



# **Harris County Municipal Utility District No. 70 of Harris County, Texas**

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

September 30, 2024



Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Contents  
September 30, 2024

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## **Independent Auditor's Report**

Board of Directors  
Harris County Municipal Utility District No. 70,  
of 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. 70, of Harris County, Texas (the District), as of and for the year ended September 30, 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 September 30, 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  
February 17, 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**

	<b><u>2024</u></b>	<b><u>2023</u></b>
Current and other assets	\$ 16,160,778	\$ 8,466,456
Capital assets	8,006,763	7,942,805
Total assets	<u>24,167,541</u>	<u>16,409,261</u>
Deferred outflows of resources	<u>295,969</u>	<u>352,737</u>
Total assets and deferred outflows of resources	<u>\$ 24,463,510</u>	<u>\$ 16,761,998</u>
Long-term liabilities	\$ 13,504,209	\$ 7,163,737
Other liabilities	571,144	558,755
Total liabilities	<u>14,075,353</u>	<u>7,722,492</u>

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Management's Discussion and Analysis  
September 30, 2024**

**(Continued)**

**Summary of Net Position (Continued)**

	<b>2024</b>	<b>2023</b>
Net position:		
Net investment in capital assets	\$ 1,336,812	\$ 1,131,805
Restricted	2,304,935	2,050,607
Unrestricted	6,746,410	5,857,094
Total net position	<u>\$ 10,388,157</u>	<u>\$ 9,039,506</u>

The total net position of the District increased by \$1,348,651 or about 15%. 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**

	<b>2024</b>	<b>2023</b>
Revenues:		
Property taxes	\$ 2,698,081	\$ 2,612,504
Charges for services	2,588,167	2,633,371
Other revenues	628,015	506,585
Total revenues	<u>5,914,263</u>	<u>5,752,460</u>
Expenses:		
Services	3,446,683	3,320,910
Depreciation	375,813	384,519
Debt service	743,116	276,386
Total expenses	<u>4,565,612</u>	<u>3,981,815</u>
Change in net position	1,348,651	1,770,645
Net position, beginning of year	<u>9,039,506</u>	<u>7,268,861</u>
Net position, end of year	<u>\$ 10,388,157</u>	<u>\$ 9,039,506</u>

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

The District's combined fund balances as of the end of the fiscal year ended September 30, 2024, were \$15,479,998, an increase of \$7,693,112 from the prior year.

The general fund's fund balance increased by \$884,339, primarily because of property taxes and services revenues and investment income exceeding service operation expenditures.

The special revenue fund's fund balance decreased by \$3,176 due to a decrease in the District's share of the operating reserve.

**Harris County Municipal Utility District No. 70,  
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Management's Discussion and Analysis  
September 30, 2024**

**(Continued)**

The debt service fund's fund balance increased by \$238,351, primarily due to investment income and property tax revenues generated exceeding bond principal and interest requirements.

The capital project fund's fund balance increased by \$6,573,598 due to proceeds from the sale of the Series 2024 bonds exceeding capital outlay expenditures and debt issuance costs.

***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 regional water fee, professional fees and capital outlay expenditures being lower than anticipated and investment income and purchased services and repairs and maintenance expenditures being higher than anticipated. The fund balance as of September 30, 2024, was expected to be \$6,613,643 and the actual end-of-year fund balance was \$6,715,051.

***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)**

	<b><u>2024</u></b>	<b><u>2023</u></b>
Land and improvements	\$ 1,005,004	\$ 1,005,004
Construction in progress	439,771	-
Water facilities	2,464,193	2,628,718
Wastewater facilities	<u>4,097,795</u>	<u>4,309,083</u>
Total capital assets	<u><u>\$ 8,006,763</u></u>	<u><u>\$ 7,942,805</u></u>

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

Construction in progress related to waterline replacement	<u><u>\$ 439,771</u></u>
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***Debt***

The changes in the debt position of the District during the fiscal year ended September 30, 2024, are summarized as follows:

Long-term debt payable, beginning of year	\$ 7,163,737
Increases in long-term debt	7,415,667
Decreases in long-term debt	<u>(1,075,195)</u>
Long-term debt payable, end of year	<u><u>\$ 13,504,209</u></u>

At September 30, 2024, the District had \$1,735,000 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.



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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. The Series 2015 refunding and Series 2024 bonds carry a "AA" rating from Standard & Poor's by virtue of bond insurance issued by Build America Mutual Assurance Co.

***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 of Houston (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. If the District is annexed, the City must assume the District's assets and obligations (including the bonded indebtedness) and abolish the District within 90 days.

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Statement of Net Position and Governmental Funds Balance Sheet  
September 30, 2024**

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total	Adjustments	Statement of Net Position
<b>Assets</b>							
Cash	\$ 283,521	\$ 95,198	\$ 32,659	\$ 495	\$ 411,873	\$ -	\$ 411,873
Certificates of deposit	2,115,000	-	1,405,000	-	3,520,000	-	3,520,000
Short-term investments	4,481,360	-	654,244	6,579,680	11,715,284	-	11,715,284
Receivables:							
Property taxes	31,359	-	48,038	-	79,397	-	79,397
Service accounts	218,524	-	-	-	218,524	-	218,524
Participants	-	90,396	-	-	90,396	(28,253)	62,143
Accrued penalty and interest	-	-	-	-	-	58,609	58,609
Accrued interest	48,427	-	32,043	-	80,470	-	80,470
Interfund receivables	5,449	-	13,124	-	18,573	(18,573)	-
Prepaid expenditures	14,478	-	-	-	14,478	-	14,478
Capital assets (net of accumulated depreciation):							
Land and improvements	-	-	-	-	-	1,005,004	1,005,004
Construction in progress	-	-	-	-	-	439,771	439,771
Infrastructure	-	-	-	-	-	6,561,988	6,561,988
Total assets	<u>7,198,118</u>	<u>185,594</u>	<u>2,185,108</u>	<u>6,580,175</u>	<u>16,148,995</u>	<u>8,018,546</u>	<u>24,167,541</u>
<b>Deferred Outflows of Resources</b>							
Deferred amount on debt refundings	-	-	-	-	-	295,969	295,969
Total assets and deferred outflows of resources	<u>\$ 7,198,118</u>	<u>\$ 185,594</u>	<u>\$ 2,185,108</u>	<u>\$ 6,580,175</u>	<u>\$ 16,148,995</u>	<u>\$ 8,314,515</u>	<u>\$ 24,463,510</u>

