obligation to convey any lands to the County not located within or adjacent to the Land.

Section 3.02. Road Construction. Except in cases when the Owner or District constructs a portion of a Corridor Project to serve the District pursuant to the Applicable Rules, the County agrees that it or another governmental entity, not including the District, will be responsible for the design and construction of any Corridor Project and paying the cost for same. The actual construction date of any Corridor Project is at this time undetermined and dependent upon the success of future County or City road bond elections. The construction of all Subdivision Roads shall be the responsibility of the Owner or the District and shall be constructed pursuant to the Applicable Rules. The Owner shall be entitled to reimbursement for expenses of such Subdivision Roads from the District, as allowed by the laws of the State of Texas.

Section 3.02. Road Maintenance. The County will not ever accept the Subdivision Roads for maintenance and the Owner and District acknowledge and agree that the District shall be solely responsible for all maintenance, repair, and/or reconstruction of Subdivision Roads, including paying the cost for same, and, except for traffic operations, the County shall not be responsible those items. The Parties acknowledge that the District was created with "road powers", which include the powers and authority necessary to maintain, repair, and or reconstruct such Subdivision Roads. The District shall not be responsible for maintenance of any roads other than Subdivision Roads.

ARTICLE IV DEVELOPMENT OF LAND

Section 4.01. Uniform and Continued Development. The Parties intend that this Agreement provide for the uniform review and approval of plats and development plans for the Land; and provide other terms and consideration. Accordingly, the Land will be developed and the infrastructure required for the Land will be designed and constructed in accordance with the Applicable Rules and this Agreement. Subject to the terms and conditions of this Agreement, the County confirms and agrees that the Owner has vested authority to develop the Land in accordance with the Applicable Rules. Changes or modifications to the Applicable Rules adopted after the Vesting Date will only be applicable to the extent permitted by Chapter 245, Texas Local Government Code. If there is any conflict between the Applicable Rules and the terms of this Agreement, the terms of this Agreement will control.

Section 4.02. Additional Land. Any land located in Williamson County, Texas that is added to the District in addition to the Land described in **Exhibit A**, whether by annexation or any other means, shall be considered part of the Land and subject to the terms and conditions of this Agreement; provided, however, such additional land shall be excepted from the vesting rights set out in Section 4.01 and shall be developed in accordance the Applicable Rules in effect on the date a complete plat application or development permit is filed with the County for the specific portion of the additional land that is sought to be developed.

Section 4.03. Manufactured Home for District Elections. One (1) HUD-certified manufactured home may be located within the Land solely for the purpose of providing qualified voters within the District for the District's confirmation, director, and bond elections. The manufactured home permitted by this Agreement will not require any permit or other approval by the County and will be promptly removed when no longer needed.

Section 4.04. Subdivision Application Processing.

(a) The Owner acknowledges that, as of the effective date of this Agreement, the draft preliminary plat application that it has submitted to the County for a subdivision of the Land has not yet been approved by the Williamson County Commissioners Court and that the draft preliminary plat is not being approved by way of this Agreement. The County agrees that the following requirements will not be required to obtain approval of the preliminary plat by the Williamson County Commissioners Court but will apply to each phase of development of the Land (each, a "Phase"). This section makes no other amendments to the Applicable Rules except as defined herein.

(1) Public Water System: The Owner intends to supply drinking water to each Phase by connecting to an existing public water system. Prior to final plat approval for a Phase, the Owner shall provide to the County a written commitment or agreement from the retail public utility confirming that the retail public utility will provide water service to each lot within the proposed Phase or will have the ability to provide service upon completion of construction of any water facilities described on the final plat for such Phase. Additionally, plans and specifications for the proposed water facilities for the Phase shall have been approved by all entities having jurisdiction over the proposed project.

(2) **Public Wastewater System:** The Owner intends to provide wastewater collection and treatment to each Phase by connecting to an existing public wastewater system that has been permitted by the Commission. Prior to final plat approval for a Phase, the Owner shall provide to the County a written commitment or agreement from such public wastewater system confirming that the public wastewater system will provide wastewater service to treat the total flow anticipated from the proposed Phase or will have the ability to provide service upon completion of construction of any wastewater facilities described on the final plat for such Phase. The final plat for each Phase shall contain a statement that the wastewater discharge permit has adequate capacity to treat the total flow anticipated from such Phase. Additionally, plans and specifications for the proposed wastewater facilities for the Phase shall have been approved by all entities having jurisdiction over the proposed project.

(b) The Owner agrees that it will not submit subdivision construction plans or a final plat application for any Phase to the County prior to approval of the preliminary plat by the Williamson County Commissioners Court.

(c) The Owner further agrees that the preliminary plat shall include a note on its face that states, “A final plat will not be approved by the Williamson County Commissioners Court for any portion of this preliminary plat (a “phase”) until (1) the Owner has obtained and provided to the County (i) a written commitment or agreement from the public water system that is planned to provide water service to the phase stating that the retail public utility will provide service to each lot within the phase and (ii) a written commitment or agreement from the public wastewater system that is planned to provide wastewater service to the phase confirming that the public wastewater system will provide service to treat the total flow anticipated from the phase; and (2) plans and specifications for the proposed water and wastewater facilities for the phase shall have been approved by all entities having jurisdiction over the proposed project.”

ARTICLE V TERM, ASSIGNMENT, AND REMEDIES

Section 5.01. **Term.** The term of this Agreement shall commence following the County’s and Owner’s execution hereinbelow and shall continue until the District is dissolved in accordance with the laws of the State of Texas or until this Agreement terminates by its terms, whichever is sooner.

Section 5.02. **Termination and Amendment by Agreement.** This Agreement may be terminated or amended as to all of the Land at any time by mutual written consent of the County, the Owner, and the District. This Agreement may be terminated or amended only as to a portion of the Land at any time by the mutual written consent of the County, the owner of the portion of the Land affected by the amendment or termination and the District. After full-build out of the Land and issuance of all bonds by the District for reimbursement of Owner’s eligible costs, this Agreement may be terminated or amended at any time by the mutual written consent of the County and the District.

Section 5.03. Assignment.

(a) This Agreement may not be assigned to a person or entity that is not an Affiliate without County's written consent, which will not be unreasonably withheld. If the County fails to provide its written consent or written nonconsent within ten (10) business days after receipt of the Owner's request that the County consent to the assignment of this Agreement, the County is deemed to have consented. Notwithstanding the foregoing, Owner shall have the right to assign the Agreement, in whole or in part, to any Affiliate without the County's written consent. Any assignment will be in writing, specifically set forth the assigned rights and obligations, and be executed by the proposed assignee. The Owner shall provide the County written notice of any assignment pursuant to Section 6.01 below. For purposes of the foregoing, "Affiliate" means any entity that controls, is controlled by, or is under common control with the Owner.

(b) The terms of this Agreement run with the Land and are binding upon the Owner and its assigns, and shall survive judicial or non-judicial foreclosure, for so long as this Agreement remains in effect. This agreement shall be recorded in the real property records of Williamson County, Texas.

(c) This Agreement is not intended to be binding upon, or create any encumbrance to title as to, any ultimate consumer who purchases a fully subdivided, developed, and improved lot within the Land.

Section 5.04. Remedies.

(a) If the County defaults under this Agreement, the Owner or the District may give notice setting forth the event of default ("Notice") to the County. If the County fails to cure any default that can be cured by the payment of money ("Monetary Default") within forty-five (45) days from the date the County receives the Notice, or fails to commence the cure of any default specified in the Notice that is not a Monetary Default within forty-five (45) days of the date of the Notice, and thereafter to diligently pursue such cure to completion, the Owner or the District may enforce this Agreement by a writ of mandamus from a Williamson County District Court or terminate this Agreement.

(b) If the Owner or the District defaults under this Agreement, the County may give Notice to the defaulting party. If the Owner or the District fails to cure any Monetary Default within forty-five (45) days from the date it receives the Notice, or fails to commence the cure of any default specified in the Notice that is not a Monetary Default within forty-five (45) days of the date of the Notice, and thereafter to diligently pursue such cure to completion, the County may enforce this Agreement by injunctive relief against the defaulting party from a Williamson County District Court or terminate this Agreement. If the Owner fails to cause the District's Board of Directors to approve, execute, and deliver to the County this Agreement as required by Section 2.02 of this Agreement, the County shall have the right to enjoin the Owner from executing any Reimbursement Agreements with the District and collecting reimbursements from the District for the Owner's eligible costs.

