




# **Harris County Municipal Utility District No. 365 Harris County, Texas**

## **Independent Auditor's Report and Financial Statements**

August 31, 2024



**Harris County Municipal Utility District No. 365**  
**Contents**  
**August 31, 2024**

---

<b>Independent Auditor's Report</b> .....	1
<b>Management's Discussion and Analysis</b> .....	3
<b>Basic Financial Statements</b>	
Statement of Net Position and Governmental Funds Balance Sheet.....	8
Statement of Activities and Governmental Funds Revenues, Expenditures and Changes in Fund Balances .....	10
Notes to Financial Statements .....	11
<b>Required Supplementary Information</b>	
Budgetary Comparison Schedule – General Fund .....	22
Budgetary Comparison Schedule – Water Plant .....	23
Budgetary Comparison Schedule – Wastewater Treatment Plant .....	24
Notes to Required Supplementary Information.....	25
<b>Supplementary Information</b>	
Other Schedules Included Within This Report .....	26
Schedule of Services and Rates .....	27
Schedule of General Fund Expenditures .....	28
Schedule of Temporary Investments .....	29
Analysis of Taxes Levied and Receivable .....	30
Schedule of Long-Term Debt Service Requirements by Years .....	32
Changes in Long-Term Bonded Debt .....	33
Comparative Schedule of Revenues and Expenditures – General Fund and Debt Service Fund – Five Years .....	34
Board Members, Key Personnel and Consultants .....	36

## **Independent Auditor's Report**

Board of Directors  
Harris County Municipal Utility District No. 365  
Harris County, Texas

### ***Opinions***

We have audited the financial statements of the governmental activities and each major fund of Harris County Municipal Utility District No. 365 (the District), as of and for the year ended August 31, 2024, 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 present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District, as of August 31, 2024, 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 (GAAS). 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 these 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 12 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 GAAS 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 GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedules, as listed in the table of contents, 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 accompanying schedules required by the Texas Commission on Environmental Quality listed in the table of contents 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. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

**Forvis Mazars, LLP**

**Houston, Texas  
January 29, 2025**

### ***Overview of the Financial Statements***

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to financial statements. This report also contains supplementary information required by the Governmental Accounting Standards Board and by the District's state oversight agency, the Texas Commission on Environmental Quality (the Commission).

In accordance with required reporting standards, the District reports its financial activities as a special-purpose government. Special-purpose governments are governmental entities which engage in a single governmental program, such as the provision of water, sanitary sewer and drainage services. Other activities, such as the provision of recreation facilities and solid waste collection, are minor activities and are not budgeted or accounted for as separate programs. The financial statements of special-purpose governments combine two types of financial statements into one statement. These two types of financial statements are the government-wide financial statements and the fund financial statements. The fund financial statements are presented on the left side of the statements, a column for adjustments is to the right of the fund financial statements and the government-wide financial statements are presented to the right side of the adjustments column. The following sections describe the measurement focus of the two types of statements and the significant differences in the information they provide.

### ***Government-Wide Financial Statements***

The focus of government-wide financial statements is on the overall financial position and activities of the District. The District's government-wide financial statements include the statement of net position and statement of activities, which are prepared using accounting principles that are similar to commercial enterprises. The purpose of the statement of net position is to attempt to report all of the assets, liabilities, and deferred inflows and outflows of resources of the District. The District reports all of its assets when it acquires or begins to maintain the assets and reports all of its liabilities when they are incurred.

The difference between the District's assets, liabilities, and deferred inflows and outflows of resources is labeled as net position and this difference is similar to the total stockholders' equity presented by a commercial enterprise.

The purpose of the statement of activities is to present the revenues and expenses of the District. Again, the items presented on the statement of activities are measured in a manner similar to the approach used by a commercial enterprise in that revenues are recognized when earned or established criteria are satisfied and expenses are reported when incurred by the District. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues are reported even when they may not be collected for several months or years after the end of the accounting period and expenses are recorded even though they may not have used cash during the current year.

Although the statement of activities looks different from a commercial enterprise's statement of income, the financial statement is different only in format, not substance. Whereas the bottom line in a commercial enterprise is its net income, the District reports an amount described as change in net position, essentially the same thing.

### ***Fund Financial Statements***

Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the District rather than the District as a whole. Except for the general fund, a specific fund is established to satisfy managerial control over resources or to satisfy finance-related legal requirements established by external parties or governmental statutes or regulations.

**Governmental Funds**

Governmental-fund financial statements consist of a balance sheet and a statement of revenues, expenditures and changes in fund balances and are prepared on an accounting basis that is significantly different from that used to prepare the government-wide financial statements.

In general, these financial statements have a short-term emphasis and, for the most part, measure and account for cash and other assets that can easily be converted into cash. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a very short period of time, but do not include capital assets such as land and water, sewer and drainage systems. Fund liabilities include amounts that are to be paid within a very short period after the end of the fiscal year. The difference between a fund's assets, liabilities, and deferred inflows and outflows of resources is labeled the fund balance and generally indicates the amount that can be used to finance the next fiscal year's activities. Likewise, the operating statement for governmental funds reports only those revenues and expenditures that were collected in cash or paid with cash, respectively, during the current period or very shortly after the end of the fiscal year.

Because the focus of the government-wide and fund financial statements is different, there are significant differences between the totals presented in these financial statements. For this reason, there is an analysis in the notes to financial statements that describes the adjustments to fund balances to arrive at net position presented in the governmental activities column on the statement of net position. Also, there is an analysis in the notes to financial statements that reconciles the total change in fund balances for all governmental funds to the change in net position, as reported in the governmental activities column in the statement of activities.

**Notes to Financial Statements**

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

**Financial Analysis of the District as a Whole**

The District's overall financial position and activities for the past two years are summarized as follows, based on the information included in the government-wide financial statements.

**Summary of Net Position**

	<u>2024</u>	<u>2023</u>
Current and other assets	\$ 6,795,688	\$ 6,101,444
Capital assets	8,649,427	8,771,074
Total assets	<u>15,445,115</u>	<u>14,872,518</u>
Deferred outflows of resources	<u>23,888</u>	<u>39,277</u>
Total assets and deferred outflows of resources	<u>\$ 15,469,003</u>	<u>\$ 14,911,795</u>

**Summary of Net Position (Continued)**

	<u>2024</u>	<u>2023</u>
Long-term liabilities	\$ 492,766	\$ 1,377,094
Other liabilities	558,482	790,770
<b>Total liabilities</b>	<u>1,051,248</u>	<u>2,167,864</u>
Net position:		
Net investment in capital assets	8,167,804	7,433,257
Restricted	1,094,877	762,010
Unrestricted	5,155,074	4,548,664
<b>Total net position</b>	<u>\$ 14,417,755</u>	<u>\$ 12,743,931</u>

The total net position of the District increased by \$1,673,824, or about 13%. The majority of the increase in net position is related to tax revenues intended to pay principal on the District's bonded indebtedness, which is shown as long-term liabilities in the government-wide financial statements. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**Summary of Changes in Net Position**

	<u>2024</u>	<u>2023</u>
Revenues:		
Property taxes	\$ 2,594,585	\$ 2,496,028
City of Houston rebates	212,496	212,951
Charges for services	2,907,881	3,387,711
Other revenues	375,770	415,191
<b>Total revenues</b>	<u>6,090,732</u>	<u>6,511,881</u>
Expenses:		
Services	4,097,323	4,997,058
Depreciation	292,874	292,874
Debt service	26,711	98,466
<b>Total expenses</b>	<u>4,416,908</u>	<u>5,388,398</u>
<b>Change in net position</b>	<u>1,673,824</u>	<u>1,123,483</u>
<b>Net position, beginning of year</b>	<u>12,743,931</u>	<u>11,620,448</u>
<b>Net position, end of year</b>	<u>\$ 14,417,755</u>	<u>\$ 12,743,931</u>

***Financial Analysis of the District's Funds***

The District's combined fund balances as of the end of the fiscal year ended August 31, 2024, were \$6,209,756, an increase of \$932,869 from the prior year.

The general fund's fund balance increased by \$593,715. This increase was primarily due to property taxes, service and regional water fee revenues and investment income exceeding service operations and capital outlay expenditures.

The water plant and wastewater treatment plant funds' fund balances remained the same as all expenditures were billed to the participants.