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Statement of Net Position and Governmental Funds Balance Sheet  
September 30, 2024**

**(Continued)**

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total	Adjustments	Statement of Net Position
<b>Liabilities</b>							
Accounts payable	\$ 216,119	\$ 49,023	\$ 5,138	\$ 4,077	\$ 274,357	\$ (28,253)	\$ 246,104
Accrued interest payable	-	-	-	-	-	28,370	28,370
Customer deposits	222,465	-	-	-	222,465	-	222,465
Operating deposits	-	74,205	-	-	74,205	-	74,205
Interfund payables	13,124	2,949	-	2,500	18,573	(18,573)	-
Long-term liabilities:							
Due within one year	-	-	-	-	-	1,035,000	1,035,000
Due after one year	-	-	-	-	-	12,469,209	12,469,209
Total liabilities	451,708	126,177	5,138	6,577	589,600	13,485,753	14,075,353
<b>Deferred Inflows of Resources</b>							
Deferred property tax revenues	31,359	-	48,038	-	79,397	(79,397)	-
<b>Fund Balances/Net Position</b>							
Fund balances:							
Nonspendable, prepaid expenditures	14,478	-	-	-	14,478	(14,478)	-
Restricted:							
Unlimited tax bonds	-	-	2,131,932	-	2,131,932	(2,131,932)	-
Water and sewer	-	-	-	6,573,598	6,573,598	(6,573,598)	-
Committed, wastewater collection and treatment	-	59,417	-	-	59,417	(59,417)	-
Unassigned	6,700,573	-	-	-	6,700,573	(6,700,573)	-
Total fund balances	6,715,051	59,417	2,131,932	6,573,598	15,479,998	(15,479,998)	-
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 7,198,118</u>	<u>\$ 185,594</u>	<u>\$ 2,185,108</u>	<u>\$ 6,580,175</u>	<u>\$ 16,148,995</u>		
Net position:							
Net investment in capital assets						1,336,812	1,336,812
Restricted for plant operations						59,417	59,417
Restricted for debt service						2,210,209	2,210,209
Restricted for capital projects						35,309	35,309
Unrestricted						6,746,410	6,746,410
Total net position						<u>\$ 10,388,157</u>	<u>\$ 10,388,157</u>

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Statement of Activities and Governmental Funds Revenues,  
Expenditures and Changes in Fund Balances  
Year Ended September 30, 2024**

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total	Adjustments	Statement of Activities
<b>Revenues</b>							
Property taxes	\$ 1,268,187	\$ -	\$ 1,420,501	\$ -	\$ 2,688,688	\$ 9,393	\$ 2,698,081
Water service	361,603	-	-	-	361,603	-	361,603
Sewer service	795,052	-	-	-	795,052	-	795,052
Regional water fee	843,194	-	-	-	843,194	-	843,194
Service to other districts	-	787,259	-	-	787,259	(369,973)	417,286
Security service	171,032	-	-	-	171,032	-	171,032
Penalty and interest	81,651	-	20,764	-	102,415	7,798	110,213
Tap connection and inspection fees	14,389	-	-	-	14,389	-	14,389
Investment income	328,649	-	128,909	35,319	492,877	-	492,877
Other income	47,568	-	-	-	47,568	(37,032)	10,536
Total revenues	3,911,325	787,259	1,570,174	35,319	6,304,077	(389,814)	5,914,263
<b>Expenditures/Expenses</b>							
Service operations:							
Purchased services	1,183,488	-	-	-	1,183,488	(369,973)	813,515
Regional water fee	6,597	-	-	-	6,597	-	6,597
Professional fees	137,791	14,574	5,047	-	157,412	846	158,258
Contracted services	1,043,912	70,291	49,817	-	1,164,020	-	1,164,020
Utilities	22,458	95,363	-	-	117,821	-	117,821
Repairs and maintenance	458,469	519,190	-	-	977,659	16,786	994,445
Other expenditures	121,102	87,841	12,372	10	221,325	(37,032)	184,293
Tap connections	7,734	-	-	-	7,734	-	7,734
Capital outlay	48,611	-	-	408,792	457,403	(457,403)	-
Depreciation	-	-	-	-	-	375,813	375,813
Debt service:							
Principal retirement	-	-	1,035,000	-	1,035,000	(1,035,000)	-
Interest and fees	-	-	229,587	-	229,587	44,943	274,530
Debt issuance costs	-	-	-	468,586	468,586	-	468,586
Total expenditures/expenses	3,030,162	787,259	1,331,823	877,388	6,026,632	(1,461,020)	4,565,612
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	881,163	-	238,351	(842,069)	277,445	1,071,206	
<b>Other Financing Sources (Uses)</b>							
Interfund transfers in (out)	3,176	(3,176)	-	-	-	-	-
General obligation bonds issued	-	-	-	7,615,000	7,615,000	(7,615,000)	
Discount on debt issued	-	-	-	(199,333)	(199,333)	199,333	
Total other financing sources (uses)	3,176	(3,176)	-	7,415,667	7,415,667	(7,415,667)	
<b>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	884,339	(3,176)	238,351	6,573,598	7,693,112	(7,693,112)	
<b>Change in Net Position</b>						1,348,651	\$ 1,348,651
<b>Fund Balances/Net Position</b>							
Beginning of year	5,830,712	62,593	1,893,581	-	7,786,886	-	9,039,506
End of year	\$ 6,715,051	\$ 59,417	\$ 2,131,932	\$ 6,573,598	\$15,479,998	\$ -	\$10,388,157

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

Harris County Municipal Utility District No. 70, of Harris County, Texas (the District) was created by an order of the Texas Water Rights Commission, now known as the Texas Commission on Environmental Quality (the Commission), effective May 1, 1973, 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. 70,  
of Harris County, Texas  
Notes to Financial Statements  
September 30, 2024**

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*Special Revenue Fund* – The special revenue fund accounts for revenues and expenditures involving specific revenue sources that are legally restricted to expenditures for specified purposes. The primary source of revenue is participant fees.