(c) If any Party defaults, the prevailing Party in the dispute will be entitled to recover its reasonable attorney's fees, expenses, and court costs from the non-prevailing Party.

ARTICLE VI MISCELLANEOUS PROVISIONS

Section 6.01. **Notice.** Any notice given under this Agreement must be in writing and may be given: (i) by depositing it in the United States mail, certified, with return receipt requested, addressed to the Party to be notified and with all charges prepaid; or (ii) by depositing it with Federal Express or another service guaranteeing "next day delivery", addressed to the Party to be notified and with all charges prepaid; or (iii) by personally delivering it to the Party, or any agent of the Party listed in this Agreement. Notice by United States mail will be effective on the earlier of the date of receipt or three (3) days after the date of mailing. Notice given in any other manner will be effective only when received. For purposes of notice, the addresses of the Parties will, until changed as provided below, be as follows:

County: Williamson County
 Attn: County Judge
 1848 Texas Trail
 Georgetown, Texas 78626

Owner: Pinehurst Builders, LLC
 Attn: Steven Meid
 3127 Village Office Place
 Champaign, Illinois 61822

District: Williamson County MUD No. 67
 c/o Armbrust & Brown, PLLC
 Attn: John Bartram
 100 Congress Avenue, Suite 1300
 Austin, Texas 78701

The Parties may change their respective addresses to any other address within the United States of America by giving at least five days' written notice to the other party.

Section 6.02. **Severability.** If any provision of this Agreement is illegal, invalid, or unenforceable, under present or future laws, it is the intention of the parties that the remainder of this Agreement not be affected, and, in lieu of each illegal, invalid, or unenforceable provision, that a provision be added to this Agreement which is legal, valid, and enforceable and is as similar in terms to the illegal, invalid, or enforceable provision as is possible.

Section 6.03. **Waiver.** Any failure by a Party to insist upon strict performance by the other party of any material provision of this Agreement will not be deemed a waiver thereof or of any other provision, and such Party may at any time

thereafter insist upon strict performance of any and all of the provisions of this Agreement.

Section 6.04. Applicable Law and Venue. The interpretation, performance, enforcement, and validity of this Agreement is governed by the laws of the State of Texas. Venue will be in a court of appropriate jurisdiction in Williamson County, Texas.

Section 6.05. Entire Agreement. This Agreement contains the entire agreement of the Parties. There are no other agreements or promises, oral or written, between the Parties regarding the subject matter of this Agreement. This Agreement supersedes all other agreements between the Parties concerning the subject matter.

Section 6.06. Exhibits, Headings, Construction, and Counterparts. All schedules and exhibits referred to in or attached to this Agreement are incorporated into and made a part of this Agreement for all purposes. The paragraph headings contained in this Agreement are for convenience only and do not enlarge or limit the scope or meaning of the paragraphs. Wherever appropriate, words of the masculine gender may include the feminine or neuter, and the singular may include the plural, and vice-versa. The Parties acknowledge that each of them has been actively and equally involved in the negotiation of this Agreement. Accordingly, the rule of construction that any ambiguities are to be resolved against the drafting party will not be employed in interpreting this Agreement or any exhibits hereto. This Agreement may be executed in any number of counterparts, each of which will be deemed to be an original, and all of which will together constitute the same instrument.

Section 6.07. Time. Time is of the essence of this Agreement. In computing the number of days for purposes of this Agreement, all days will be counted, including Saturdays, Sundays, and legal holidays; however, if the final day of any time period falls on a Saturday, Sunday, or legal holiday, then the final day will be deemed to be the next day that is not a Saturday, Sunday, or legal holiday.

Section 6.08. Authority for Execution. The County certifies, represents, and warrants that the execution of this Agreement has been duly authorized and adopted in conformity with state law. The Owner and District each hereby certifies, represents, and warrants that the execution of this Agreement has been duly authorized and adopted in conformity with the constituent documents of each person or entity executing on behalf of the Owner and District.

Section 6.09 Force Majeure. If, by reason of force majeure, any Party is rendered unable, in whole or in part, to carry out its obligations under this Agreement, the Party whose performance is so affected must give notice and the full particulars of such force majeure to the other Parties within a reasonable time after the occurrence of the event or cause relied upon, and the obligation of the Party giving such notice, will, to the extent it is affected by such force majeure, be suspended during the continuance of the inability but for no longer period. The Party claiming force majeure must endeavor to remove or overcome such inability with all reasonable dispatch. The term “*force majeure*” means Acts of God, strikes, lockouts, or other industrial disturbances, acts of the public enemy, orders of any kind of the government of the United States or the State

of Texas, or of any court or agency of competent jurisdiction or any civil or military authority, insurrection, riots, epidemics, landslides, lightning, earthquake, fires, hurricanes, storms, floods, washouts, droughts, arrests, restraints of government and people, civil disturbances, vandalism, explosions, breakage or accidents to machinery, pipelines or canals, or inability on the part of a Party to perform due to any other causes not reasonably within the control of the Party claiming such inability.

Section 6.10. **Interpretation.** As used in this Agreement, the term “including” means “including without limitation” and the term “days” means calendar days, not business days. Wherever required by the context, the singular shall include the plural, and the plural shall include the singular. Each defined term herein may be used in its singular or plural form whether or not so defined.

Section 6.11. **No Third-Party Beneficiary.** This Agreement is solely for the benefit of the Parties, and neither the County, the District, nor the Owner intends by any provision of this Agreement to create any rights in any third-party beneficiaries or to confer any benefit upon or enforceable rights under this Agreement or otherwise upon anyone other than the County, the District, and the Owner (and any permitted assignee of the Owner).

Section 6.12. **Exhibits.** The following exhibits are attached to this Agreement, and made a part hereof for all purposes:

Exhibit A - Metes and Bounds Description and Map of the Land

Exhibit B - LRTP Corridor Project and/or Arterial Locations

IN WITNESS WHEREOF, the undersigned Parties have executed this Agreement on the dates indicated below to be effective as of the date executed by the County.

(Signatures on the following pages.)

THE COUNTY:

WILLIAMSON COUNTY, TEXAS

By: _____

Name:_____

Title:_____

Date:_____

THE STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

 This instrument was acknowledged before me on _____, 2026, by
_____, as Presiding Officer of the Williamson County
Commissioners Court, on behalf of said County.

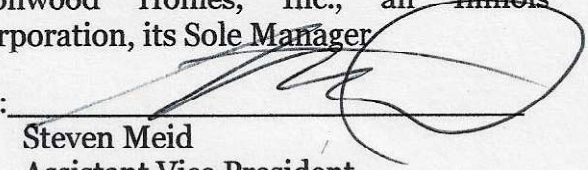
(SEAL)

Notary Public, State of Texas

THE OWNER:

PINEHURST BUILDERS, LLC, a Texas limited liability company

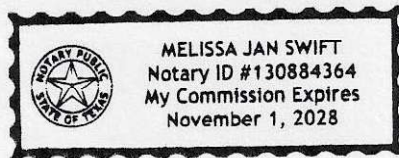
By: Ironwood Homes, Inc., an Illinois corporation, its Sole Manager

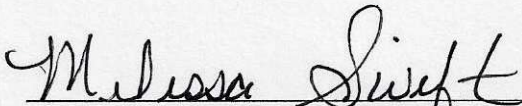
By: 
Steven Meid
Assistant Vice President

STATE OF TEXAS §
 §
COUNTY OF TRAVIS §

This instrument was acknowledged before me on July 23, 2026, by Steven Meid, Assistant Vice President of Ironwood Homes, Inc., an Illinois corporation, Sole Manager of Pinehurst Builders, LLC, a Texas limited liability company, on behalf of said corporation and limited liability company.

(SEAL)




Notary Public, State of Texas

THE DISTRICT:

**WILLIAMSON COUNTY MUNICIPAL
UTILITY DISTRICT NO. 67**

By:_____

Name:_____

Title: President, Board of Directors

THE STATE OF TEXAS §

§

COUNTY OF TRAVIS §

 This instrument was acknowledged before me on_____, 2026, by
_____, President of the Board of Directors of Williamson County
Municipal Utility District No. 67, on behalf of said District.