The debt service fund's fund balance increased by \$339,154 because property tax revenues generated were greater than bond principal and interest requirements.

***General Fund Budgetary Highlights***

There were several differences between the final budgetary amounts and actual amounts. The major differences between budget and actual were due to property tax revenues, investment income and professional fees and repairs and maintenance expenditures being greater than anticipated, as well as purchased services and capital outlay expenditures being less than anticipated. The fund balance as of August 31, 2024, was expected to be \$3,644,819 and the actual end-of-year fund balance was \$5,120,667.

***Capital Assets and Related Debt***

***Capital Assets***

Capital assets held by the District at the end of the current and previous fiscal years are summarized below:

**Capital Assets (Net of Accumulated Depreciation)**

	<u>2024</u>	<u>2023</u>
Land and improvements	\$ 3,242,326	\$ 3,242,326
Construction in progress	451,345	280,118
Water facilities	1,848,032	1,948,201
Wastewater facilities	<u>3,107,724</u>	<u>3,300,429</u>
Total capital assets	<u>\$ 8,649,427</u>	<u>\$ 8,771,074</u>

During the current year, additions to capital assets were as follows:

Construction in progress related to the water reuse system project, joint drainage channel and detention system repairs and sanitary sewer evaluation and rehabilitation	<u>\$ 171,227</u>
--	-------------------

***Debt***

The changes in the debt position of the District during the fiscal year ended August 31, 2024, are summarized below:



**Harris County Municipal Utility District No. 365  
Management's Discussion and Analysis  
August 31, 2024**

**(Continued)**

---

Long-term debt payable, beginning of year	\$ 1,377,094
Decreases in long-term debt	<u>(884,328)</u>
Long-term debt payable, end of year	<u>\$ 492,766</u>

At August 31, 2024, the District had \$21,205,000 of unlimited tax bonds authorized, but unissued, for the purposes of acquiring, constructing and improving the water, sanitary sewer and drainage systems within the District.

The District's bonds carry an underlying rating of "A+" from Standard & Poor's. The Series 2019 refunding bonds carry a "AA" rating from Standard & Poor's by virtue of bond insurance issued by Assured Guaranty, Inc.

***Other Relevant Factors***

***Relationship to the City of Houston***

Under existing Texas law, since the District lies wholly within the extraterritorial jurisdiction of the City, the District must conform to the City ordinance consenting to the creation of the District. In addition, the District may be annexed by the City without the District's consent, except as set forth below.

***Strategic Partnership Agreement***

Effective April 9, 2007, the District entered into a Strategic Partnership Agreement (the Agreement) with the City, which annexed certain portions of the District into the City for "limited purposes," as described therein. Under the terms of the Agreement, the City agreed it will not annex the District as a whole for full purposes for 30 years.

**Harris County Municipal Utility District No. 365**  
**Statement of Net Position and Governmental Funds Balance Sheet**  
**August 31, 2024**

	<u>General Fund</u>	<u>Water Plant Fund</u>	<u>Wastewater Treatment Plant Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
<b>Assets</b>							
Cash	\$ 189,400	\$ 15,564	\$ 61,865	\$ 34,715	\$ 301,544	\$ -	\$ 301,544
Certificates of deposit	239,118	-	-	-	239,118	-	239,118
Short-term investments	4,836,495	-	-	843,561	5,680,056	-	5,680,056
Receivables:							
Property taxes	4,386	-	-	5,788	10,174	-	10,174
Service accounts	116,191	-	-	-	116,191	-	116,191
Tax rebates	35,590	-	-	-	35,590	17,276	52,866
Accrued interest	4,240	-	-	-	4,240	-	4,240
Interfund receivables	6,018	213,362	10,819	34,338	264,537	(264,537)	-
Due from participants	-	309,146	37,383	-	346,529	-	346,529
Due from others	18,620	-	-	-	18,620	-	18,620
Prepaid expenditures	26,350	-	-	-	26,350	-	26,350
Capital assets (net of accumulated depreciation):							
Land and improvements	-	-	-	-	-	3,242,326	3,242,326
Construction in progress	-	-	-	-	-	451,345	451,345
Infrastructure	-	-	-	-	-	4,955,756	4,955,756
<b>Total assets</b>	<b>5,476,408</b>	<b>538,072</b>	<b>110,067</b>	<b>918,402</b>	<b>7,042,949</b>	<b>8,402,166</b>	<b>15,445,115</b>
<b>Deferred Outflows of Resources</b>							
Deferred amount on debt refundings	-	-	-	-	-	23,888	23,888
<b>Total assets and deferred outflows of resources</b>	<b>\$ 5,476,408</b>	<b>\$ 538,072</b>	<b>\$ 110,067</b>	<b>\$ 918,402</b>	<b>\$ 7,042,949</b>	<b>\$ 8,426,054</b>	<b>\$ 15,469,003</b>

**Harris County Municipal Utility District No. 365**  
**Statement of Net Position and Governmental Funds Balance Sheet**  
**August 31, 2024**

**(Continued)**

	<u>General Fund</u>	<u>Water Plant Fund</u>	<u>Wastewater Treatment Plant Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
<b>Liabilities</b>							
Accounts payable	\$ 61,278	\$ 250,046	\$ 20,547	\$ 6,280	\$ 338,151	\$ -	\$ 338,151
Customer deposits	3,305	-	-	-	3,305	-	3,305
Operating deposits	-	144,013	44,760	-	188,773	-	188,773
Retainage payable	12,745	-	-	-	12,745	-	12,745
Due to others	15,508	-	-	-	15,508	-	15,508
Interfund payables	258,519	-	-	6,018	264,537	(264,537)	-
Long-term liabilities:							
Due within one year	-	-	-	-	-	492,766	492,766
Total liabilities	<u>351,355</u>	<u>394,059</u>	<u>65,307</u>	<u>12,298</u>	<u>823,019</u>	<u>228,229</u>	<u>1,051,248</u>
<b>Deferred Inflows of Resources</b>							
Deferred property tax revenues	<u>4,386</u>	<u>-</u>	<u>-</u>	<u>5,788</u>	<u>10,174</u>	<u>(10,174)</u>	<u>-</u>
<b>Fund Balances/Net Position</b>							
Fund balances:							
Nonspendable, prepaid expenditures	26,350	-	-	-	26,350	(26,350)	-
Restricted, unlimited tax bonds	-	-	-	900,316	900,316	(900,316)	-
Committed:							
Water production and distribution	-	144,013	-	-	144,013	(144,013)	-
Wastewater collection and treatment	-	-	44,760	-	44,760	(44,760)	-
Unassigned	<u>5,094,317</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,094,317</u>	<u>(5,094,317)</u>	<u>-</u>
Total fund balances	<u>5,120,667</u>	<u>144,013</u>	<u>44,760</u>	<u>900,316</u>	<u>6,209,756</u>	<u>(6,209,756)</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 5,476,408</u>	<u>\$ 538,072</u>	<u>\$ 110,067</u>	<u>\$ 918,402</u>	<u>\$ 7,042,949</u>		
Net position:							
Net investment in capital assets						8,167,804	8,167,804
Restricted for plant operations						188,773	188,773
Restricted for debt service						906,104	906,104
Unrestricted						<u>5,155,074</u>	<u>5,155,074</u>
Total net position						<u>\$ 14,417,755</u>	<u>\$ 14,417,755</u>

**Harris County Municipal Utility District No. 365**  
**Statement of Activities and Governmental Funds Revenues,**  
**Expenditures and Changes in Fund Balances**  
**Year Ended August 31, 2024**