*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.

*Capital Projects Fund* – The capital projects fund is used to account for financial resources that are restricted, committed or assigned to expenditures for capital outlays.

***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.

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***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

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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.

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 September 30, 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 September 30, 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><b>Years</b></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.



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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.

**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.	\$ 8,006,763
Property tax revenue recognition and the related reduction of deferred inflows of resources are subject to availability of funds in the fund financial statements.	79,397
Penalty and interest on delinquent taxes is not receivable in the current period and is not reported in the funds.	58,609
Deferred amount on debt refundings for governmental activities are not financial resources and are not reported in the funds.	295,969
Accrued interest on long-term liabilities is not payable with current financial resources and is not reported in the funds.	(28,370)
Long-term debt obligations are not due and payable in the current period and are not reported in the funds.	<u>(13,504,209)</u>
Adjustment to fund balances to arrive at net position.	<u>\$ (5,091,841)</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.	\$ 7,693,112
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 capital outlay expenditures exceeded depreciation expense and noncapitalized costs in the current period.	63,958

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Governmental funds report the effect of premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	\$ 199,333
Governmental funds report proceeds from the sale of bonds because they provide current financial resources to governmental funds. Principal payments on debt are recorded as expenditures. None of these transactions, however, have any effect on net position.	(6,580,000)
Revenues that do not provide current financial resources are not reported as revenues for the funds, but are reported as revenues in the statement of activities.	17,191
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.	(44,943)
Change in net position of governmental activities.	<u>\$ 1,348,651</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 September 30, 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.

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The District 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.

At September 30, 2024, the District had the following investments and maturities:

Type	Maturities in Years				
	Fair Value	Less Than 1	1-5	6-10	More Than 10
Texas CLASS	\$ 11,715,284	\$ 11,715,284	\$ -	\$ -	\$ -

**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 pool is presented as an investment with a maturity of less than one year because it is 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 September 30, 2024, the District's investments in 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 September 30, 2024, as follows:

Carrying value:	
Deposits	\$ 3,931,873
Investments	11,715,284
Total	<u>\$ 15,647,157</u>

Included in the following statement of net position captions:

Cash	\$ 411,873
Certificates of deposit	3,520,000
Short-term investments	11,715,284
Total	<u>\$ 15,647,157</u>

***Investment Income***

Investment income of \$492,877 for the year ended September 30, 2024, consisted of interest income.

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***Fair Value Measurements***

The District has the following recurring fair value measurements as of September 30, 2024:

- Pooled investments of \$11,715,284 are valued at fair value per share of the pool's underlying portfolio.

**Note 3. Capital Assets**

A summary of changes in capital assets for the year ended September 30, 2024, is presented below:

<b>Governmental Activities</b>	<b>Balances, Beginning of Year</b>	<b>Additions</b>	<b>Balances, End of Year</b>
Capital assets, non-depreciable:			
Land and improvements	\$ 1,005,004	\$ -	\$ 1,005,004
Construction in progress	-	439,771	439,771
Total capital assets, non-depreciable	1,005,004	439,771	1,444,775
Capital assets, depreciable:			
Water production and distribution facilities	5,215,797	-	5,215,797
Wastewater collection and treatment facilities	8,040,344	-	8,040,344
Total capital assets, depreciable	13,256,141	-	13,256,141
Less accumulated depreciation:			
Water production and distribution facilities	(2,587,079)	(164,525)	(2,751,604)
Wastewater collection and treatment facilities	(3,731,261)	(211,288)	(3,942,549)
Total accumulated depreciation	(6,318,340)	(375,813)	(6,694,153)
Total governmental activities, net	\$ 7,942,805	\$ 63,958	\$ 8,006,763

**Note 4. Long-Term Liabilities**

Changes in long-term liabilities for the year ended September 30, 2024, were as follows.

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<b>Governmental Activities</b>	<b>Balances, Beginning of Year</b>	<b>Increases</b>	<b>Decreases</b>	<b>Balances, End of Year</b>	<b>Amounts Due in One Year</b>
Bonds payable:					
General obligation bonds	\$ 6,945,000	\$ 7,615,000	\$ 1,035,000	\$ 13,525,000	\$ 1,035,000
Add premiums on bonds	218,737	-	40,195	178,542	-
Less discounts on bonds	-	199,333	-	199,333	-
Total governmental activities					
long-term liabilities	<u>\$ 7,163,737</u>	<u>\$ 7,415,667</u>	<u>\$ 1,075,195</u>	<u>\$ 13,504,209</u>	<u>\$ 1,035,000</u>

**General Obligation Bonds**

	<b>Refunding Series 2015</b>	<b>Refunding Series 2019</b>
Amounts outstanding, September 30, 2024	\$2,170,000	\$3,740,000
Interest rates	3.00% to 4.00%	3.00%
Maturity dates, serially beginning/ending	October 1, 2025/2029	April 1, 2025/2031
Interest payment dates	April 1/ October 1	April 1/ October 1
Callable dates*	October 1, 2023	April 1, 2025
		<b>Series 2024</b>
Amount outstanding, September 30, 2024		\$7,615,000
Interest rates		4.00%
Maturity dates, serially beginning/ending		April 1, 2032/2049
Interest payment dates		April 1/ October 1
Callable date*		April 1, 2030

\*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 October 1 within the fiscal year preceding this due date, and the following schedule has been prepared assuming that 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 September 30, 2024.

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<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,035,000	\$ 524,268	\$ 1,559,268
2026	1,050,000	459,425	1,509,425
2027	940,000	422,650	1,362,650
2028	955,000	390,575	1,345,575
2029	975,000	357,875	1,332,875
2030-2034	1,775,000	1,503,875	3,278,875
2035-2039	1,695,000	1,196,500	2,891,500
2040-2044	2,210,000	808,400	3,018,400
2045-2049	2,890,000	301,200	3,191,200
Total	<u>\$ 13,525,000</u>	<u>\$ 5,964,768</u>	<u>\$ 19,489,768</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	\$ 33,495,000
Bonds sold	31,760,000
Refunding bonds voted	26,180,000
Refunding bond authorization used	1,378,652*

\*The District has issued \$21,520,000 of refunding bonds; however, of such amount, \$1,378,652 has been applied to the voter-authorized bonds and the remaining \$20,141,348 has been issued pursuant to Chapter 1207 of the Texas Government Code.