(SEAL)

Notary Public, State of Texas

EXHIBIT A

Metes and Bounds Description
and
Map of the Land

[attached]

FIELD NOTES
FOR

A 50.133 ACRE TRACT OF LAND SITUATED IN THE JOHN MCQUEEN SURVEY, ABSTRACT NO. 426, BEING OUT OF A CALLED 20.000 ACRE TRACT CONVEYED TO THE PINEHURST BUILDERS, LLC, RECORDED IN DOCUMENT NO. 2022014277 OF THE OFFICIAL PUBLIC RECORDS OF WILLIAMSON COUNTY, TEXAS, BEING OUT OF A CALLED 18.000 ACRE TRACT CONVEYED TO THE PINEHURST BUILDERS, LLC, RECORDED IN DOCUMENT NO. 2023073334 OF SAID OFFICIAL PUBLIC RECORDS, AND BEING OUT A CALLED 12.132 ACRE TRACT CONVEYED TO THE PINEHURST BUILDERS, LLC, RECORDED IN DOCUMENT NO. 2024007678 OF SAID OFFICIAL PUBLIC RECORDS. SAID 50.133 ACRE TRACT BEING MORE FULLY DESCRIBED AS FOLLOWS, WITH BEARINGS BASED ON THE TEXAS COORDINATE SYSTEM ESTABLISHED FOR THE CENTRAL ZONE FROM THE NORTH AMERICAN DATUM OF 1983 NAD 83 (NA2011) EPOCH 2010.00;

BEGINNING at an iron rod with cap marked "RPLS 5784" found for a point of curvature on the southeast right-of-way line of County Road 105, a 136-foot right-of-way, recorded in Document No. 2020049567 of the Official Public Records of Williamson County, Texas, said point being the northeast corner of a called 52.41 acre tract conveyed to M&RBFF recorded in Document No. 2017112470 of the said Official Public Records, same being the northwest corner of said 20.000 acre tract for the northwest corner and **POINT OF BEGINNING** hereof;

THENCE, with the south right-of-way line of said County Road 105, same being the north boundary line of said 20.000 acre tract, in part, with the north boundary line of said 12.132 acre tract, the following three (3) courses and distances:

1. along the arc of a curve to the left having a radius of 1568.00 feet, a central angle of 03°43'05", a chord bearing and distance of N 52°25'26" E, 101.74 feet, an arc length of 101.75 feet to an iron rod with cap marked "RPLS 5784" found for a point of compound curvature hereof,
2. along the arc of a curve to the left having a radius of 838.56 feet, a central angle of 34°38'43", a chord bearing and distance of N 44°25'00" E, 499.36 feet, an arc length of 507.05 feet to a ½" iron rod with yellow cap marked "Pape-Dawson" found for a point of non-tangency hereof, and
3. N 27°10'20" E, a distance of 99.04 feet to a ½" iron rod found on the northwest corner of the Remnant Portion of a called 219.998 acre tract, conveyed to OP III ATX Georgetown 220, LP, recorded in Document No. 2023085197, same being the northeast corner of said 12.132 acre tract for the northeast corner hereof,

THENCE S 21°24'07" E, departing the south right-of-way line of said County Road 105, with the west boundary line of the Remnant Portion of said 219.998 acre tract, same being the east boundary line of said 12.132 acre tract, a distance of 3743.79 feet to a ½" iron rod found on the north boundary line of a called 21.12 acre tract, conveyed to Jane Elizabeth Spangler and Dennis Raymond Spangler, recorded in Volume 1226, Page 117 of the Official Records of Williamson County, Texas, said point being a southwest corner of the Remnant Portion of said 219.998 acre tract, same being the southeast corner of said 12.132 acre tract for the southeast corner hereof,

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telephone: 512-454-8711 address: 10801 NORTH MOPAC EXPRESSWAY, BUILDING 3 - SUITE 200 AUSTIN, TX 78759 website: PAPE-DAWSON.COM
Austin | San Antonio | Houston | Fort Worth | Dallas | New Braunfels Texas Engineering Firm #470 Texas Surveying Firm #10028801

50.133 Acres
Job No. 51318-00
Page 2 of 2

THENCE S 68°21'23" W, departing the southwest corner of the Remnant portion of said 219.998 acre tract, with the north boundary line of said 21.12 acre tract, same being the south boundary line of said 12.132 acre tract, a distance of **620.26 feet** to a concrete monument found on the southeast corner of a called 112 acre tract, conveyed to M&RBFF, LLC, recorded in Document No. 2017112470 of said Official Public Records, same being the southwest corner of said 12.132 acre tract for the southwest corner hereof,

THENCE N 21°31'22" W, departing the north boundary line of said 21.12 acre tract, with the east boundary line of said 112 acre tract, in part, with the east boundary line of said 52.41 acre tract, same being the west boundary line of said 12.132, in part, with the west boundary lines of said 18.000 acre tract and said 20.000 acre tract, a distance of **2039.81 feet** to a ½" iron rod found on the south boundary line of Lot 11, Conveyed to Jonah Water Supply Corporation, recorded in Volume 1290, Page 647 of said Official Records, and recorded in Volume 2180, Page 347 of said Official Records, same being a northwest corner of said 20.000 acre tract for an angle point hereof,

THENCE N 08°30'20" E, departing the east boundary line of said 52.41 acre tract, with a northwest boundary line of said 20.000 acre tract, same being the southeast boundary line of said Lot 11, a distance of **351.34 feet** to a ½" iron rod with yellow cap marked "Pape-Dawson" found for a west ell corner of said 20.000 acre tract, same being an east corner of said Lot 11, for a west ell corner and point of non-tangent curvature hereof;

THENCE, with a west boundary line of said 20.000 acre tract, same being an east boundary line of said Lot 11, along the arc of a curve to the right, having a **radius of 50.00 feet**, a **central angle of 56°13'35"**, a **chord bearing and distance of N 38°40'13" W, 47.12 feet**, an **arc length of 49.07 feet** to a ½" iron rod found at a southwest ell corner of said 20.000 acre tract, same being the northeast corner of said Lot 11, for a southwest ell corner and point of non-tangency hereof;

THENCE S 69°24'26" W, with a south boundary line of said 20.000 acre tract, same being the north boundary line of said Lot 11, a distance of **161.95 feet** to a ½" iron rod with yellow cap marked "Pape-Dawson" found on a point in the east boundary line of said 52.41 acre tract, said point being the northwest corner of said Lot 11, same being a southwest corner of said 20.000 acre tract for an angle point hereof;

THENCE N 21°31'22" W, departing the northwest corner of said Lot 11, with the east boundary line of said 52.41 acre tract, same being the west boundary line of said 20.000 acre tract, a distance of **1056.35 feet** to the **POINT OF BEGINNING** and containing 50.133 acres in the City of Georgetown, Williamson County Texas. Said tract being described in accordance with a survey made on the ground prepared under Job No. 51318-00 by Pape-Dawson Consulting Engineers, LLC.

PREPARED BY Pape-Dawson Consulting Engineers, LLC.
DATE April 11, 2025
Job No. 51318-00
DOC. ID. H:\Survey\CIVIL\51318-00\MUD\Word\FN51318-00_50.133Ac.docx
TBPE Firm Registration #470
TBPLS Firm Registration #100288-01

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telephone: 512-454-8711 address: 10801 NORTH MOPAC EXPRESSWAY, BUILDING 3 - SUITE 200 AUSTIN, TX 78759 website: PAPE-DAWSON.COM
Austin | San Antonio | Houston | Fort Worth | Dallas | New Braunfels Texas Engineering Firm #470 Texas Surveying Firm #10028801



EXHIBIT B

Corridor Project and/or LRTP Arterial Locations

The Williamson County Long Range Transportation Plan (LRTP) referenced in Section 3.01 of this Agreement does not include any future arterials, corridor projects, or other roads or rights-of-way needs within the Land.