	General Fund	Water Plant Fund	Wastewater Treatment Plant Fund	Debt Service Fund	Total	Adjustments	Statement of Activities
<b>Revenues</b>							
Property taxes	\$ 1,374,570	\$ -	\$ -	\$ 1,221,073	\$ 2,595,643	\$ (1,058)	\$ 2,594,585
City of Houston rebates	212,179	-	-	-	212,179	317	212,496
Water service	346,402	-	-	-	346,402	-	346,402
Sewer service	272,162	-	-	-	272,162	-	272,162
Regional water fee	883,038	-	-	-	883,038	-	883,038
Bulk water sales	-	2,294,727	-	-	2,294,727	(1,121,728)	1,172,999
Bulk sewer sales	-	-	448,393	-	448,393	(215,113)	233,280
Penalty and interest	18,250	-	-	8,337	26,587	(5,596)	20,991
Tap connection and inspection fees	1,275	-	-	-	1,275	-	1,275
Investment income	265,162	1,415	392	61,330	328,299	-	328,299
Other income	3,876	-	-	-	3,876	21,329	25,205
<b>Total revenues</b>	<b>3,376,914</b>	<b>2,296,142</b>	<b>448,785</b>	<b>1,290,740</b>	<b>7,412,581</b>	<b>(1,321,849)</b>	<b>6,090,732</b>
<b>Expenditures/Expenses</b>							
Service operations:							
Purchased services	1,336,841	-	-	-	1,336,841	(1,336,841)	-
Regional water fee	-	1,838,781	-	-	1,838,781	-	1,838,781
Professional fees	422,686	14,945	3,951	827	442,409	-	442,409
Contracted services	230,135	30,407	43,164	42,398	346,104	-	346,104
Utilities	3,697	187,071	127,996	-	318,764	-	318,764
Repairs and maintenance	487,195	226,928	235,657	-	949,780	-	949,780
Other expenditures	131,418	19,339	38,017	12,711	201,485	-	201,485
Capital outlay	171,227	-	-	-	171,227	(171,227)	-
Depreciation	-	-	-	-	-	292,874	292,874
Debt service:							
Principal retirement	-	-	-	860,000	860,000	(860,000)	-
Interest and fees	-	-	-	35,650	35,650	(8,939)	26,711
<b>Total expenditures/expenses</b>	<b>2,783,199</b>	<b>2,317,471</b>	<b>448,785</b>	<b>951,586</b>	<b>6,501,041</b>	<b>(2,084,133)</b>	<b>4,416,908</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>593,715</b>	<b>(21,329)</b>	<b>-</b>	<b>339,154</b>	<b>911,540</b>	<b>762,284</b>	
<b>Other Financing Sources</b>							
Proceeds from insurance	-	21,329	-	-	21,329	(21,329)	
<b>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	<b>593,715</b>	<b>-</b>	<b>-</b>	<b>339,154</b>	<b>932,869</b>	<b>(932,869)</b>	
<b>Change in Net Position</b>						<b>1,673,824</b>	<b>1,673,824</b>
<b>Fund Balances/Net Position</b>							
Beginning of year	4,526,952	144,013	44,760	561,162	5,276,887	-	12,743,931
End of year	\$ 5,120,667	\$ 144,013	\$ 44,760	\$ 900,316	\$ 6,209,756	\$ -	\$ 14,417,755

## **Note 1. Nature of Operations and Summary of Significant Accounting Policies**

Harris County Municipal Utility District No. 365 (the District) was created by an order of the Texas Natural Resource Conservation Commission, now known as the Texas Commission on Environmental Quality (the Commission), effective June 26, 1996, in accordance with the Texas Water Code, Chapter 54. The District operates in accordance with Chapters 49 and 54 of the Texas Water Code and is subject to the continuing supervision of the Commission. The principal functions of the District are to finance, construct, own and operate waterworks, wastewater and drainage facilities and to provide such facilities and services to the customers of the District.

The District is governed by a Board of Directors (the Board) consisting of five individuals who are residents or owners of property within the District and are elected by voters within the District. The Board sets the policies of the District. The accounting and reporting policies of the District conform to accounting principles generally accepted in the United States of America for state and local governments, as defined by the Governmental Accounting Standards Board. The following is a summary of the significant accounting and reporting policies of the District:

### ***Reporting Entity***

The accompanying government-wide financial statements present the financial statements of the District. There are no component units that are legally separate entities for which the District is considered to be financially accountable. Accountability is defined as the District's substantive appointment of the voting majority of the component unit's governing board. Furthermore, to be financially accountable, the District must be able to impose its will upon the component unit or there must be a possibility that the component unit may provide specific financial benefits to, or impose specific financial burdens on, the District.

### ***Government-Wide and Fund Financial Statements***

In accordance with required reporting standards, the District reports its financial activities as a special-purpose government. Special-purpose governments are governmental entities which engage in a single governmental program, such as the provision of water, wastewater, drainage and other related services. The financial statements of special-purpose governments combine two types of financial statements into one statement. These two types of financial statements are the government-wide financial statements and the fund financial statements. The fund financial statements are presented with a column for adjustments to convert to the government-wide financial statements.

The government-wide financial statements report information on all of the activities of the District. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Governmental activities generally are financed through taxes, charges for services and intergovernmental revenues. The statement of activities reflects the revenues and expenses of the District.

The fund financial statements provide information about the District's governmental funds. Separate statements for each governmental fund are presented. The emphasis of fund financial statements is directed to specific activities of the District.

The District presents the following major governmental funds:

***General Fund*** – The general fund is the primary operating fund of the District which accounts for all financial resources not accounted for in another fund. Revenues are derived primarily from property taxes, charges for services and interest income.

**Harris County Municipal Utility District No. 365**  
**Notes to Financial Statements**  
**August 31, 2024**

---

The District has two special revenue funds as follows:

*Water Plant* – Accounts for revenues and expenditures involving specific revenue sources that are legally restricted to expenditures for specified purposes. The primary source of revenue is bulk water sales.

*Wastewater Treatment Plant* – Accounts for revenues and expenditures involving specific revenue sources that are legally restricted to expenditures for specified purposes. The primary source of revenue is bulk sewer sales.

*Debt Service Fund* – The debt service fund is used to account for financial resources that are restricted, committed or assigned to expenditures for principal and interest related costs, as well as the financial resources being accumulated for future debt service.

***Fund Balances – Governmental Funds***

The fund balances for the District's governmental funds can be displayed in up to five components:

*Nonspendable* – Amounts that are not in a spendable form or are required to be maintained intact.

*Restricted* – Amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may be changed or lifted only with the consent of resource providers.

*Committed* – Amounts that can be used only for the specific purposes determined by resolution of the Board. Commitments may be changed or lifted only by issuance of a resolution by the District's Board.

*Assigned* – Amounts intended to be used by the District for specific purposes as determined by management. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

*Unassigned* – The residual classification for the general fund and includes all amounts not contained in the other classifications.

The District considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The District applies committed amounts first, followed by assigned amounts, and then unassigned amounts when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

***Measurement Focus and Basis of Accounting***

***Government-Wide Financial Statements***

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 at the time liabilities are incurred, regardless of the timing of related cash flows.

Nonexchange transactions, in which the District receives (or gives) value without directly giving (or receiving) equal value in exchange, include property taxes and donations. Recognition standards are based on the characteristics and classes of nonexchange transactions. Revenues from property taxes are recognized in the period for which the taxes are levied. Donations are recognized as revenues, net of estimated uncollectible amounts, as soon as all eligibility requirements imposed by the provider have been met. Amounts received before all eligibility requirements have been met are reported as liabilities. Intergovernmental revenues are recognized as revenues, net of estimated refunds and uncollectible amounts, in the accounting period when an enforceable legal claim to the assets arises and the use of resources is required or is first permitted.

***Fund Financial Statements***

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and liabilities are generally included on the balance sheet. The statement of governmental funds revenues, expenditures and changes in fund balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in spendable resources. General capital asset acquisitions are reported as expenditures and proceeds of long-term debt are reported as other financing sources. Under the modified accrual basis of accounting, revenues are recognized when both measurable and available. The District considers revenues reported in the governmental funds to be available if they are collectible within 60 days after year-end. Principal revenue sources considered susceptible to accrual include taxes, charges for services and investment income. Other revenues are considered to be measurable and available only when cash is received by the District. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, which are recognized as expenditures when payment is due.

***Deferred Outflows and Inflows of Resources***

A deferred outflow of resources is a consumption of net position that is applicable to a future reporting period and a deferred inflow of resources is an acquisition of net position that is applicable to a future reporting period.

***Interfund Transactions***

Transfers from one fund to another fund are reported as interfund receivables and payables if there is intent to repay the amount and if there is the ability to repay the advance on a timely basis. Transfers represent legally authorized transfers from the fund receiving resources to the fund through which the resources are to be expended.

***Pension Costs***

The District does not participate in a pension plan and, therefore, has no pension costs.