## **Note 5. Significant Bond Order and Commission Requirements**

The Bond Orders 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 September 30, 2024, the District levied an ad valorem debt service tax at the rate of \$0.2800 per \$100 of assessed valuation, which resulted in a tax levy of \$1,433,402 on the taxable valuation of \$511,929,190 for the 2023 tax year. The interest and principal requirements paid from the tax revenues were \$1,262,425. The District utilized available debt service fund resources to satisfy the requirements.

## **Note 6. Maintenance Taxes**

At an election held August 13, 1983, voters authorized a maintenance tax not to exceed \$0.25 per \$100 of assessed valuation on all property within the District subject to taxation. During the year ended September 30, 2024, the District levied an ad valorem maintenance tax at the rate of \$0.2500 per \$100 of assessed valuation, which resulted in a tax levy of \$1,279,823 on the taxable valuation of \$511,929,190 for the 2023, tax year. The maintenance tax is being used by the general fund to pay expenditures of operating the District.

**Harris County Municipal Utility District No. 70,  
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**Note 7. Regional Wastewater Treatment Contract**

The District entered into 40-year contracts on June 27, 1983, with Harris County Municipal Utility District No. 144 (District No. 144) and on April 26, 1984, with Harris County Municipal Utility District No. 264 (District No. 264) whereby the District agreed to provide, or cause to be provided, the regional waste collection, treatment and disposal facilities necessary to serve the participating districts. These contracts were amended on December 20, 1984. On January 23, 1991, the participants entered into a restated agreement, which terminated the prior agreements. This agreement has also been amended on May 27, 1992, January 24, 1995, July 26, 2001, March 1, 2008, and September 19, 2022. The most recent amendment extended the term of the agreement until January 31, 2052.

***Facility Construction and Expansion***

The agreements between the participants provide that construction and related costs be shared by the participants based on the pro rata amount of capacity acquired. Construction of the initial 650,000 gallons-per-day (gpd) treatment facilities was completed in a prior year. District No. 144 acquired 333,000 gpd of capacity and the District acquired 317,000 gpd of capacity.

The facility was then expanded to 1,200,000 gpd. During fiscal year 1987, the District sold 100,000 gpd of capacity to District No. 264. During 2002, the District purchased 50,000 gpd of capacity from District No. 264. In 2008, the facility was expanded to 1,500,000 gpd, with the additional 300,000 gpd paid for by the District. Reserved capacity (gpd) is as follows:

	<b>The District</b>	<b>District No. 144</b>	<b>District No. 264</b>	<b>Total</b>
Original construction	217,000	333,000	100,000	650,000
Expansion	400,000	-	450,000	850,000
Purchase	50,000	-	(50,000)	-
Total reserved capacity	<u>667,000</u>	<u>333,000</u>	<u>500,000</u>	<u>1,500,000</u>

***Operating Agreement***

The District operates the facilities and holds title for the benefit of the participants. Under the terms of the revised agreement, monthly operating costs are shared by the participants based on the number of active single-family equivalent connections served by the waste treatment facilities.

Transactions for the current year are as follows:

	<b>The District</b>	<b>District No. 144</b>	<b>District No. 264</b>	<b>Total</b>
Receivable, beginning of year	\$ 29,852	\$ 25,059	\$ 30,941	\$ 85,852
Amounts invoiced	369,973	189,342	227,944	787,259
Collections and interest	<u>(371,572)</u>	<u>(186,408)</u>	<u>(224,735)</u>	<u>(782,715)</u>
Receivable, end of year	<u>\$ 28,253</u>	<u>\$ 27,993</u>	<u>\$ 34,150</u>	<u>\$ 90,396</u>

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At September 30, 2024, the participants' respective shares of fund balance of the facilities' general fund are as follows:

The District	\$ 59,417
District No. 144	29,664
District No. 264	<u>44,541</u>
Total	<u>\$ 133,622</u>

The District's share is reflected as fund equity, and District No. 144's and District No. 264's shares are reflected as liabilities in the special revenue fund.

**Note 8. Regional Water Authority**

The District is within the boundaries of the West Harris County Regional Water Authority (the Authority), which was created by the Texas Legislature 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 September 30, 2024, the Authority was billing the District \$3.95 per 1,000 gallons of water pumped from its wells and \$4.35 per 1,000 gallons of surface water received. These amounts are subject to future adjustments.

**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.



***Required Supplementary Information***

**Harris County Municipal Utility District No. 70,  
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Budgetary Comparison Schedule – General Fund  
Year Ended September 30, 2024**

	<b>Original Budget</b>	<b>Actual</b>	<b>Variance Favorable (Unfavorable)</b>
<b>Revenues</b>			
Property taxes	\$ 1,257,335	\$ 1,268,187	\$ 10,852
Water service	385,500	361,603	(23,897)
Sewer service	784,191	795,052	10,861
Regional water fee	897,000	843,194	(53,806)
Security service	177,000	171,032	(5,968)
Penalty and interest	73,500	81,651	8,151
Tap connection and inspection fees	460	14,389	13,929
Investment income	284,695	328,649	43,954
Other income	44,073	47,568	3,495
Total revenues	3,903,754	3,911,325	7,571
<b>Expenditures</b>			
Service operations:			
Purchased services	361,158	1,183,488	(822,330)
Regional water fee	897,000	6,597	890,403
Professional fees	207,300	137,791	69,509
Contracted services	1,045,758	1,043,912	1,846
Utilities	26,591	22,458	4,133
Repairs and maintenance	306,104	458,469	(152,365)
Other expenditures	122,466	121,102	1,364
Tap connections	-	7,734	(7,734)
Capital outlay	154,446	48,611	105,835
Total expenditures	3,120,823	3,030,162	90,661
<b>Excess of Revenues Over Expenditures</b>	782,931	881,163	98,232
<b>Other Financing Sources</b>			
Interfund transfers in	-	3,176	3,176
<b>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	782,931	884,339	101,408
<b>Fund Balance, Beginning of Year</b>	5,830,712	5,830,712	-
<b>Fund Balance, End of Year</b>	<u>\$ 6,613,643</u>	<u>\$ 6,715,051</u>	<u>\$ 101,408</u>