Commissioners Court - Regular Session**46.****Meeting Date:** 08/04/2026

First Amendment to and Assignment of Consent and Development Agreement between Williamson County The Johnson Development Corp and CR 207 LP

Submitted For: Adam Boatright**Submitted By:** Misti Schulz, Infrastructure**Department:** Infrastructure**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action on a First Amendment to and Assignment of Consent and Development Agreement between Williamson County, The Johnson Development Corp. and CR 207, LP.

Public Background

This First Amendment to and Assignment of the Consent and Development Agreement relates to the Consent and Development Agreement between Williamson County, The Johnson Development Corp., CR207B Partners, LP, CR207S Partners, LP, Bill Chapman, Heath Chapman, and a proposed Williamson County Municipal Utility District to be located on CR 207, which was previously approved on February 25, 2025.

Fiscal Impact

From/To	Acct No.	Description	Amount
---------	----------	-------------	--------

Attachments

First Amendment to and Assignment of Consent and Development Agreement

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Misti Schulz

Final Approval Date: 07/29/2026

Reviewed By

Delia Colon

Date

07/29/2026 08:59 AM

Started On: 07/21/2026 01:51 PM

**FIRST AMENDMENT TO AND ASSIGNMENT OF CONSENT AND
DEVELOPMENT AGREEMENT**

AMONG

WILLIAMSON COUNTY, TEXAS;

THE JOHNSON DEVELOPMENT CORP.;

AND

CR 207, LP

FIRST AMENDMENT TO AND ASSIGNMENT OF CONSENT AND DEVELOPMENT AGREEMENT

This **FIRST AMENDMENT TO AND ASSIGNMENT OF CONSENT AND DEVELOPMENT AGREEMENT** (this “Amendment”) is entered into by **Williamson County, Texas**, a Texas political subdivision (the “County”), and **CR 207 LP**, a Texas limited partnership (“CR 207”), as successor in interest to The Johnson Development Corp., a Delaware corporation (“JDC”). JDC is a party to this Amendment solely for the purpose of agreeing to the provisions of Section 2.

RECITALS

WHEREAS, the County, JDC, CR 207B Partners, LP (“207B”), CR207S Partners, LP (“207S”), Bill Chapman, and Heath Chapman (Messrs. Chapman, together with 207B and 207S, the “Prior Owner”) previously entered into that Consent and Development Agreement effective February 25, 2025 (the “Original Agreement”, together with this Amendment, the “Agreement”);

WHEREAS, CR 207, as successor-in-interest to JDC, purchased the Land from Prior Owner pursuant to a transaction that closed on or around August 28, 2025 (the “Closing”);

WHEREAS, following such Closing, CR 207 is the successor-in-interest to the Prior Owner under the Original Agreement;

WHEREAS, CR 207 is developing approximately 763.958 acres of land located within the boundaries of the County (the “Land”);

WHEREAS, the Land is more particularly described by metes and bounds on the attached **Exhibit A**; and

WHEREAS, JDC desires to assign its rights and obligations as the “Developer” under the Original Agreement to CR 207; and

WHEREAS, the County and CR 207 desire to amend the Original Agreement to, among other things, require evidence of sufficient wastewater treatment capacity as a prerequisite to final plat approval by the County, and to provide for timing of construction of certain turn lanes necessary to serve the Developer’s master-planned, residential community within the Land (the “Project”); and

NOW THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, including the agreements set forth below, the parties hereto contract as follows:

AGREEMENT

1. The recitals set forth above are declared true and correct and are hereby incorporated as part of this Amendment.

2. Pursuant to Section 5.03(a) of the Agreement, JDC has the right to assign the Agreement to an affiliated entity without the County's consent, and does hereby transfer, convey, set over, assign, contribute, and deliver to CR 207 its interest in the Agreement, effective on the date this Amendment is signed by all parties hereto. CR 207 hereby accepts, and acknowledges receipt of, and agrees to be bound by all of the terms of the Agreement. The County acknowledges and agrees that its execution of this Amendment constitutes notice of the assignment effected hereby in satisfaction of the requirements of Section 5.03(a) of the Agreement.
3. The definition of "Land" in Section 1.01 of the Original Agreement is hereby deleted and replaced, as follows:

"Land" means approximately 763.958 acres of land located in Williamson County, Texas, as described by metes and bounds on Exhibit A.

4. Section 4.04 is hereby added to the Original Agreement, as follows:

Section 4.04. Subdivision Application Processing.

(a) The Developer acknowledges that, as of the effective date of this Agreement, the preliminary plat application that it has submitted to the County for a subdivision of the Land has not yet been approved by the Williamson County Commissioners Court and that the preliminary plat is not being approved by way of this Agreement. The County agrees that the following requirements, including providing evidence of a permit from the TCEQ to dispose of wastewater to serve the Land, will not be required to obtain approval of the preliminary plat or subdivision construction plans by the Williamson County Commissioners Court or by the County, respectively, but the following requirements will apply to each phase of development of the Land (each, a "Phase"). This section makes no other amendments to the Applicable Rules except as set forth herein.

- (1) **Organized Sewerage Facilities:** The Developer intends to develop an organized wastewater collection and treatment system to serve the Land. Prior to final plat approval for a Phase, the Developer shall provide the County evidence that it has obtained the appropriate permit from the Commission to dispose of wastewater for the build-out of such Phase and plans and specifications for the proposed wastewater collection and treatment facilities for the Phase shall have been approved by all entities having jurisdiction over the proposed project. The final plat for each Phase shall contain a statement that the permit has adequate capacity to treat the total flow anticipated from such Phase. If the approved wastewater treatment facilities are under construction or have been constructed but are not fully operational, the County agrees that pump and haul wastewater service will be allowed to serve the first phase of the development until the facilities are fully operational; and, if required by 30 TAC §285.34(e) because the Commission determines that the wastewater treatment plant wet well constitutes a holding tank for an on-site sewage facility (OSSF) under the Commission's regulations, the

County will, if the Developer submits an application to the County meeting the County's OSSF regulations, issue a permit for such holding tank for a period of up to six (6) months, which permit may be extended administratively by the County Engineer for one additional six-month period.

- (2) The Developer further agrees that the preliminary plat shall include a note on its face that states, "A final plat will not be approved by the Williamson County Commissioners Court for any portion of this preliminary plat (a "phase") until the Developer has obtained and provided to the County evidence that it has obtained the appropriate permit from the TCEQ to dispose of wastewater for the build-out of the phase and plans and specifications for the proposed wastewater collection and treatment facilities for the phase shall have been approved by all entities having jurisdiction over the proposed project."

5. Section 4.05 is hereby added to the Original Agreement as follows:

Section 4.05. Traffic Mitigation.

The Project will have two full access driveways with access off County Road 207; the northern driveway will be known as "Wild Adventure Way" and the southern driveway will be known as "Morning Cast Lane," as shown on the preliminary plat for Chapman Ranch Phase 1 & 2. The County and Developer acknowledge and agree that certain turn lanes on County Road 207 (as further described in this Section 4.05, the "Turn Lanes") will be required to serve the Project. Developer agrees to construct, or cause construction of, the Turn Lanes, or portions thereof, in accordance with the following:

- (a) Turn Lanes at Wild Adventure Way: (i) southbound right Turn Lane prior to recordation of a final plat for a Phase containing the 579th single-family lot within the Project, and (ii) northbound left Turn Lane prior to recordation of a final plat for a Phase containing the 1,008th single-family lot within the Project;
- (b) Turn Lanes at Morning Cast Lane: (i) southbound right Turn Lane prior to recordation of a final plat for a Phase containing the 579th single-family lot within the Project and (ii) northbound left Turn Lane prior to recordation of a final plat for a Phase containing the 675th single-family lot within the Project.

The design of the respective portions of the Turn Lanes, as set forth above, shall be included in the construction plan(s) that includes the 579th single-family lot, the 675th single-family lot, and the 1,008th single-family lot, respectively, within the Project. The Developer shall be required to provide fiscal security for the construction of the required portion of a Turn Lane in accordance with Section 7.2 of the Applicable Rules, if such required portion of the Turn Lane is not completed at the time of recordation of a final plat for a Phase containing the 579th single-family lot, the 675th single-family lot, and the 1,008th single-family lot, respectively,

within the Project. For the avoidance of doubt, the Parties acknowledge and agree that the Turn Lanes are not required to be (i) included in the Chapman Ranch Phase 1 & Phase 2 construction plans, or (ii) constructed as part of Chapman Ranch Phase 1 & Phase 2.