***Use of Estimates***

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and deferred inflows and outflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

***Investments and Investment Income***

Investments in certificates of deposit, U.S. Government and agency securities, and certain pooled funds, which have a remaining maturity of one year or less at the date of purchase, are recorded at amortized cost. All other investments are carried at fair value. Fair value is determined using quoted market values.

Investment income includes dividends and interest income and the net change for the year in the fair value of investments carried at fair value. Investment income is credited to the fund in which the investment is recorded.

***Property Taxes***

An appraisal district annually prepares appraisal records listing all property within the District and the appraised value of each parcel or item as of January 1. Additionally, on January 1, a tax lien attaches to property to secure the payment of all taxes, penalty and interest ultimately imposed for the year on the property. After the District receives its certified appraisal roll from the appraisal district, the rate of taxation is set by the Board of the District based upon the aggregate appraisal value. Taxes are due and payable October 1 or when billed, whichever is later, and become delinquent after January 31 of the following year.

**Harris County Municipal Utility District No. 365**  
**Notes to Financial Statements**  
**August 31, 2024**

---

In the governmental funds, property taxes are initially recorded as receivables and deferred inflows of resources at the time the tax levy is billed. Revenues recognized during the fiscal year ended August 31, 2024, include collections during the current period or within 60 days of year-end related to the 2023 and prior years' tax levies.

In the government-wide statement of net position, property taxes are considered earned in the budget year for which they are levied. For the District's fiscal year ended August 31, 2024, the 2023 tax levy is considered earned during the current fiscal year. In addition to property taxes levied, any delinquent taxes are recorded net of amounts considered uncollectible.

**Capital Assets**

Capital assets, which include property, plant, equipment and infrastructure, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an individual cost of \$5,000 or more and an estimated useful life of two years or more. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset lives are not capitalized.

Capital assets are depreciated using the straight-line method over their estimated useful lives as follows:

	<u>Years</u>
Water production and distribution facilities	10-45
Wastewater collection and treatment facilities	10-45

**Deferred Amount on Debt Refundings**

In the government-wide financial statements, the difference between the reacquisition price and the net carrying amount of the old debt in a debt refunding is deferred and amortized to interest expense using the effective interest rate method over the remaining life of the old debt or the life of the new debt, whichever is shorter. Such amounts are classified as deferred outflows or inflows of resources.

**Debt Issuance Costs**

Debt issuance costs, other than prepaid insurance, do not meet the definition of an asset or deferred outflows of resources since the costs are not applicable to a future period and, therefore, are recognized as an expense/expenditure in the period incurred.

**Long-Term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Premiums and discounts on bonds are recognized as a component of long-term liabilities and amortized over the life of the related debt using the effective interest rate method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.



**Harris County Municipal Utility District No. 365**  
**Notes to Financial Statements**  
**August 31, 2024**

---

**Net Position/Fund Balances**

Fund balances and net position are reported as restricted when constraints placed on them are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or are imposed by law through constitutional provisions or enabling legislation.

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

**Reconciliation of Government-Wide and Fund Financial Statements**

Amounts reported for net position of governmental activities in the statement of net position and fund balances in the governmental funds balance sheet are different because:

Capital assets used in governmental activities are not financial resources and are not reported in the funds.	\$	8,649,427
Property tax revenue recognition and the related reduction of deferred inflows of resources are subject to availability of funds in the fund financial statements.		10,174
Receivable for tax rebates is not available in the current period and is not reported in the funds.		17,276
Deferred amount on debt refundings for governmental activities are not financial resources and are not reported in the funds.		23,888
Long-term debt obligations are not due and payable in the current period and are not reported in the funds.		<u>(492,766)</u>
Adjustment to fund balances to arrive at net position.	<u>\$</u>	<u>8,207,999</u>

Amounts reported for change in net position of governmental activities in the statement of activities are different from change in fund balances in the governmental funds statement of revenues, expenditures and changes in fund balances because:

Change in fund balances.	\$	932,869
Governmental funds report capital outlays as expenditures. However, for government-wide financial statements, the cost of capitalized assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay expenditures in the current period.		(121,647)
Governmental funds report principal payments on debt as expenditures. For the statement of activities, these transactions do not have any effect on net position.		860,000

**Harris County Municipal Utility District No. 365**  
**Notes to Financial Statements**  
**August 31, 2024**

---

Revenues collected in the current year, which have previously been reported in the statement of activities, are reported as revenues in the governmental funds.	\$ (6,337)
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.	<u>8,939</u>
Change in net position of governmental activities.	<u><u>\$ 1,673,824</u></u>

**Note 2. Deposits, Investments and Investment Income**

***Deposits***

Custodial credit risk is the risk that, in the event of a bank failure, a government's deposits may not be returned to it. The District's deposit policy for custodial credit risk requires compliance with the provisions of state law.

State law requires collateralization of all deposits with federal depository insurance; a surety bond; bonds and other obligations of the U.S. Treasury, U.S. agencies or instrumentalities of the State of Texas; or certain collateralized mortgage obligations directly issued by a federal agency or instrumentality of the United States, the underlying security for which is guaranteed by an agency or instrumentality of the United States.

At August 31, 2024, none of the District's bank balances were exposed to custodial credit risk.

***Investments***

The District may legally invest in obligations of the United States or its agencies and instrumentalities, direct obligations of Texas or its agencies or instrumentalities, collateralized mortgage obligations directly issued by a federal agency or instrumentality of the United States, the underlying security for which is guaranteed by an agency or instrumentality of the United States, other obligations guaranteed as to principal and interest by the State of Texas or the United States or their agencies and instrumentalities, including obligations that are fully guaranteed or insured by the Federal Deposit Insurance Corporation or by the explicit full faith and credit of the United States, obligations of states, agencies and counties and other political subdivisions with an investment rating not less than "A," insured or collateralized certificates of deposit, and certain bankers' acceptances, repurchase agreements, mutual funds, commercial paper, guaranteed investment contracts and investment pools.

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 registered with the Securities and Exchange Commission. The State Comptroller of Public Accounts of the State of Texas has oversight of TexPool. The District's investments in TexPool are reported at amortized cost.

The District also invests in Texas CLASS, an external investment pool that is not registered with the Securities and Exchange Commission. A Board of Trustees, elected by the participants, has oversight of Texas CLASS. The District's investments may be redeemed at any time. Texas CLASS attempts to minimize its exposure to market and credit risk through the use of various strategies and credit monitoring techniques and limits its investments in any issuer to the top two ratings issued by nationally recognized statistical rating organizations. The District's investments in Texas CLASS are reported at net asset value.

**Harris County Municipal Utility District No. 365**  
**Notes to Financial Statements**  
**August 31, 2024**

At August 31, 2024, the District had the following investments and maturities:

Type	Maturities in Years				
	Amortized Cost/ Fair Value	Less Than 1	1-5	6-10	More Than 10
TexPool	\$ 3,909,074	\$ 3,909,074	\$ -	\$ -	\$ -
Texas CLASS	<u>1,770,982</u>	<u>1,770,982</u>	-	-	-
Totals	<u>\$ 5,680,056</u>	<u>\$ 5,680,056</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Interest Rate Risk.** As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's investment policy does not allow investments in certain mortgage-backed securities, collateralized mortgage obligations with a final maturity date in excess of 10 years and interest rate indexed collateralized mortgage obligations. The external investment pools are presented as investments with a maturity of less than one year because they are redeemable in full immediately.

**Credit Risk.** Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. At August 31, 2024, the District's investments in TexPool and Texas CLASS were rated "AAAm" by Standard & Poor's.

**Summary of Carrying Values**

The carrying values of deposits and investments shown previously are included in the balance sheet at August 31, 2024, as follows:

Carrying value:	
Deposits	\$ 540,662
Investments	<u>5,680,056</u>
Total	<u>\$ 6,220,718</u>

Included in the following statement of net position captions:

Cash	\$ 301,544
Certificates of deposit	239,118
Short-term investments	<u>5,680,056</u>
Total	<u>\$ 6,220,718</u>

**Investment Income**

Investment income of \$328,299 for the year ended August 31, 2024, consisted of interest income.

**Fair Value Measurements**

The District has the following recurring fair value measurements as of August 31, 2024:

- Pooled investments of \$1,770,982 are valued at fair value per share of the pool's underlying portfolio.