**Harris County Municipal Utility District No. 70,  
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Budgetary Comparison Schedule – Special Revenue Fund  
Year Ended September 30, 2024**

	<b>Original Budget</b>	<b>Actual</b>	<b>Variance Favorable (Unfavorable)</b>
<b>Revenues</b>			
Service to other districts	\$ 811,735	\$ 787,259	\$ (24,476)
<b>Expenditures</b>			
Service operations:			
Professional fees	37,700	14,574	23,126
Contracted services	71,218	70,291	927
Utilities	93,534	95,363	(1,829)
Repairs and maintenance	509,600	519,190	(9,590)
Other expenditures	89,683	87,841	1,842
Capital outlay	10,000	-	10,000
Total expenditures	811,735	787,259	24,476
<b>Excess of Revenues Over Expenditures</b>	-	-	-
<b>Other Financing Sources (Uses)</b>			
Interfund transfers out	-	(3,176)	(3,176)
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	-	(3,176)	(3,176)
<b>Fund Balance, Beginning of Year</b>	62,593	62,593	-
<b>Fund Balance, End of Year</b>	\$ 62,593	\$ 59,417	\$ (3,176)

**Harris County Municipal Utility District No. 70,  
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***Budgets and Budgetary Accounting***

Annual operating budgets are prepared for the general and special revenue funds by the District's consultants. The budgets reflect resources expected to be received during the 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 budgets of the general fund and the special revenue fund were not amended during fiscal year September 30, 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 and Special Revenue Fund 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. 70,  
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Other Schedules Included Within This Report  
September 30, 2024**

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(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 11-22
- [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. 70,  
of Harris County, Texas  
Schedule of Services and Rates  
Year Ended September 30, 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 type="checkbox"/> Parks/Recreation	<input type="checkbox"/> Fire Protection	<input checked="" type="checkbox"/> Security
<input checked="" 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 type="checkbox"/> Other _____		

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:	\$ 11.00	5,000	N	\$ 1.00 \$ 1.25	5,001 to 20,001	20,000 No Limit
Wastewater:	\$ 31.09	-	Y			
Regional water fee:	\$ 4.78	1	N	\$ 4.78	1 to	No Limit
Does the District employ winter averaging for wastewater usage?					Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
Total charges per 10,000 gallons usage (including fees):				Water \$ 63.80	Wastewater \$ 31.09	

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"	1,887	1,870	x1.0	1,870
1"	28	26	x2.5	65
1 1/2"	8	8	x5.0	40
2"	30	29	x8.0	232
3"	-	-	x15.0	-
4"	-	-	x25.0	-
6"	-	-	x50.0	-
8"	-	-	x80.0	-
10"	-	-	x115.0	-
Total water	1,953	1,933		2,207
Total wastewater	1,892	1,877	x1.0	1,877

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

Gallons pumped into the system:	190,985
Gallons billed to customers:	179,317
Water accountability ratio (gallons billed/gallons pumped):	93.89%

\*\*\*ESFC" means equivalent single-family connections

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Schedule of General Fund Expenditures  
Year Ended September 30, 2024**

<b>Personnel (including benefits)</b>		\$	-
<b>Professional Fees</b>			
Auditing	\$	22,800	
Legal		83,737	
Engineering		31,254	
Financial advisor		-	137,791
<b>Purchased Services for Resale</b>			
Bulk water and wastewater service purchases			1,183,488
<b>Regional Water Fee</b>			6,597
<b>Contracted Services</b>			
Bookkeeping		68,180	
General manager		-	
Appraisal district		-	
Tax collector		-	
Security		355,763	
Other contracted services		218,072	642,015
<b>Utilities</b>			22,458
<b>Repairs and Maintenance</b>			458,469
<b>Administrative Expenditures</b>			
Directors' fees		23,775	
Office supplies		22,626	
Insurance		16,787	
Other administrative expenditures		57,914	121,102
<b>Capital Outlay</b>			
Capitalized assets		31,825	
Expenditures not capitalized		16,786	48,611
<b>Tap Connection Expenditures</b>			7,734
<b>Solid Waste Disposal</b>			401,897
<b>Fire Fighting</b>			-
<b>Parks and Recreation</b>			-
<b>Other Expenditures</b>			-
Total expenditures		\$	<u><u>3,030,162</u></u>



**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Schedule of Temporary Investments  
September 30, 2024**

	<b>Interest Rate</b>	<b>Maturity Date</b>	<b>Face Amount</b>	<b>Accrued Interest Receivable</b>
<b>General Fund</b>				
Certificates of Deposit				
No. 91300012163543	5.50%	03/08/25	\$ 235,000	\$ 7,295
No. 9219	5.50%	10/20/24	235,000	5,630
No. 6185404	5.05%	03/13/25	235,000	553
No. 4205944	5.00%	06/24/25	235,000	3,155
No. 2000000363	5.05%	05/25/25	235,000	4,162
No. 107240	5.22%	08/01/25	235,000	3,025
No. 6000022837	5.50%	02/27/25	235,000	7,613
No. 6002400250	5.54%	11/11/24	235,000	11,485
No. 6550125707	5.25%	04/20/25	235,000	5,509
Texas CLASS	5.06%	Demand	4,481,360	-
			<u>6,596,360</u>	<u>48,427</u>
<b>Debt Service Fund</b>				
Certificates of Deposit				
No. 91300012159935	5.50%	02/27/25	235,000	7,613
No. 9527	5.50%	10/28/24	235,000	5,382
No. 6768152	5.05%	03/14/25	235,000	520
No. 6000052461	5.50%	03/16/25	235,000	7,011
No. 1001100526	5.15%	03/22/25	230,000	6,232
No. 6550140587	5.40%	02/01/25	235,000	5,285
Texas CLASS	5.06%	Demand	654,244	-
			<u>2,059,244</u>	<u>32,043</u>
<b>Capital Projects Fund</b>				
Texas CLASS	5.06%	Demand	6,579,680	-
			<u>6,579,680</u>	<u>-</u>
Totals			<u>\$ 15,235,284</u>	<u>\$ 80,470</u>