6. **Exhibit A** in the Original Agreement is hereby replaced with **Exhibit A** attached hereto.
7. Except as specifically amended in this Amendment, the Original Agreement shall remain in full force and effect.
8. Unless otherwise defined herein, capitalized terms used herein shall have the same meanings given them in the Original Agreement.
9. This Amendment shall be effective on the date this Amendment is signed by all parties hereto.

[Remainder of page intentionally left blank.]

IN WITNESS WHEREOF, the undersigned parties have executed this Amendment on the dates indicated below.

**WILLIAMSON COUNTY, TEXAS
(COUNTY)**

By:_____

Name: _____

Title: As Presiding Officer of the Williamson
County Commissioners Court

Date:_____

THE STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

 This instrument was acknowledged before me on _____, 20____, by____
_____, as Presiding Officer of the Williamson County
Commissioners Court, on behalf of said County.

Notary Public Signature

(Seal)

CR 207:

CR 207 LP,

a Texas limited partnership

By: Johnson CR GP LLC,
a Texas limited liability company,
its General Partner

By: 
Name: Thomas G. Tucker
Title: Vice President

Date: 5 / 20 / 20

Address for Notice to "Owner" and "Developer"
under the Agreement:

CR 207 LP
Attn: Elizabeth York
5005 Riverway Drive, Ste. 500
Houston, TX 77056

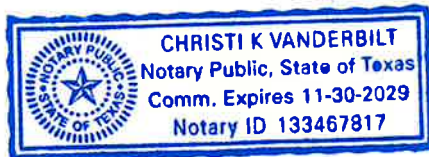
THE STATE OF Texas
COUNTY OF Travis

§
§
§

This instrument was acknowledged before me on the 20th day of May, 2020, by Thomas G. Tucker, Vice President of Johnson CR GP LLC, a Texas limited liability company, and general partner of CR 207 LP, a Texas limited partnership, on behalf of said limited partnership and limited liability company.

(SEAL)


Notary Public Signature



Solely for the purpose of agreeing to the provisions of Section 2 of this Amendment:

JDC:

THE JOHNSON DEVELOPMENT CORP.,
a Delaware corporation

By: [Signature]
Name: Thomas Tucker
Title: VP

Date: 6-4-26

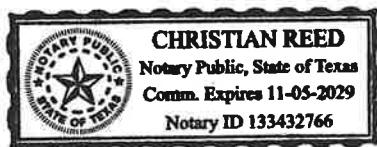
THE STATE OF Texas

COUNTY OF Travis

§
§
§

This instrument was acknowledged before me on the 4th day of June, 2026, by Thomas Tucker, VP of The Johnson Development Corp., a Delaware corporation, on behalf of said corporation.

(SEAL)



[Signature]

Notary Public Signature

EXHIBIT A

Metes and Bounds Description of the Land

[attached]



Firm: 10194104 • 512-915-4950
Physical Address: 831 N. Main Street, Salado 76571
Mailing Address: P.O. Box 798, Salado 76571

FIELD NOTES FOR A 763.958 ACRE TRACT OF LAND:

BEING A 763.958 ACRE TRACT OF LAND, LOCATED IN THE NATHANIEL CAMPBELL SURVEY, ABSTRACT NO. 2, THE THOMAS W. MOORE SURVEY, ABSTRACT NO. 419, THE JACKSON BERRY SURVEY, ABSTRACT NO. 62, AND THE I&GN RR CO SURVEY, ABSTRACT NO. 338, WILLIAMSON COUNTY, TEXAS; SAID 763.958 ACRE TRACT, BEING ALL OF THAT CALLED 239.52 ACRE TRACT OF LAND RECORDED IN DOCUMENT NO. 2022108187, ALL OF THAT CERTAIN 22.909 ACRE TRACT OF LAND RECORDED IN DOCUMENT NO. 2020117500, AND ALL OF THAT CALLED 279.41 ACRE TRACT OF LAND RECORDED IN DOCUMENT NO. 2023023810, AND THE REMAINING PORTION OF THAT CALLED 264.20 ACRE TRACT OF LAND RECORDED IN DOCUMENT NO. 2004093271, OFFICIAL PUBLIC RECORDS, WILLIAMSON COUNTY, TEXAS; SAID 763.958 ACRE TRACT BEING MORE PARTICULARLY DESCRIBED BY METES AND BOUNDS AS FOLLOWS:

BEGINNING at a 1/2" iron rod located in the northwest right-of-way line of County Road 232 for the northeast corner of said 239.52 acre tract, being the southeast corner of that called 227.64 acre tract of land recorded in Document No. 2014067598, Official Public Records, Williamson County, Texas, said point being the northeast corner of the herein described tract of land;

Thence, with the northwest and the southwest right-of-way line of County Road 232, the northeast and southeast lines of said 239.52 acre tract, the following three (3) courses and distances:

1. **S 14° 58' 23" W**, a distance of **252.93'** (Record per Document No. 2022108187: S 16° 50' 00" W, a distance of 252.89'), to a 1/2" iron rod located for an angle point of the herein described tract of land;
2. **S 13° 51' 37" E**, a distance of **118.50'** (Record per Document No. 2022108187: S 12° 00' 00" E, a distance of 118.50'), to a 1/2" iron rod with a blue "QUICK INC RPLS 6447" plastic cap set for an angle point of the herein described tract of land;
3. **S 20° 49' 33" E**, a distance of **1028.98'** (Record per Document No. 2022108187: S 18° 56' 26" E, a distance of 1029.00'), to a 1/2" iron rod located in the southwest right-of-way line of County Road 232 for the southeast corner of said 239.52 acre tract, being the

northeast corner of said 279.41 acre tract, said point being an angle point of the herein described tract of land;

Thence, with the southwest right-of-way line of County Road 232, the northeast lines of said 279.41 acre tract, the following five (5) courses and distances:

4. **S 19° 26' 40" E**, a distance of **1116.16'** (Record per Document No. 2023023810: S 19° 26' 48" E, a distance of 1116.16'), to a 1/2" iron rod with a blue "QUICK INC RPLS 6447" plastic cap set for an angle point of the herein described tract of land;
5. **S 21° 55' 15" E**, a distance of **1051.34'** (Record per Document No. 2023023810: S 21° 55' 23" E, a distance of 1051.36'), to a 2-5/8" metal pipe fence post located for an angle point of the herein described tract of land;
6. **S 13° 12' 58" E**, a distance of **150.06'** (Record per Document No. 2023023810: S 11° 13' 11" E, a distance of 150.15'), to a 2-5/8" metal pipe fence post located for an angle point of the herein described tract of land;
7. **S 04° 54' 12" E**, a distance of **255.68'** (Record per Document No. 2023023810: S 04° 54' 17" E, a distance of 255.61'), to a 1/2" iron rod with a blue "QUICK INC RPLS 6447" plastic cap set for an angle point of the herein described tract of land;
8. **S 05° 05' 18" E**, a distance of **336.69'** (Record per Document No. 2023023810: S 05° 05' 23" E, a distance of 336.60'), to a 1/2" iron rod located in the southwest right-of-way line of County Road 232 for the southeast corner of said 279.41 acre tract, being the northeast corner of that called 10.00 acre tract of land recorded in Document No. 9857609, Official Public Records, Williamson County, Texas, said point being the easternmost southeast corner of the herein described tract of land;

Thence, departing the southwest right-of-way line of County Road 232, with the southeast lines of said 279.41 acre tract, the northwest lines of said 10.00 acre tract, the following seven (7) courses and distances:

9. **S 68° 28' 52" W**, a distance of **74.58'** (Record per Document No. 2023023810: S 68° 28' 28" W, a distance of 74.62'), to a 1/2" iron rod located for an angle point of the herein described tract of land;
10. **S 68° 29' 01" W**, a distance of **146.77'** (Record per Document No. 2023023810: S 68° 27' 56" W, a distance of 146.77'), to a 1/2" iron rod located for an angle point of the herein described tract of land;