**Harris County Municipal Utility District No. 365**  
**Notes to Financial Statements**  
**August 31, 2024**

**Note 3. Capital Assets**

A summary of changes in capital assets for the year ended August 31, 2024, is presented below:

<u>Governmental Activities</u>	<u>Balances, Beginning of Year</u>	<u>Additions</u>	<u>Balances, End of Year</u>
Capital assets, non-depreciable:			
Land and improvements	\$ 3,242,326	\$ -	\$ 3,242,326
Construction in progress	280,118	171,227	451,345
Total capital assets, non-depreciable	<u>3,522,444</u>	<u>171,227</u>	<u>3,693,671</u>
Capital assets, depreciable:			
Water production and distribution facilities	5,146,961	-	5,146,961
Wastewater collection and treatment facilities	6,588,674	-	6,588,674
Total capital assets, depreciable	<u>11,735,635</u>	<u>-</u>	<u>11,735,635</u>
Less accumulated depreciation:			
Water production and distribution facilities	(3,198,760)	(100,169)	(3,298,929)
Wastewater collection and treatment facilities	(3,288,245)	(192,705)	(3,480,950)
Total accumulated depreciation	<u>(6,487,005)</u>	<u>(292,874)</u>	<u>(6,779,879)</u>
Total governmental activities, net	<u>\$ 8,771,074</u>	<u>\$ (121,647)</u>	<u>\$ 8,649,427</u>

**Note 4. Long-Term Liabilities**

Changes in long-term liabilities for the year ended August 31, 2024, were as follows:

<u>Governmental Activities</u>	<u>Balances, Beginning of Year</u>	<u>Decreases</u>	<u>Balances, End of Year</u>	<u>Amounts Due in One Year</u>
Bonds payable:				
General obligation bonds	\$ 1,315,000	\$ 860,000	\$ 455,000	\$ 455,000
Add premiums on bonds	62,094	24,328	37,766	37,766
Total governmental activities long-term liabilities	<u>\$ 1,377,094</u>	<u>\$ 884,328</u>	<u>\$ 492,766</u>	<u>\$ 492,766</u>

**Harris County Municipal Utility District No. 365**  
**Notes to Financial Statements**  
**August 31, 2024**

**General Obligation Bonds**

	<u>Refunding Series 2019</u>
Amount outstanding, August 31, 2024	\$455,000
Interest rates	2.00% to 3.00%
Maturity dates, serially beginning/ending	September 1, 2025
Interest payment dates	March 1/ September 1
Callable date*	September 1, 2024

\*Or any date thereafter; callable at par plus accrued interest to the date of redemption.

**Annual Debt Service Requirements**

The District has been paying the amount due September 1 within the fiscal year preceding this due date, and the following schedule has been prepared assuming this practice will be followed in future years. The schedule shows the annual debt service requirements to pay principal and interest on general obligation bonds outstanding at August 31, 2024:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	<u>\$ 455,000</u>	<u>\$ 9,100</u>	<u>\$ 464,100</u>

The bonds are payable from the proceeds of an ad valorem tax levied upon all property within the District subject to taxation, without limitation as to rate or amount.

Bonds voted	\$ 41,200,000
Bonds sold	19,995,000
Refunding bonds voted	24,720,000
Refunding bond authorization used	1,093,364

**Note 5. Significant Bond Resolution and Commission Requirements**

The Bond Resolutions require that the District levy and collect an ad valorem debt service tax sufficient to pay interest and principal on bonds when due. During the year ended August 31, 2024, the District levied an ad valorem debt service tax at the rate of \$0.1800 per \$100 of assessed valuation, which resulted in a tax levy of \$1,224,366 on the taxable valuation of \$680,203,275 for the 2023 tax year. The interest and principal requirements paid from the tax revenues and other available debt service fund resources were \$894,900.

**Note 6. Maintenance Taxes**

At an election held August 10, 1996, voters authorized a maintenance tax not to exceed \$1.50 per \$100 of assessed valuation on all property within the District subject to taxation. During the year ended August 31, 2024,

**Harris County Municipal Utility District No. 365**  
**Notes to Financial Statements**  
**August 31, 2024**

---

the District levied an ad valorem maintenance tax at the rate of \$0.2025 per \$100 of assessed valuation, which resulted in a tax levy of \$1,377,412 on the taxable valuation of \$680,203,275 for the 2023 tax year. The maintenance tax is being used by the general fund to pay expenditures of operating the District.

**Note 7. Regional Water Authority**

The District is within the boundaries of the North Harris County Regional Water Authority (the Authority), which was created by the Texas Legislature. The Authority was created to provide a regional entity to acquire surface water and build the necessary facilities to convert from groundwater to surface water in order to meet conversion requirements mandated by the Harris-Galveston Subsidence District, which regulates groundwater withdrawal. As of August 31, 2024, the Authority was billing the District \$3.60 per 1,000 gallons of water pumped from its wells. This amount is subject to future increases.

**Note 8. Contracts With Other Districts**

Effective October 8, 1998, the District and Harris County Municipal Utility District No. 364 (District No. 364) entered into an agreement whereby District No. 364 would purchase capacity in water production, wastewater treatment, and storm water control facilities owned and constructed by the District. This agreement was subsequently amended on April 1, 2000, April 26, 2001, February 21, 2002, and April 23, 2003. On July 1, 2004, the existing agreement and all amendments were replaced with the Coles Crossing Joint Facilities Agreement, as amended.

The agreement provides for the District to hold title to and operate the facilities. Operating costs of the facilities are shared by the districts on a pro rata share basis, based on water consumption.

**Joint Wastewater Treatment Plant**

Operations of the wastewater treatment plant are accounted for in the special revenue fund. Transactions for the current year are summarized as follows:

	<u>The District</u>	<u>District No. 364</u>	<u>Total</u>
Due from participants, beginning of year	\$ 20,045	\$ 43,497	\$ 63,542
Current year billings to participants	215,113	233,280	448,393
Current year collections	<u>(224,339)</u>	<u>(239,394)</u>	<u>(463,733)</u>
Due from participants, end of year	<u>\$ 10,819</u>	<u>\$ 37,383</u>	<u>\$ 48,202</u>

At August 31, 2024, the District owns 46.4% of the capacity in the wastewater treatment plant and District No. 364 owns 53.6%.

**Joint Water Plant**

Operations for the water plant are accounted for in the special revenue fund. Transactions for the current year are summarized as follows:

**Harris County Municipal Utility District No. 365**  
**Notes to Financial Statements**  
**August 31, 2024**

	<u>The District</u>	<u>District No. 364</u>	<u>Total</u>
Due from participants, beginning of year	\$ 208,271	\$ 348,451	\$ 556,722
Current year billings to participants	1,121,728	1,172,999	2,294,727
Current year collections	<u>(1,116,637)</u>	<u>(1,212,304)</u>	<u>(2,328,941)</u>
Due from participants, end of year	<u>\$ 213,362</u>	<u>\$ 309,146</u>	<u>\$ 522,508</u>

At August 31, 2024, the District owns 56% of the capacity in the water plant and District No. 364 owns 44%.

The districts have funded a \$377,546 operational reserve for both facilities.

**Note 9. Risk Management**

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. The District has not significantly reduced insurance coverage or had settlements which exceeded coverage amounts in the past three fiscal years.

**Note 10. Strategic Partnership Agreement**

Effective April 9, 2007, the District and the City entered into a Strategic Partnership Agreement (the Agreement) under which the City annexed a tract of land (the tract) within the boundaries of the District for limited purposes. The District continues to exercise all powers and functions of a municipal utility district as provided by law. As consideration for the District providing services as detailed in the Agreement, the City agrees to remit one-half of all sales and use tax revenues generated within the boundaries of the tract. As consideration for the sales tax payments by the City, the District agrees to continue to provide and develop water, sewer and drainage services within the District in lieu of full purpose annexation. The City agrees it will not annex the District for full purposes or commence any action to annex the District during the term of the Agreement, which is 30 years. During the current year, the District recorded \$212,496 in sales tax rebate revenue.