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Analysis of Taxes Levied and Receivable  
Year Ended September 30, 2024**

	<b>Maintenance Taxes</b>	<b>Debt Service Taxes</b>
<b>Receivable, Beginning of Year</b>	\$ 26,382	\$ 43,622
Additions and corrections to prior years' taxes	(6,659)	(8,485)
Adjusted receivable, beginning of year	19,723	35,137
<b>2023 Original Tax Levy</b>	1,220,798	1,367,294
Additions and corrections	59,025	66,108
Adjusted tax levy	1,279,823	1,433,402
Total to be accounted for	1,299,546	1,468,539
Tax (collections) refunds: Current year	(1,268,253)	(1,420,444)
Prior years'	66	(57)
Receivable, end of year	<u>\$ 31,359</u>	<u>\$ 48,038</u>
<b>Receivable, by Years</b>		
2023	\$ 11,570	\$ 12,958
2022	5,526	7,073
2021	2,308	3,046
2020	2,226	3,281
2019	1,576	2,396
2018	1,373	2,086
2017	1,885	3,016
2016	589	1,060
2015	563	1,080
2014	493	1,064
2013	373	880
2012	381	975
2011	381	1,036
2010	381	1,036
2009	381	1,036
2008	245	666
2007	287	925
2006	227	1,125
2005	224	1,113
2004 and prior	370	2,186
Receivable, end of year	<u>\$ 31,359</u>	<u>\$ 48,038</u>

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Analysis of Taxes Levied and Receivable  
Year Ended September 30, 2024**

**(Continued)**

	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
<b>Property Valuations</b>				
Land	\$ 129,908,590	\$ 91,201,546	\$ 91,154,849	\$ 80,649,515
Improvements	488,461,726	454,559,861	348,606,145	331,198,012
Personal property	13,978,275	14,008,557	11,703,512	11,692,432
Exemptions	<u>(120,419,401)</u>	<u>(96,731,216)</u>	<u>(14,464,641)</u>	<u>(13,726,715)</u>
Total property valuations	<u>\$ 511,929,190</u>	<u>\$ 463,038,748</u>	<u>\$ 436,999,865</u>	<u>\$ 409,813,244</u>
<b>Tax Rates per \$100 Valuation</b>				
Debt service tax rates	\$ 0.2800	\$ 0.3200	\$ 0.3300	\$ 0.3685
Maintenance tax rates*	<u>0.2500</u>	<u>0.2500</u>	<u>0.2500</u>	<u>0.2500</u>
Total tax rates per \$100 valuation	<u>\$ 0.5300</u>	<u>\$ 0.5700</u>	<u>\$ 0.5800</u>	<u>\$ 0.6185</u>
<b>Tax Levy</b>	<u>\$ 2,713,225</u>	<u>\$ 2,639,322</u>	<u>\$ 2,534,600</u>	<u>\$ 2,534,695</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: \$0.25 on August 13, 1983

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

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Schedule of Long-Term Debt Service Requirements by Years  
September 30, 2024**

<b>Due During Fiscal Years Ending September 30</b>	<b>Refunding Series 2015</b>		
	<b>Principal Due October 1</b>	<b>Interest Due April 1, October 1</b>	<b>Total</b>
2025	\$ 495,000	\$ 86,800	\$ 581,800
2026	505,000	67,000	572,000
2027	380,000	46,800	426,800
2028	390,000	31,600	421,600
2029	400,000	16,000	416,000
Totals	<u>\$ 2,170,000</u>	<u>\$ 248,200</u>	<u>\$ 2,418,200</u>

The District pays the amount due October 1 prior to that date. This schedule shows the amounts due within the fiscal years assuming this practice will continue in the future.

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Schedule of Long-Term Debt Service Requirements by Years  
September 30, 2024**

**(Continued)**

<b>Due During Fiscal Years Ending September 30</b>	<b>Refunding Series 2019</b>		
	<b>Principal Due April 1</b>	<b>Interest Due April 1, October 1</b>	<b>Total</b>
2025	\$ 540,000	\$ 104,100	\$ 644,100
2026	545,000	87,825	632,825
2027	560,000	71,250	631,250
2028	565,000	54,375	619,375
2029	575,000	37,275	612,275
2030	470,000	21,600	491,600
2031	485,000	7,275	492,275
Totals	<u>\$ 3,740,000</u>	<u>\$ 383,700</u>	<u>\$ 4,123,700</u>

The District pays the amount due October 1 prior to that date. This schedule shows the amounts due within the fiscal years assuming this practice will continue in the future.

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Schedule of Long-Term Debt Service Requirements by Years  
September 30, 2024**

**(Continued)**

Due During Fiscal Years Ending September 30	Series 2024		
	Principal Due April 1	Interest Due April 1, October 1	Total
2025	\$ -	\$ 333,368	\$ 333,368
2026	-	304,600	304,600
2027	-	304,600	304,600
2028	-	304,600	304,600
2029	-	304,600	304,600
2030	-	304,600	304,600
2031	-	304,600	304,600
2032	260,000	299,400	559,400
2033	270,000	288,800	558,800
2034	290,000	277,600	567,600
2035	305,000	265,700	570,700
2036	320,000	253,200	573,200
2037	340,000	240,000	580,000
2038	355,000	226,100	581,100
2039	375,000	211,500	586,500
2040	395,000	196,100	591,100
2041	420,000	179,800	599,800
2042	440,000	162,600	602,600
2043	465,000	144,500	609,500
2044	490,000	125,400	615,400
2045	520,000	105,200	625,200
2046	545,000	83,900	628,900
2047	575,000	61,500	636,500
2048	610,000	37,800	647,800
2049	640,000	12,800	652,800
Totals	<u>\$ 7,615,000</u>	<u>\$ 5,332,868</u>	<u>\$ 12,947,868</u>

The District pays the amount due October 1 prior to that date. This schedule shows the amounts due within the fiscal years assuming this practice will continue in the future.