11. **S 67° 47' 38" W**, a distance of **209.86'** (Record per Document No. 2023023810: S 67° 46' 10" W, a distance of 209.90'), to a 1/2" iron rod with a blue "QUICK INC RPLS 6447" plastic cap set for an angle point of the herein described tract of land;
12. **S 68° 18' 17" W**, a distance of **187.38'** (Record per Document No. 2023023810: S 68° 16' 49" W, a distance of 187.41'), to a 1/2" iron rod located for an angle point of the herein described tract of land;
13. **S 68° 07' 24" W**, a distance of **110.84'** (Record per Document No. 2023023810: S 68° 12' 58" W, a distance of 110.90'), to a 1/2" iron rod located for an angle point of the herein described tract of land;
14. **S 68° 04' 10" W**, a distance of **125.36'** (Record per Document No. 2023023810: S 67° 57' 36" W, a distance of 125.37'), to a 1/2" iron rod located for an angle point of the herein described tract of land;
15. **S 68° 24' 27" W**, a distance of **116.49'** (Record per Document No. 2023023810: S 68° 22' 41" W, a distance of 116.14'), to a 1/2" iron rod located for an angle point of said 279.41 acre tract, the northwest corner of said 10.00 acre tract, being the northeast corner of Lot 2 and Lot 3, of 250 CR 202 Subdivision, according to the plat of record in Document No. 2023087359, Official Public Records, Williamson County, Texas, said point being an angle point of the herein described tract of land;

Thence, with the southeast lines of said 279.41 acre tract, the northwest lines of said Lot 2 and Lot 3, of 250 CR 202 Subdivision, the following three (3) courses and distances:

16. **S 68° 11' 04" W**, a distance of **33.66'** (Record per Document No. 2023023810: S 67° 13' 47" W, a distance of 33.11'), to a 1/2" iron rod located for an angle point of the herein described tract of land;
17. **S 68° 10' 24" W**, a distance of **214.99'** (Record per Document No. 2023023810: S 68° 14' 38" W, a distance of 215.02'), to a 1/2" iron rod located for an angle point of the herein described tract of land;
18. **S 68° 20' 15" W**, a distance of **248.26'** (Record per Document No. 2023023810: S 68° 28' 11" W, a distance of 249.28'), to a 1/2" iron rod located for an angle point of said 279.41 acre tract, the northwest corner of Lot 2B, of Lot 2 and Lot 3, of 250 CR 202 Subdivision, being the northeast corner of that called 11.990 acre tract of land recorded in Document No. 2007019257, Official Public Records, Williamson County, Texas, said point being an angle point of the herein described tract of land;

Thence, with the southeast lines of said 279.41 acre tract, the northwest lines of said 11.990 acre tract, the following three (3) courses and distances:

19. **S 68° 36' 42" W**, a distance of **229.84'** (Record per Document No. 2023023810: S 68° 39' 19" W, a distance of 229.73'), to a 1/2" iron rod located for an angle point of the herein described tract of land;
20. **S 69° 21' 41" W**, a distance of **247.20'** (Record per Document No. 2023023810: S 69° 26' 55" W, a distance of 247.42'), to a 1/2" iron rod located for an angle point of the herein described tract of land;
21. **S 68° 54' 20" W**, a distance of **75.22'** (Record per Document No. 2023023810: S 68° 51' 04" W, a distance of 74.65'), to a 1/2" iron rod located for an angle point of said 279.41 acre tract, the northwest corner of said 11.990 acre tract, being the northeast corner of that called 7.09 acre tract of land recorded in Document No. 2008071089, Official Public Records, Williamson County, Texas, said point being an angle point of the herein described tract of land;

Thence, with the southeast lines of said 279.41 acre tract, the northwest lines of said 7.09 acre tract, the following three (3) courses and distances:

22. **S 68° 54' 09" W**, a distance of **81.49'** (Record per Document No. 2023023810: S 68° 54' 58" W, a distance of 81.48'), to a 1/2" iron rod located for an angle point of the herein described tract of land;
23. **S 70° 02' 26" W**, a distance of **290.24'** (Record per Document No. 2023023810: S 69° 59' 31" W, a distance of 290.33'), to a 1/2" iron rod located for an angle point of the herein described tract of land;
24. **S 68° 56' 07" W**, a distance of **200.00'** (Record per Document No. 2023023810: S 68° 53' 34" W, a distance of 199.99'), to a 1/2" iron rod located for an exterior corner of said 279.41 acre tract, an angle point of said 22.909 acre tract, being the northwest corner of said 7.09 acre tract, said point being an interior corner of the herein described tract of land;
25. **Thence**, with a northeast line of said 22.909 acre tract, a southwest line of said 7.09 acre tract, **S 09° 37' 45" E**, a distance of **484.84'** (Record per Document No. 2020117500: S 09° 37' 45" E, a distance of 484.84'), to a 1/2" iron rod located for the southeast corner of said 22.909 acre tract, an exterior corner of said 7.09 acre tract, the northwest corner of that called 5.00 acre tract of land recorded in Document No. 2007014536, Official Public Records, Williamson County, Texas, the northeast corner of that called 10.006 acre tract of land recorded in Document No. 2023006126, Official Public

Records, Williamson County, Texas, said point being an exterior corner of the herein described tract of land;

26. **Thence**, with the southeast line of said 22.909 acre tract, the northwest line of said 10.006 acre tract, the northwest line of that called 11.61 acre tract of land recorded in Document No. 2022012965, Official Public Records, Williamson County, Texas, **S 69° 31' 25" W**, a distance of **1128.33'** (Record per Document No. 2020117500: S 69° 31' 25" W, a distance of 1128.33'), to a 1/2" iron rod located for the southeast corner of said 22.909 acre tract, being in the southeast line of the remainder of said 264.20 acre tract, the northwest corner of said 11.61 acre tract, said point being an interior corner of the herein described tract of land;
27. **Thence**, with a northeast line of the remainder of said 264.20 acre tract, the southwest line of said 11.61 acre tract, **S 20° 34' 16" E**, a distance of **871.46'** (Record per Document No. 2004093271: S 19° 47' 27" E, a distance of 871.19'), to a 1/2" iron rod located in the northwest right-of-way line of County Road 202 for the southeast corner of the remainder of said 264.20 acre tract, being the southwest corner of said 11.61 acre tract, said point being an exterior corner of the herein described tract of land;
28. **Thence**, with the northwest right-of-way line of County Road 202, a southeast line of the remainder of said 264.20 acre tract, **S 69° 41' 17" W**, a distance of **629.44'** (Record per Document No. 2004093271: S 70° 12' 53" W), to a 1/2" iron rod located in the northwest right-of-way line of County Road 202 for an exterior corner of the remainder of said 264.20 acre tract, being the southeast corner of that called 6.7846 acre tract of land recorded in Document NO. 2000077349, Official Public Records, Williamson County, Texas, said point being an exterior corner of the herein described tract of land;
29. **Thence**, departing the northwest right-of-way line of County Road 202, with a southwest line of the remainder of said 264.20 acre tract, the northeast line of said 6.7846 acre tract, a northeast line of the remaining portion of that called 30.468 acre tract of land recorded in Document No. 9654939, Official Public Records, Williamson County, Texas, **N 20° 28' 51" W**, a distance of **1286.00'** (Record per Document No. 2004093271: N 19° 48' 46" W, a distance of 1286.22'), to a 1/2" iron rod located for an interior corner of the remainder of said 264.20 acre tract, being the northeast corner of the remainder of said 30.468 acre tract, said point being an interior corner of the herein described tract of land;

Thence, with the common boundaries of the remainder of said 264.20 acre tract, and the remainder of said 30.468 acre tract, the following two (2) courses and distances:

30. **S 68° 35' 32" W**, a distance of **1186.58'** (Record per Document No. 2004093271: S 69° 16' 25" W, a distance of 1186.61'), to a 1/2" iron rod located for an interior corner of the herein described tract of land;

31. **S 33° 34' 22" E**, a distance of **1293.67'** (Record per Document No. 2004093271: S 32° 53' 43" E, a distance of 1294.00'), to a 1/2" iron rod located in the northwest right-of-way line of County Road 202 for an exterior corner of the remainder of said 264.20 acre tract, being the southwest corner of the remainder of said 30.468 acre tract, said point being an exterior corner of the herein described tract of land;

Thence, with the northwest right-of-way line of County Road 202, with the southeast lines of the remainder of said 264.20 acre tract, the following four (4) courses and distances:

32. **S 71° 03' 39" W**, a distance of **83.52'** (Record per Document No. 2004093271: S 72° 03' 17" W, a distance of 83.41'), to a 1/2" iron rod located for an angle point of the herein described tract of land;

33. **S 69° 09' 17" W**, a distance of **547.00'** (Record per Document No. 2004093271: S 69° 50' 09" W, a distance of 574.16'), to a 1/2" iron rod located for an angle point of the herein described tract of land;

34. **S 70° 33' 57" W**, a distance of **114.61'** (Record per Document No. 2004093271: S 71° 08' 35" W, a distance of 114.48'), to a 1/2" iron rod located for an angle point of the herein described tract of land;

35. **S 01° 36' 04" E**, a distance of **12.31'** (Record per Document No. 2004093271: S 00° 02' 10" W, a distance of 12.44'), to a 1/2" iron rod located in the northwest right-of-way line of County Road 202 for an exterior corner of the remainder of said 264.20 acre tract, said point being the southwest corner of the herein described tract of land;

36. **Thence**, departing the northwest right-of-way line of County Road 202, with a southwest line of the remainder of said 264.20 acre tract, **N 76° 17' 08" W**, a distance of **258.06'** (Record per Document No. 2004093271: N 74° 38' 54" W, a distance of 258.06'), to a calculated point in the approximate center of the North Fork San Gabriel River, said point being an angle point of the herein described tract of land;

Thence, with the approximate centerline of the North Fork San Gabriel River, the following fourteen (14) courses and distances:

37. **N 21° 41' 09" W**, a distance of **245.26'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
38. **N 43° 38' 27" W**, a distance of **161.56'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
39. **N 56° 26' 11" W**, a distance of **148.10'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
40. **N 65° 22' 23" W**, a distance of **296.47'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
41. **N 66° 57' 14" W**, a distance of **65.92'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
42. **N 74° 05' 09" W**, a distance of **282.73'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
43. **N 66° 04' 13" W**, a distance of **132.64'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
44. **N 55° 39' 23" W**, a distance of **181.18'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
45. **N 41° 43' 22" W**, a distance of **228.47'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
46. **N 30° 42' 50" W**, a distance of **140.34'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
47. **N 06° 36' 33" W**, a distance of **139.47'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;

48. **N 04° 38' 34" E**, a distance of **110.80'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
49. **N 08° 38' 38" E**, a distance of **228.62'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
50. **N 36° 56' 58" E**, a distance of **225.54'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the remainder of said 264.20 acre tract, being the southwest corner of that certain 20.136 acre tract of land recorded in Document No. 2016056095, Official Public Records, Williamson County, Texas, said point being an angle point of the herein described tract of land;

Thence, departing the approximate centerline of the North Fork San Gabriel River, with the common boundaries of the remainder of said 264.20 acre tract, and said 20.136 acre tract, the following two (2) courses and distances:

51. **N 65° 45' 14" E**, passing a 5/8" iron rod located on-line for a point of reference at a distance of 353.22', continuing a total distance of **1443.25'** (Record per Document No. 2016056095: N 65° 45' 14" E, a distance of 1443.25'), to a 1/" iron rod located for an interior corner of the herein described tract of land;
52. **N 24° 14' 02" W**, a total distance of **726.20'** (Record per Document No. 2004093271: N 24° 14' 46" W, a distance of 726.27'), to a 1/2" iron rod located for an exterior corner of the remainder of said 264.20 acre tract, the northeast corner of said 20.136 acre tract, being an angle point of said 279.41 acre tract, said point being an interior corner of the herein described tract of land;

Thence, with the common boundaries of said 20.136 acre tract, and said 279.41 acre tract, the following four (4) courses and distances:

53. **S 63° 24' 54" W**, a distance of **511.33'** to a 1/2" iron rod located for an angle point of the herein described tract of land;
54. **S 77° 33' 12" W**, a distance of **337.29'** to a 1/2" iron rod located for an angle point of the herein described tract of land;
55. **S 61° 44' 47" W**, a distance of **372.30'** to a 1/2" iron rod with a blue "QUICK INC RPLS 6447" plastic cap set for an angle point of the herein described tract of land;

56. **S 41° 38' 17" W**, passing the northwest corner of said 20.136 acre tract at a distance of 116.56', continuing for a total distance of **170.37'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of said 279.41 acre tract, said point being an angle point of the herein described tract of land;

Thence, with the approximate centerline of the North Fork San Gabriel River, the following thirty (30) courses and distances:

57. **N 76° 56' 09" W**, a distance of **143.57'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
58. **N 68° 50' 47" W**, a distance of **68.41'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
59. **N 77° 38' 56" W**, a distance of **65.39'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
60. **N 63° 04' 01" W**, a distance of **78.39'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
61. **N 56° 14' 00" W**, a distance of **84.42'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
62. **N 48° 06' 59" W**, a distance of **50.45'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
63. **N 38° 50' 59" W**, a distance of **74.65'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
64. **N 25° 06' 37" W**, a distance of **73.14'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;

65. **N 17° 35' 07" W**, a distance of **67.93'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
66. **N 09° 24' 47" W**, a distance of **158.67'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
67. **N 10° 44' 29" W**, a distance of **265.06'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
68. **N 09° 37' 17" W**, a distance of **252.17'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
69. **N 13° 52' 12" W**, a distance of **103.83'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
70. **N 07° 58' 47" W**, a distance of **81.72'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
71. **N 09° 12' 23" W**, a distance of **57.10'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
72. **N 16° 56' 14" W**, a distance of **84.80'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
73. **N 11° 46' 38" W**, a distance of **159.38'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
74. **N 00° 30' 08" E**, a distance of **110.65'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
75. **N 01° 32' 45" W**, a distance of **110.47'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;

76. **N 16° 45' 37" E**, a distance of **96.89'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
77. **N 10° 11' 59" E**, a distance of **83.53'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
78. **N 21° 51' 26" E**, a distance of **90.21'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
79. **N 34° 17' 55" E**, a distance of **245.08'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
80. **N 09° 24' 56" E**, a distance of **101.62'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
81. **N 20° 02' 39" W**, a distance of **218.05'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
82. **N 38° 01' 58" W**, a distance of **146.59'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
83. **N 13° 16' 24" W**, a distance of **83.27'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
84. **N 08° 53' 18" E**, a distance of **100.78'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
85. **N 12° 41' 28" E**, a distance of **106.66'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;

86. **N 00° 58' 47" E**, a distance of **66.48'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;

87. **Thence**, departing the approximate centerline of the North Fork San Gabriel River, with a northwest line of that called 47.23 acre tract, of land recorded in Document No. 2022048276, Official Public Records, Williamson County, Texas, **S 88° 17' 40" W**, a distance of **112.17'** (Record per Document No. 2022048276: N 88° 38' 00" W, a distance of 112.00'), to a 4" wood fence corner post located for an interior corner of said 47.23 acre tract, said point being an angle point of the herein described tract of land;

88. **Thence**, with a southwest line of said 239.52 acre tract, a northeast line of said 47.23 acre tract, **N 07° 03' 40" E**, a distance of **112.96'** (Record per Document No. 2004093271: N 10° 08' 00" E, a distance of 112.96'), to a 5/8" iron rod located for an angle point of said 239.52 acre tract, the northeast corner of said 47.23 acre tract, being the southeast corner of that called 16.04 acre tract of land recorded in Document No. 2024017510, Official Public Records, Williamson County, Texas, said point being an angle point of the herein described tract of land;

Thence, with a southwest line of said 239.52 acre tract, the northeast lines of said 16.04 acre tract, the following two (2) courses and distances:

89. **N 07° 06' 08" E**, a distance of **139.12'** (Record per Document No. 2024017510: S 07° 07' 56" W, a distance of 139.06'), to a 1/2" iron rod located for an angle point of the herein described tract of land;

90. **N 05° 33' 07" E**, a distance of **258.26'** (Record per Document No. 2024017510: N 05° 34' 13" E, a distance of 258.26'), to a 1/2" iron rod located for an exterior corner of said 239.52 acre tract, an angle point of said 16.04 acre tract, being an exterior corner of that called 12.60 acre tract of land recorded in Document No. 2021056480, Official Public Records, Williamson County, Texas, said point being the northernmost northwest corner of the herein described tract of land;