***Required Supplementary Information***



**Harris County Municipal Utility District No. 365  
 Budgetary Comparison Schedule – General Fund  
 Year Ended August 31, 2024**

	<u>Original Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Property taxes	\$ 1,190,000	\$ 1,374,570	\$ 184,570
City of Houston rebates	235,000	212,179	(22,821)
Water service	375,000	346,402	(28,598)
Sewer service	275,000	272,162	(2,838)
Regional water fee	885,000	883,038	(1,962)
Penalty and interest	15,000	18,250	3,250
Tap connection and inspection fees	-	1,275	1,275
Investment income	185,000	265,162	80,162
Other income	-	3,876	3,876
	<u>3,160,000</u>	<u>3,376,914</u>	<u>216,914</u>
<b>Expenditures</b>			
Service operations:			
Purchased services	1,397,483	1,336,841	60,642
Professional fees	237,000	422,686	(185,686)
Contracted services	236,000	230,135	5,865
Utilities	10,000	3,697	6,303
Repairs and maintenance	334,500	487,195	(152,695)
Other expenditures	129,150	131,418	(2,268)
Capital outlay	1,694,000	171,227	1,522,773
Debt service, debt issuance costs	4,000	-	4,000
	<u>4,042,133</u>	<u>2,783,199</u>	<u>1,258,934</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(882,133)	593,715	1,475,848
<b>Fund Balance, Beginning of Year</b>	<u>4,526,952</u>	<u>4,526,952</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 3,644,819</u>	<u>\$ 5,120,667</u>	<u>\$ 1,475,848</u>

**Harris County Municipal Utility District No. 365  
 Budgetary Comparison Schedule – Water Plant  
 Year Ended August 31, 2024**

	<u>Original Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Service fees:			
District No. 364	\$ 1,115,796	\$ 1,172,999	\$ 57,203
The District	1,093,489	1,121,728	28,239
Investment income	915	1,415	500
	<u>2,210,200</u>	<u>2,296,142</u>	<u>85,942</u>
Total revenues			
<b>Expenditures</b>			
Service operations:			
Regional water fee	1,805,500	1,838,781	(33,281)
Professional fees	16,500	14,945	1,555
Contracted services	30,200	30,407	(207)
Utilities	150,000	187,071	(37,071)
Repairs and maintenance	195,000	226,928	(31,928)
Other expenditures	13,000	19,339	(6,339)
	<u>2,210,200</u>	<u>2,317,471</u>	<u>(107,271)</u>
Total expenditures			
<b>Deficiency of Revenues Over Expenditures</b>	-	(21,329)	(21,329)
<b>Other Financing Sources</b>			
Proceeds from insurance	-	21,329	21,329
<b>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	-	-	-
<b>Fund Balance, Beginning of Year</b>	<u>144,013</u>	<u>144,013</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 144,013</u>	<u>\$ 144,013</u>	<u>\$ -</u>

**Harris County Municipal Utility District No. 365  
 Budgetary Comparison Schedule – Wastewater Treatment Plant  
 Year Ended August 31, 2024**

	<u>Original Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Service fees:			
District No. 364	\$ 312,606	\$ 233,280	\$ (79,326)
The District	303,994	215,113	(88,881)
Investment income	250	392	142
	<u>616,850</u>	<u>448,785</u>	<u>(168,065)</u>
Total revenues			
<b>Expenditures</b>			
Service operations:			
Professional fees	7,750	3,951	3,799
Contracted services	48,400	43,164	5,236
Utilities	150,000	127,996	22,004
Repairs and maintenance	381,500	235,657	145,843
Other expenditures	29,200	38,017	(8,817)
	<u>616,850</u>	<u>448,785</u>	<u>168,065</u>
Total expenditures			
<b>Excess of Revenues Over Expenditures</b>	-	-	-
<b>Fund Balance, Beginning of Year</b>	<u>44,760</u>	<u>44,760</u>	-
<b>Fund Balance, End of Year</b>	<u>\$ 44,760</u>	<u>\$ 44,760</u>	-

***Budgets and Budgetary Accounting***

Annual operating budgets are prepared for the general, water plant and wastewater treatment plant funds by the District's consultants. The budgets reflect resources expected to be received during the current year and expenditures expected to be incurred. The Board of Directors is required to adopt the budgets prior to the start of its fiscal year. The budgets are not a spending limitation (a legally restricted appropriation). The original budget of the general fund, the water plant fund and the wastewater treatment plant fund were not amended during fiscal 2024.

The District prepares its annual operating budgets on a basis consistent with accounting principles generally accepted in the United States of America. The Budgetary Comparison Schedules - General Fund, Water Plant and Wastewater Treatment Plant funds present the original and revised budget amounts, if revised, compared to the actual amounts of revenues and expenditures for the current year.

***Supplementary Information***

**Harris County Municipal Utility District No. 365  
Other Schedules Included Within This Report  
August 31, 2024**

---

(Schedules included are checked or explanatory notes provided for omitted schedules.)

- [X] Notes Required by the Water District Accounting Manual  
See "Notes to Financial Statements," Pages 11-21
- [X] Schedule of Services and Rates
- [X] Schedule of General Fund Expenditures
- [X] Schedule of Temporary Investments
- [X] Analysis of Taxes Levied and Receivable
- [X] Schedule of Long-Term Debt Service Requirements by Years
- [X] Changes in Long-Term Bonded Debt
- [X] Comparative Schedule of Revenues and Expenditures – General Fund and Debt Service Fund –  
Five Years
- [X] Board Members, Key Personnel and Consultants

**Harris County Municipal Utility District No. 365**  
**Schedule of Services and Rates**  
**Year Ended August 31, 2024**

1. Services provided by the District:

- |  |   |  |
|--|---|--|
| <input checked="" type="checkbox"/> Retail Water   | <input type="checkbox"/> Wholesale Water      | <input checked="" type="checkbox"/> Drainage |
| <input checked="" type="checkbox"/> Retail Wastewater  | <input type="checkbox"/> Wholesale Wastewater | <input type="checkbox"/> Irrigation          |
| <input checked="" type="checkbox"/> Parks/Recreation   | <input type="checkbox"/> Fire Protection      | <input checked="" type="checkbox"/> Security |
| <input type="checkbox"/> Solid Waste/Garbage   | <input type="checkbox"/> Flood Control        | <input type="checkbox"/> Roads               |
| <input checked="" type="checkbox"/> Participates in joint venture, regional system and/or wastewater service (other than emergency interconnect) |   |  |
| <input checked="" type="checkbox"/> Other <u>Recycling</u>   |   |  |

2. Retail service providers

a. Retail rates for a 5/8" meter (or equivalent):

	<u>Minimum Charge</u>	<u>Minimum Usage</u>	<u>Flat Rate Y/N</u>	<u>Rate Per 1,000 Gallons Over Minimum</u>	<u>Usage Levels</u>
Water:	\$ 5.00	10,000	N	\$ 1.00	10,001 to 15,000
				\$ 1.75	15,001 to 25,000
				\$ 2.50	25,001 to 35,000
				\$ 3.50	35,001 to 60,000
				\$ 5.00	60,001 to No Limit
Wastewater:	\$ 14.00	1	Y		
Regional water fee:	\$ 3.60	1	N	\$ 3.60	1 to No Limit

Does the District employ winter averaging for wastewater usage?