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Schedule of Long-Term Debt Service Requirements by Years  
September 30, 2024**

**(Continued)**

<b>Due During Fiscal Years Ending September 30</b>	<b>Annual Requirements For All Series</b>		
	<b>Total Principal Due</b>	<b>Total Interest Due</b>	<b>Total Principal and Interest Due</b>
2025	\$ 1,035,000	\$ 524,268	\$ 1,559,268
2026	1,050,000	459,425	1,509,425
2027	940,000	422,650	1,362,650
2028	955,000	390,575	1,345,575
2029	975,000	357,875	1,332,875
2030	470,000	326,200	796,200
2031	485,000	311,875	796,875
2032	260,000	299,400	559,400
2033	270,000	288,800	558,800
2034	290,000	277,600	567,600
2035	305,000	265,700	570,700
2036	320,000	253,200	573,200
2037	340,000	240,000	580,000
2038	355,000	226,100	581,100
2039	375,000	211,500	586,500
2040	395,000	196,100	591,100
2041	420,000	179,800	599,800
2042	440,000	162,600	602,600
2043	465,000	144,500	609,500
2044	490,000	125,400	615,400
2045	520,000	105,200	625,200
2046	545,000	83,900	628,900
2047	575,000	61,500	636,500
2048	610,000	37,800	647,800
2049	640,000	12,800	652,800
Totals	<u>\$ 13,525,000</u>	<u>\$ 5,964,768</u>	<u>\$ 19,489,768</u>

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Changes in Long term Bonded Debt  
Year Ended September 30, 2024**

	Bond Issues				Totals
	Refunding Series 2012	Refunding Series 2015	Refunding Series 2019	Series 2024	
Interest rates	4.000%	3.00% to 4.00%	3.00%	4.00%	
Dates interest payable	April 1/ October 1	April 1/ October 1	April 1/ October 1	April 1/ October 1	
Maturity dates		October 1, 2025/2029	April 1, 2025/2031	April 1, 2032/2049	
Bonds outstanding, beginning of current year	\$ 180,000	\$ 2,650,000	\$ 4,115,000	\$ -	\$ 6,945,000
Bonds sold during current year	-	-	-	7,615,000	7,615,000
Retirements, principal	180,000	480,000	375,000	-	1,035,000
Bonds outstanding, end of current year	<u>\$ -</u>	<u>\$ 2,170,000</u>	<u>\$ 3,740,000</u>	<u>\$ 7,615,000</u>	<u>\$ 13,525,000</u>
Interest paid during current year	<u>\$ 3,600</u>	<u>\$ 106,000</u>	<u>\$ 117,825</u>	<u>\$ -</u>	<u>\$ 227,425</u>

Paying agent's name and address:

**Series 2012R** - U.S. Bank, N.A., Houston, Texas

**Series 2015R** - Regions Bank, Houston, Texas

**Series 2019R** - Regions Bank, Houston, Texas

**Series 2024** - Regions Bank, Houston, Texas

Bond authority:

	Tax Bonds	Other Bonds	Refunding Bonds
Amount authorized by voters	\$ 33,495,000	\$ -	\$ 26,180,000
Amount issued	\$ 31,760,000	\$ -	\$ 1,378,652 *
Remaining to be issued	\$ 1,735,000	\$ -	\$ 24,801,348

Debt service fund cash and temporary investment balances as of September 30, 2024: \$ 2,091,903

Average annual debt service payment (principal and interest) for remaining term of all debt: \$ 779,591

\*As of September 30, 2024, the District has issued \$21,520,000 of refunding bonds; however, of such amount, \$1,378,652 has been applied to the voter-authorized bonds and the remaining \$20,141,348 has been issued pursuant to Chapter 1207 of the Texas Government Code.



**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Comparative Schedule of Revenues and Expenditures – General Fund  
Five Years Ended September 30,**

	Amounts				
	2024	2023	2022	2021	2020
<b>General Fund</b>					
<b>Revenues</b>					
Property taxes	\$ 1,268,187	\$ 1,145,176	\$ 1,089,070	\$ 1,015,140	\$ 977,107
Water service	361,603	376,243	334,957	305,811	307,008
Sewer service	795,052	750,194	664,215	608,185	599,640
Regional water fee	843,194	936,090	781,961	680,436	690,860
Security service	171,032	173,266	178,110	177,524	177,373
Penalty and interest	81,651	74,197	109,036	89,787	136,239
Tap connection and inspection fees	14,389	34,810	-	-	16,351
Investment income	328,649	258,304	32,654	19,647	75,003
Other income	47,568	52,687	46,534	54,739	32,990
Total revenues	3,911,325	3,800,967	3,236,537	2,951,269	3,012,571
<b>Expenditures</b>					
Service operations:					
Purchased services	1,183,488	1,347,145	1,180,203	1,154,121	1,032,859
Regional water fee	6,597	16,748	12,605	13,164	17,651
Professional fees	137,791	143,967	152,295	220,553	194,137
Contracted services	1,043,912	992,183	902,966	858,336	853,505
Utilities	22,458	28,244	23,584	23,955	24,973
Repairs and maintenance	458,469	311,554	252,923	214,669	217,854
Other expenditures	121,102	129,676	123,678	110,995	93,011
Tap connections	7,734	28,930	-	-	9,390
Capital outlay	48,611	218,208	153,389	12,451	85,037
Total expenditures	3,030,162	3,216,655	2,801,643	2,608,244	2,528,417
<b>Excess of Revenues Over Expenditures</b>	881,163	584,312	434,894	343,025	484,154
<b>Other Financing Sources (Uses)</b>					
Interfund transfers in (out)	3,176	(580)	23,676	-	10,144
Insurance proceeds	-	-	-	-	37,796
Reimbursement from governmental agency	-	-	31,723	65,896	-
Total other financing sources (uses)	3,176	(580)	55,399	65,896	47,940
<b>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	884,339	583,732	490,293	408,921	532,094
<b>Fund Balance, Beginning of Year</b>	5,830,712	5,246,980	4,756,687	4,347,766	3,815,672
<b>Fund Balance, End of Year</b>	\$ 6,715,051	\$ 5,830,712	\$ 5,246,980	\$ 4,756,687	\$ 4,347,766
<b>Total Active Retail Water Connections</b>	1,933	1,938	1,928	1,929	1,928
<b>Total Active Retail Wastewater Connections</b>	1,877	1,880	1,873	1,874	1,873