Thence, with the northwest and northeast lines of said 239.52 acre tract, the southeast and southwest lines of said 12.60 acre tract the following two (2) courses and distances:

91. **N 75° 29' 10" E**, a distance of **95.61'** (Record per Document No. 2021056480: N 75° 28' 22" E, a distance of 95.61') (Record per Document No. 2022108187: N 78° 13' 56" E, a distance of 109.24'), to a 1/2" iron rod with a blue "QUICK INC RPLS 6447" plastic cap set for an exterior corner of the herein described tract of land;

92. **S 06° 21' 59" E**, a distance of **206.15'** (Record per Document No. 2021056480: S 06° 22' 47" E, a distance of 208.05'), to a calculated point in the approximate centerline of the North Fork San Gabriel River for an interior angle point of said 239.52 acre tract, an exterior corner of said 12.60 acre tract, said point being an interior corner of the herein described tract of land;

Thence, with the approximate centerline of the North Fork San Gabriel River, the following ten (10) courses and distances:

93. **N 37° 56' 58" E**, a distance of **17.55'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
94. **N 74° 08' 42" E**, a distance of **100.01'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
95. **N 69° 30' 45" E**, a distance of **51.37'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
96. **N 54° 40' 55" E**, a distance of **76.95'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
97. **N 52° 02' 47" E**, a distance of **127.52'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
98. **N 53° 42' 52" E**, a distance of **83.75'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
99. **N 54° 26' 04" E**, a distance of **70.72'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
100. **N 43° 38' 24" E**, a distance of **112.58'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;

101. **N 28° 04' 11" E**, a distance of **57.24'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an angle point of the herein described tract of land;
102. **N 33° 47' 24" E**, a distance of **65.33'** to a calculated point in the approximate centerline of the North Fork San Gabriel River for an exterior corner of said 239.52 acre tract, an angle point of said 12.60 acre tract, an exterior corner of said 227.64 acre tract, said point being an exterior corner of the herein described tract of land;

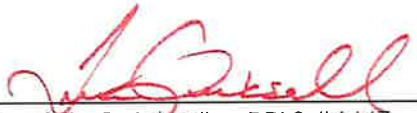
Thence, departing the approximate centerline of the North Fork San Gabriel River with the common boundaries of said 239.52 acre tract, and said 239.52 acre tract, the following eight (8) courses and distances:

103. **S 60° 00' 03" E**, a distance of **401.91'** (Record per Document No. 2022108187: S 58° 02' 50" E), to a 2-5/8" metal fence corner post located for an angle point of the herein described tract of land;
104. **S 36° 43' 40" E**, a distance of **299.90'** (Record per Document No. 2022108187: S 34° 46' 27" E, a distance of 299.74'), to a 2-5/8" metal fence corner post located for an angle point of the herein described tract of land;
105. **N 85° 09' 26" E**, a distance of **767.11'** (Record per Document No. 2022108187: a distance of 767.52'), to a 2-5/8" metal fence corner post located for an angle point of the herein described tract of land;
106. **S 15° 31' 22" E**, a distance of **23.80'** (Record per Document No. 2022108187: S 13° 38' 00" E, a distance of 23.82'), to a 1/2" iron rod with a blue "QUICK INC RPLS 6447" plastic cap set for an interior corner of the herein described tract of land;
107. **N 69° 12' 03" E**, a distance of **2144.39'** (Record per Document No. 2022108187: N 71° 04' 48" E, a distance of 2144.63'), to a 2-5/8" metal fence corner post located for an angle point of the herein described tract of land;
108. **N 69° 25' 06" E**, a distance of **878.14'** (Record per Document No. 2022108187: N 71° 19' 38" E, a distance of 878.49'), to a 2-5/8" metal fence corner post located for an angle point of the herein described tract of land;
109. **N 69° 25' 28" E**, a distance of **678.72'** (Record per Document No. 2022108187: N 71° 17' 19" E, a distance of 675.80'), to a 2-5/8" metal fence corner post located for an angle point of the herein described tract of land;

110. **N 69° 28' 09" E**, a distance of **1096.75'** (Record per Document No. 2022108187: N 71° 23' 04" E, a distance of 1099.47'), to the **POINT OF BEGINNING** containing **763.958 acres** of land.

Note: The basis of bearing was established using the Trimble VRS Network, NAD (83), Texas State Plane Coordinate System, Central Zone, 4203, US Survey Foot, Grid. A survey plat was prepared by a separate document.




Travis L. Quicksall RPLS #6447
Date: 08/28/2025
Job #25-0003.C

Commissioners Court - Regular Session**47.****Meeting Date:** 08/04/2026

Corridor A2 Purchase Contract

Submitted For: Don Childs**Submitted By:** Don Childs, Road Bond**Department:** Road Bond**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action on a purchase contract with SKYI Group LLC, a Georgia Limited Liability Company to acquire 1.301-acres needed as right of way and 0.158 -acres of the remainder property for the Corridor A2 project (Parcel 20).

Public Background

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Don Childs

Final Approval Date: 07/29/2026

Reviewed By

Delia Colon

Date

07/29/2026 08:59 AM

Started On: 07/27/2026 03:59 PM

Commissioners Court - Regular Session**48.****Meeting Date:** 08/04/2026

CR 201 Purchase Contract

Submitted For: Don Childs**Submitted By:** Don Childs, Road Bond**Department:** Road Bond**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider and take appropriate action on a purchase contract with Gladys M. Lamb Revocable Living Trust to acquire 0.218-acres needed as right of way on the CR 201 project (Parcel 54).

Public Background

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Don Childs

Final Approval Date: 07/29/2026

Reviewed By

Delia Colon

Date

07/29/2026 08:59 AM

Started On: 07/27/2026 04:03 PM

Commissioners Court - Regular Session**49.****Meeting Date:** 08/04/2026

Deed without warranty

Submitted For: Don Childs**Submitted By:** Don Childs, Road Bond**Department:** Road Bond**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider and take appropriate action on a deed without warranty with the Williamson County Board of Education.

Public Background

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Don Childs

Final Approval Date: 07/29/2026

Reviewed By

Delia Colon

Date

07/29/2026 08:59 AM

Started On: 07/27/2026 04:06 PM

Commissioners Court - Regular Session**50.****Meeting Date:** 08/04/2026

Seward Junction amendment

Submitted For: Don Childs**Submitted By:** Don Childs, Road Bond**Department:** Road Bond**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider and take appropriate action on the first amendment to the real estate contract with Klatt Properties LLC, Successor by Conversion to Klatt Properties, LP for right of way acquired for the Seward Junction north-east loop project (Parcel 20).

Public Background

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Don Childs

Final Approval Date: 07/29/2026

Reviewed By

Delia Colon

Date

07/29/2026 08:59 AM

Started On: 07/27/2026 04:08 PM

Commissioners Court - Regular Session**51.****Meeting Date:** 08/04/2026

Reagan C Relocation Claims

Submitted For: Don Childs**Submitted By:** Don Childs, Road Bond**Department:** Road Bond**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider and take appropriate action on 4 claims for actual moving expenses related to acquired right of way for the Ronald Reagan C project Parcel 32.

Public Background

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Don Childs

Final Approval Date: 07/29/2026

Reviewed By

Delia Colon

Date

07/29/2026 09:00 AM

Started On: 07/28/2026 02:02 PM

Commissioners Court - Regular Session**57.****Meeting Date:** 08/04/2026

employee formal grievance appeal

Submitted By: Shannon Francis, General Counsel**Department:** General Counsel**Agenda Category:** Regular Agenda Items

Information**Agenda Item**

Discuss, consider, and take appropriate action on an employee formal grievance appeal from the Fire Marshal's Office pursuant to Section 08.05 of the Employee Policy Manual.

Public Background

Fiscal Impact

From/To	Acct No.	Description	Amount
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Attachments

No file(s) attached.

Form Review**Inbox**

County Judge Exec Asst.

Form Started By: Shannon Francis

Final Approval Date: 07/29/2026

Reviewed By

Delia Colon

Date

07/29/2026 09:00 AM

Started On: 07/28/2026 11:02 PM