Yes  No

Total charges per 10,000 gallons usage (including fees): Water \$ 41.00 Wastewater \$ 14.00

b. Water and wastewater retail connections:

<u>Meter Size</u>	<u>Total Connections</u>	<u>Active Connections</u>	<u>ESFC Factor</u>	<u>Active ESFC*</u>
Unmetered	-	-	x1.0	-
≤ 3/4"	708	707	x1.0	707
1"	422	421	x2.5	1,053
1 1/2"	11	11	x5.0	55
2"	40	40	x8.0	320
3"	-	-	x15.0	-
4"	1	1	x25.0	25
6"	1	1	x50.0	50
8"	1	1	x80.0	80
10"	-	-	x115.0	-
Total water	1,184	1,182		2,290
Total wastewater	1,123	1,121	x1.0	1,121

3. Total water consumption (in thousands) during the fiscal year:

Gallons pumped into the system:	484,445
Gallons billed to customers:	433,412
Water accountability ratio (gallons billed/gallons pumped):	89.47%

\*"ESFC" means equivalent single-family connections

**Harris County Municipal Utility District No. 365**  
**Schedule of General Fund Expenditures**  
**Year Ended August 31, 2024**

<b>Personnel (including benefits)</b>		\$	-
<b>Professional Fees</b>			
Auditing	\$	22,700	
Legal		320,099	
Engineering		79,887	
Financial advisor		-	422,686
		<hr/>	
<b>Purchased Services for Resale</b>			
Bulk water and wastewater service purchases			1,336,841
<b>Regional Water Fee</b>			-
<b>Contracted Services</b>			
Bookkeeping		25,150	
General manager		-	
Appraisal district		-	
Tax collector		-	
Security		84,505	
Other contracted services		54,832	164,487
		<hr/>	
<b>Utilities</b>			3,697
<b>Repairs and Maintenance</b>			487,195
<b>Administrative Expenditures</b>			
Directors' fees		36,093	
Office supplies		24,798	
Insurance		16,917	
Other administrative expenditures		53,610	131,418
		<hr/>	
<b>Summary of Net Position (Continued)</b>			
Capitalized assets		171,227	
Expenditures not capitalized		-	171,227
		<hr/>	
<b>Tap Connection Expenditures</b>			-
<b>Solid Waste Disposal/Recycling</b>			65,648
<b>Fire Fighting</b>			-
<b>Parks and Recreation</b>			-
<b>Other Expenditures</b>			-
			<hr/>
Total expenditures		\$	<u><u>2,783,199</u></u>



**Harris County Municipal Utility District No. 365**  
**Schedule of Temporary Investments**  
**August 31, 2024**

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Face Amount</u>	<u>Accrued Interest Receivable</u>
<b>General Fund</b>				
Certificate of deposit:				
No. 626876	5.22%	10/29/24	\$ 239,118	\$ 4,240
TexPool	5.30%	Demand	1,957,356	-
TexPool	5.30%	Demand	1,108,157	-
Texas CLASS	5.43%	Demand	<u>1,770,982</u>	<u>-</u>
			5,075,613	4,240
<b>Debt Service Fund</b>				
TexPool	5.30%	Demand	<u>843,561</u>	<u>-</u>
			<u>\$ 5,919,174</u>	<u>\$ 4,240</u>
Totals				

**Harris County Municipal Utility District No. 365**  
**Analysis of Taxes Levied and Receivable**  
**Year Ended August 31, 2024**

	<b>Maintenance Taxes</b>	<b>Debt Service Taxes</b>
<b>Receivable, Beginning of Year</b>	\$ 4,753	\$ 6,479
Additions and corrections to prior years' taxes	(3,209)	(3,984)
Adjusted receivable, beginning of year	1,544	2,495
<b>2023 Original Tax Levy</b>	1,329,811	1,182,054
Additions and corrections	47,601	42,312
Adjusted tax levy	1,377,412	1,224,366
Total to be accounted for	1,378,956	1,226,861
Tax (collections) repayments:		
Current year	(1,376,810)	(1,223,831)
Prior years	2,240	2,758
Receivable, end of year	<u>\$ 4,386</u>	<u>\$ 5,788</u>
<b>Receivable, by Years</b>		
2023	\$ 602	\$ 535
2022	499	577
2021	889	1,162
2020	375	464
2019	616	906
2018	585	900
2017	617	869
2016	61	89
2015	51	82
2014	47	89
2013	40	102
2004	1	3
2003	3	10
Receivable, end of year	<u>\$ 4,386</u>	<u>\$ 5,788</u>

**Harris County Municipal Utility District No. 365  
 Analysis of Taxes Levied and Receivable  
 Year Ended August 31, 2024**

**(Continued)**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<b>Property Valuations</b>				
Land	\$ 158,308,869	\$ 129,043,156	\$ 125,823,982	\$ 104,957,234
Improvements	582,840,946	536,212,119	435,549,684	429,226,412
Personal property	23,919,299	23,014,033	20,445,358	21,759,115
Exemptions	<u>(84,865,839)</u>	<u>(71,635,883)</u>	<u>(14,362,684)</u>	<u>(12,655,549)</u>
Total property valuations	<u>\$ 680,203,275</u>	<u>\$ 616,633,425</u>	<u>\$ 567,456,340</u>	<u>\$ 543,287,212</u>
<b>Tax Rates per \$100 Valuation</b>				
Debt service tax rates	\$ 0.1800	\$ 0.2200	\$ 0.2550	\$ 0.2600
Maintenance tax rates*	<u>0.2025</u>	<u>0.1900</u>	<u>0.1950</u>	<u>0.2100</u>
Total tax rates per \$100 valuation	<u>\$ 0.3825</u>	<u>\$ 0.4100</u>	<u>\$ 0.4500</u>	<u>\$ 0.4700</u>
<b>Tax Levy</b>	<u>\$ 2,601,778</u>	<u>\$ 2,528,197</u>	<u>\$ 2,553,554</u>	<u>\$ 2,553,450</u>
<b>Percent of Taxes Collected to Taxes Levied**</b>	<u>99%</u>	<u>99%</u>	<u>99%</u>	<u>99%</u>

\*Maximum tax rate approved by voters: \$1.50 on August 10, 1996

\*\*Calculated as taxes collected for a tax year divided by taxes levied for that tax year.

**Harris County Municipal Utility District No. 365  
 Schedule of Long-Term Debt Service Requirements by Years  
 August 31, 2024**

<u>Due During Fiscal Years Ending August 31</u>	<u>Refunding Series 2019</u>		
	<u>Principal Due September 1</u>	<u>Interest Due March 1, September 1</u>	<u>Total</u>
2025	<u>\$ 455,000</u>	<u>\$ 9,100</u>	<u>\$ 464,100</u>

The District pays the amount due September 1 prior to that date. This schedule has been prepared assuming this practice will continue in the future.

**Harris County Municipal Utility District No. 365**  
**Changes in Long-Term Bonded Debt**  
**Year Ended August 31, 2024**

	<u>Bond Issue</u>
	<u>Refunding Series 2019</u>
Interest rates	2.00% to 3.00%
Dates interest payable	March 1/ September 1
Maturity dates	September 1, 2025
Bond outstanding, beginning of current year	\$ 1,315,000
Retirements, principal	<u>860,000</u>
Bond outstanding, end of current year	<u>\$ 455,000</u>
Interest paid during current year	<u>\$ 34,900</u>

Paying agent's name and address:

**Series 2019** - The Bank of New York Mellon Trust Company, N.A., Houston, Texas

Bond authority:	<u>Tax Bonds</u>	<u>Other Bonds</u>	<u>Refunding Bonds</u>
Amount authorized by voters	\$ 41,200,000	\$ -	\$ 24,720,000
Amount Issued	<u>\$ 19,995,000</u>	<u>\$ -</u>	<u>\$ 1,093,364</u>
Remaining to be issued	<u>\$ 21,205,000</u>	<u>\$ -</u>	<u>\$ 23,626,636</u>
Debt service fund cash and temporary investment balances as of August 31, 2024:			<u>\$ 878,276</u>
Average annual debt service payment (principal and interest) for remaining term of all debt:			<u>\$ 464,100</u>

**Harris County Municipal Utility District No. 365**  
**Comparative Schedule of Revenues and Expenditures – General Fund**  
**Five Years Ended August 31,**