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Percent of Fund Total Revenues				
2024	2023	2022	2021	2020
32.4 %	30.1 %	33.7 %	34.4 %	32.4 %
9.2	9.9	10.3	10.4	10.2
20.3	19.7	20.5	20.6	19.9
21.6	24.6	24.2	23.0	22.9
4.4	4.6	5.5	6.0	5.9
2.1	1.9	3.4	3.0	4.5
0.4	1.0	-	-	0.6
8.4	6.8	1.0	0.7	2.5
1.2	1.4	1.4	1.9	1.1
100.0	100.0	100.0	100.0	100.0
30.3	35.5	36.5	39.1	34.3
0.2	0.4	0.4	0.4	0.6
3.5	3.8	4.7	7.5	6.5
26.7	26.1	27.9	29.1	28.3
0.6	0.7	0.7	0.8	0.8
11.7	8.2	7.8	7.3	7.2
3.1	3.4	3.8	3.8	3.1
0.2	0.8	-	-	0.3
1.2	5.7	4.8	0.4	2.8
77.5	84.6	86.6	88.4	83.9
22.5 %	15.4 %	13.4 %	11.6 %	16.1 %

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Comparative Schedule of Revenues and Expenditures – Debt Service Fund  
Five Years Ended September 30,**

	Amounts				
	2024	2023	2022	2021	2020
<b>Debt Service Fund</b>					
<b>Revenues</b>					
Property taxes	\$ 1,420,501	\$ 1,466,745	\$ 1,440,701	\$ 1,496,250	\$ 1,485,366
Penalty and interest	20,764	26,150	31,627	19,446	17,911
Investment income	128,909	103,441	10,908	14,665	43,162
Total revenues	1,570,174	1,596,336	1,483,236	1,530,361	1,546,439
<b>Expenditures</b>					
Current:					
Professional fees	5,047	5,504	7,752	5,191	4,457
Contracted services	49,817	45,491	44,770	44,637	49,123
Other expenditures	12,372	12,111	12,078	8,859	8,734
Debt service:					
Principal retirement	1,035,000	1,215,000	1,135,000	1,090,000	1,100,000
Interest and fees	229,587	264,487	306,263	346,088	379,596
Total expenditures	1,331,823	1,542,593	1,505,863	1,494,775	1,541,910
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	238,351	53,743	(22,627)	35,586	4,529
<b>Other Financing Sources</b>					
Interfund transfer in	-	-	6,592	-	-
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	238,351	53,743	(16,035)	35,586	4,529
<b>Fund Balance, Beginning of Year</b>	1,893,581	1,839,838	1,855,873	1,820,287	1,815,758
<b>Fund Balance, End of Year</b>	<u>\$ 2,131,932</u>	<u>\$ 1,893,581</u>	<u>\$ 1,839,838</u>	<u>\$ 1,855,873</u>	<u>\$ 1,820,287</u>

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Percent of Fund Total Revenues				
2024	2023	2022	2021	2020
90.5 %	91.9 %	97.1 %	97.8 %	96.0 %
1.3	1.6	2.1	1.3	1.2
8.2	6.5	0.8	0.9	2.8
100.0	100.0	100.0	100.0	100.0
0.3	0.3	0.5	0.4	0.3
3.2	2.8	3.0	2.9	3.2
0.8	0.8	0.8	0.6	0.6
65.9	76.1	76.5	71.2	71.1
14.6	16.6	20.7	22.6	24.5
84.8	96.6	101.5	97.7	99.7
15.2 %	3.4 %	(1.5) %	2.3 %	0.3 %

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Board Members, Key Personnel and Consultants  
Year Ended September 30, 2024**

Complete District mailing address:	Harris County Municipal Utility District No. 70 c/o Schwartz, Page & Harding, L.L.P. 1300 Post Oak Boulevard, Suite 2400 Houston, Texas 77056
District business telephone number:	713.623.4531
Submission date of the most recent District Registration Form (TWC Sections 36.054 and 49.054):	May 23, 2024
Limit on fees of office that a director may receive during a fiscal year:	\$ 7,200

<u>Board Members</u>	<u>Term of Office Elected &amp; Expires</u>	<u>Fees*</u>	<u>Expense Reimbursements</u>	<u>Title at Year-End</u>
Stephanie Peters	Elected 05/22- 05/26	\$ 6,851	\$ 2,515	President
Ron Sanches	Elected 05/22- 05/26	4,199	1,591	Vice President
Rudolph Lange	Elected 05/24 05/28	7,200	3,709	Secretary
Ronald Garcia	Elected 05/24 05/28	4,199	2,816	Assistant Secretary
Rachel Knight	Elected 05/22- 05/26	1,326	111	Assistant Secretary

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

**Harris County Municipal Utility District No. 70,  
of Harris County, Texas  
Board Members, Key Personnel and Consultants  
Year Ended September 30, 2024**

**(Continued)**

<b>Consultants</b>	<b>Date Hired</b>	<b>Fees and Expense Reimbursements</b>	<b>Title</b>
Bob Leared Interests	07/10/78	\$ 28,978	Tax Assessor/ Collector
Cobb, Fendley & Associates, Inc.	07/22/21	480,466	Engineer
Forvis Mazars, LLP	11/13/85	28,100	Auditor
Harris Central Appraisal District	Legislative Action	23,339	Appraiser
Masterson Advisors LLC	05/24/18	160,028	Financial Advisor
Municipal Accounts & Consulting, L.P.	10/30/90	96,327	Bookkeeper
Municipal Operations and Consulting, Inc.	12/01/16	1,217,660	Operator
Perdue, Brandon, Fielder, Collins & Mott, L.L.P.	01/02/97	5,047	Delinquent Tax Attorney
Schwartz, Page & Harding, L.L.P.	01/29/86	93,646 202,412	General Counsel Bond Counsel
<b>Investment Officers</b>			
Mark M. Burton and Ghia Lewis	07/22/04	N/A	Bookkeepers