	Amounts				
	2024	2023	2022	2021	2020
<b>General Fund</b>					
<b>Revenues</b>					
Property taxes	\$ 1,374,570	\$ 1,158,747	\$ 1,094,680	\$ 1,136,247	\$ 1,009,474
City of Houston rebates	212,179	214,292	231,618	209,242	194,576
Water service	346,402	360,819	377,449	312,259	340,593
Sewer service	272,162	281,195	280,743	285,450	277,745
Regional water fee	883,038	1,056,296	1,197,729	1,000,697	979,937
Penalty and interest	18,250	15,648	11,683	3,607	5,909
Tap connection and inspection fees	1,275	2,250	1,360	1,650	625
Investment income	265,162	207,860	23,672	3,431	47,433
Other income	3,876	5,090	22,797	16,344	4,850
<b>Total revenues</b>	<b>3,376,914</b>	<b>3,302,197</b>	<b>3,241,731</b>	<b>2,968,927</b>	<b>2,861,142</b>
<b>Expenditures</b>					
Service operations:					
Purchased services	1,336,841	1,834,168	1,809,283	1,528,191	1,394,406
Professional fees	422,686	271,267	202,634	165,252	262,127
Contracted services	230,135	214,351	213,915	204,809	212,766
Utilities	3,697	3,161	5,843	16,008	10,195
Repairs and maintenance	487,195	436,885	385,530	228,578	266,492
Other expenditures	131,418	111,662	127,654	83,323	103,186
Tap connections	-	3,948	-	-	-
Capital outlay	171,227	548,876	80,177	522,447	868,792
Debt service, debt issuance costs	-	31,216	6,017	-	-
<b>Total expenditures</b>	<b>2,783,199</b>	<b>3,455,534</b>	<b>2,831,053</b>	<b>2,748,608</b>	<b>3,117,964</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>593,715</b>	<b>(153,337)</b>	<b>410,678</b>	<b>220,319</b>	<b>(256,822)</b>
<b>Fund Balance, Beginning of Year</b>	<b>4,526,952</b>	<b>4,680,289</b>	<b>4,269,611</b>	<b>4,049,292</b>	<b>4,306,114</b>
<b>Fund Balance, End of Year</b>	<b>\$ 5,120,667</b>	<b>\$ 4,526,952</b>	<b>\$ 4,680,289</b>	<b>\$ 4,269,611</b>	<b>\$ 4,049,292</b>
<b>Total Active Retail Water Connections</b>	<b>1,182</b>	<b>1,180</b>	<b>1,181</b>	<b>1,179</b>	<b>1,180</b>
<b>Total Active Retail Wastewater Connections</b>	<b>1,121</b>	<b>1,121</b>	<b>1,122</b>	<b>1,120</b>	<b>1,121</b>

<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
40.7 %	35.1 %	33.8 %	38.3 %	35.3 %
6.3	6.5	7.1	7.0	6.8
10.3	10.9	11.6	10.5	11.9
8.1	8.5	8.7	9.6	9.7
26.2	32.0	36.9	33.7	34.2
0.5	0.5	0.4	0.1	0.2
0.0	0.1	0.0	0.1	0.0
7.8	6.3	0.7	0.1	1.7
0.1	0.1	0.8	0.6	0.2
<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>
39.6	55.5	55.8	51.5	48.7
12.5	8.2	6.2	5.6	9.2
6.8	6.5	6.6	6.9	7.4
0.1	0.1	0.2	0.5	0.4
14.4	13.2	11.9	7.7	9.3
3.9	3.4	3.9	2.8	3.6
-	0.1	-	-	-
5.1	16.6	2.5	17.6	30.4
-	1.0	0.2	-	-
<u>82.4</u>	<u>104.6</u>	<u>87.3</u>	<u>92.6</u>	<u>109.0</u>
<u>17.6</u>	<u>(4.6) %</u>	<u>12.7 %</u>	<u>7.4 %</u>	<u>(9.0) %</u>

**Harris County Municipal Utility District No. 365**  
**Comparative Schedule of Revenues and Expenditures – Debt Service Fund**  
**Five Years Ended August 31,**

	Amounts				
	2024	2023	2022	2021	2020
<b>Debt Service Fund</b>					
<b>Revenues</b>					
Property taxes	\$ 1,221,073	\$ 1,339,959	\$ 1,432,717	\$ 1,406,122	\$ 1,487,736
Penalty and interest	8,337	7,528	11,935	15,448	11,324
Investment income	61,330	52,202	7,902	648	6,585
Total revenues	<u>1,290,740</u>	<u>1,399,689</u>	<u>1,452,554</u>	<u>1,422,218</u>	<u>1,505,645</u>
<b>Expenditures</b>					
Current:					
Professional fees	827	1,675	6,006	1,008	2,758
Contracted services	42,398	38,181	32,122	36,522	37,426
Other expenditures	12,711	7,589	11,724	5,290	15,283
Debt service:					
Principal retirement	860,000	1,210,000	1,295,000	1,275,000	1,275,000
Interest and fees	35,650	72,700	111,550	148,775	168,576
Debt issuance costs	-	-	-	-	140,030
Total expenditures	<u>951,586</u>	<u>1,330,145</u>	<u>1,456,402</u>	<u>1,466,595</u>	<u>1,639,073</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>339,154</u>	<u>69,544</u>	<u>(3,848)</u>	<u>(44,377)</u>	<u>(133,428)</u>
<b>Other Financing Sources (Uses)</b>					
Payments to escrow agent	-	-	-	-	(3,267,892)
General obligation bonds issued	-	-	-	-	3,265,000
Premium on debt issued	-	-	-	-	142,834
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>139,942</u>
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	<u>339,154</u>	<u>69,544</u>	<u>(3,848)</u>	<u>(44,377)</u>	<u>6,514</u>
<b>Fund Balance, Beginning of Year</b>	<u>561,162</u>	<u>491,618</u>	<u>495,466</u>	<u>539,843</u>	<u>533,329</u>
<b>Fund Balance, End of Year</b>	<u>\$ 900,316</u>	<u>\$ 561,162</u>	<u>\$ 491,618</u>	<u>\$ 495,466</u>	<u>\$ 539,843</u>



**Percent of Fund Total Revenues**

<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
94.6 %	95.7 %	98.6 %	98.9 %	98.8 %
0.6	0.6	0.8	1.1	0.8
<u>4.8</u>	<u>3.7</u>	<u>0.6</u>	<u>0.0</u>	<u>0.4</u>
<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>
0.1	0.1	0.4	0.1	0.2
3.3	2.7	2.2	2.6	2.5
1.0	0.5	0.8	0.4	1.0
66.6	86.5	89.2	89.6	84.7
2.7	5.2	7.7	10.4	11.2
-	-	-	-	9.3
<u>73.7</u>	<u>95.0</u>	<u>100.3</u>	<u>103.1</u>	<u>108.9</u>
<u>26.3 %</u>	<u>5.0 %</u>	<u>(0.3) %</u>	<u>(3.1) %</u>	<u>(8.9) %</u>

**Harris County Municipal Utility District No. 365  
Board Members, Key Personnel and Consultants  
Year Ended August 31, 2024**

Complete District mailing address:	Harris County Municipal Utility District No. 365 c/o Allen Boone Humphries Robinson LLP 3200 Southwest Freeway, Suite 2600 Houston, Texas 77027
District business telephone number:	713.860.6400
Submission date of the most recent District Registration Form (TWC Sections 36.054 and 49.054):	May 21, 2024
Limit on fees of office that a director may receive during a fiscal year:	\$ 7,200

Board Members	Term of Office Elected & Expires	Fees*	Expense Reimbursements	Title at Year-End
Gregory Coleman	Elected 05/22- 05/26	\$ 7,200	\$ 3,027	President
Cathy Cropper	Elected 05/22- 05/26	7,200	1,912	Vice President
Ann Nguyen Moore	Elected 05/24- 05/28	7,200	2,900	Secretary
Michael Crafton	Elected 05/24- 05/28	2,652	1,332	Assistant Vice President
Cassandra Cronin	Elected 05/24- 05/28	2,652	1,140	Assistant Secretary
Angela Small	Elected 05/20- 05/24	7,200	1,318	Term Expired
Joe Myers	Elected 05/20- 01/24	1,989	98	Resigned

\*Fees are the amounts actually paid to a director during the District's fiscal year.

**Harris County Municipal Utility District No. 365  
Board Members, Key Personnel and Consultants  
Year Ended August 31, 2024**

**(Continued)**

<u>Consultants</u>	<u>Date Hired</u>	<u>Fees and Expense Reimbursements</u>	<u>Title</u>
Allen Boone Humphries Robinson LLP	07/28/03	\$ 320,099	Attorney
Bob Leared Interests	06/04/97	29,380	Tax Assessor/ Collector
Burke Engineering LLC	05/11/20	137,359	Engineer
Forvis Mazars, LLP	07/16/98	27,900	Auditor
Harris Central Appraisal District	Legislative Action	21,370	Appraiser
Masterson Advisors LLC	05/17/18	-	Financial Advisor
Myrtle Cruz, Inc.	03/19/19	50,636	Bookkeeper
Perdue, Brandon, Fielder, Collins & Mott, L.L.P.	06/01/97	827	Tax Attorney
Si Environmental, LLC	07/01/12	625,627	Operator
<b><u>Investment Officer</u></b>			
Mary Jarmon	04/18/19	N/A	Bookkeeper