



**BEXAR COUNTY
EMERGENCY SERVICES DISTRICT NO. 10**

ANNUAL FINANCIAL REPORT

**FISCAL YEAR ENDED
SEPTEMBER 30, 2020**



BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2020

DISTRICT OFFICIALS

PRESIDENT

PAMELA A. KELLEY

VICE PRESIDENT

MARIE E. YATES

SECRETARY/TREASURER

DAN LAZAR

ATTORNEY

SANCHEZ & WILSON, PLLC



BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

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INDEPENDENT AUDITOR'S REPORT

District Commissioners
Bexar County Emergency Services District No. 10

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the major fund and the aggregate remaining fund information of the Bexar County Emergency Services District No. 10, as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the basic financial statements of the District's primary government as listed in the table of contents.

Management's Responsibility for the Financial Statements

The Bexar County Emergency Services District No. 10's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit includes performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions on the governmental activities and each major fund.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund and the aggregate remaining fund information of the primary government of Bexar County Emergency Services District No. 10, as of September 30, 2020, and the respective changes in financial position and, where applicable, cash flows, thereof for the year ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Bexar County Emergency Services District No. 10's, financial statements. The comparative financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The comparative financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



Armstrong, Vaughan & Associates, P.C.

May 3, 2021

MANAGEMENT’S DISCUSSION AND ANALYSIS

This section of Bexar County Emergency Services District No. 10’s annual financial report presents our discussion and analysis of the District’s financial performance during the fiscal year ended September 30, 2020. Please read it in conjunction with the District’s financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

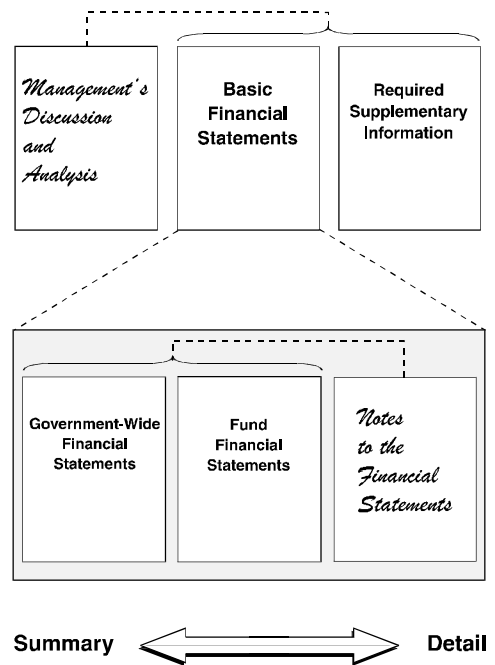
- The District’s total net position was \$244 thousand; unrestricted is a deficit (\$33) thousand at September 30, 2020.
- During the year, the District’s expenses were \$212 thousand less than the \$2.9 million generated in taxes and other revenue for governmental activities.
- The District obtained a second promissory note to finish construction of the Elmendorf station in the amount of \$707 thousand and an equipment loan in the amount of \$225 thousand.
- The general fund reported a fund balance of \$1.1 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts—*management’s discussion and analysis* (this section), the *basic financial statements*, and *required supplementary information*. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the District’s overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the government, reporting the District’s operations in more detail than the government-wide statements.
- *The governmental funds* statements tell how *general government* services were financed in the *short-term* as well as what remains for future spending.

Figure A-1, Required Components of the District’s Annual Financial Report



The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and related to one another.

Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District government they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis explains the structure and contents of each of the statements.

Figure A-2. Major Features of the District’s Government-wide and Fund Financial Statements		
	Fund Statement	
<i>Type of Statements</i>	Government-wide	Governmental Funds
<i>Scope</i>	Entire District's government (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary
<i>Required financial statements</i>	<ul style="list-style-type: none"> • Statement of net position • Statement of activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of revenues, expenditures & changes in fund balances
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus
<i>Type of asset/liability information</i>	All assets and liabilities, both financial and capital, short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets included
<i>Type of inflow/outflow information</i>	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter

Government-Wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government’s assets and liabilities. All of the current year’s revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District’s net position and how they have changed. Net position—the difference between the District’s assets and liabilities—is one way to measure the District’s financial health or *position*.

- Over time, increases or decreases in the District’s net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District, one needs to consider additional nonfinancial factors such as changes in the District’s tax base

The government-wide financial statements of the District include the *Governmental activities*. Most of the District’s basic services are included here, such as Emergency Services and general administration. Property taxes finance most of these activities.

Fund Financial Statements

The District has the following kinds of funds:

- Governmental funds**—All of the District’s basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District’s programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explain the relationship (or differences) between them.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net position. The District’s net position was \$244 thousand at September 30, 2020. (See Table A-1).

Table A-1
Bexar County Emergency Services District No. 10 Net Position
(In thousands dollars)

	Governmental Activities		Total Percentage Change
	2020	2019	2020 - 2019
Current Assets			
Cash and Cash Equivalents	\$ 457	\$ 2,717	-83.2%
Property Taxes Receivable	133	107	24.7%
Other Receivables	306	191	60.2%
Prepaid Items	11	7	57.1%
Noncurrent Assets			
Restricted Cash - Capital Projects	564	-	100.0%
Net Pension Asset	4	-	100.0%
Land	120	120	0.0%
Buildings & Improvements	158	158	0.0%
Vehicles & Equipment	2,953	1,688	74.9%
Construction in Progress	1,771	239	641.2%
Less: Accumulated Depreciation	(820)	(540)	51.8%
Total Assets	<u>5,658</u>	<u>4,687</u>	20.7%
Deferred Outflows of Resources	26	17	54.1%
Current Liabilities			
Accounts Payable & Retainage Payable	226	155	45.5%
Payroll Liabilities	50	41	21.2%
Accrued Interest Payable	82	29	182.4%
Due within One Year	382	295	29.4%
Noncurrent Liabilities			
Long Term Debt, Net of Current	4,702	4,151	13.3%
Total Liabilities	<u>5,440</u>	<u>4,671</u>	16.5%
Net Position			
Investment in Property and Equipment	274	151	81.4%
Restricted for Gardendale VFD	3	3	-72.9%
Unrestricted, (Deficit)	(33)	(121)	0.0%
Total Net Position	<u>\$ 244</u>	<u>\$ 33</u>	640.3%

Changes in Net position. The District’s total revenues were \$2.9 million. All of the District’s revenue comes from taxes, EMS charges, grants, donations and miscellaneous.

The total cost of all programs and services was \$2.7 million.

Governmental Activities

- Property tax rates were assessed at \$0.1 per \$100 valuation.

Table A-2
Changes in District’s Net Position
(In thousands dollars)

	Governmental Activities		Total Percentage Change
	2020	2019	2020 - 2019
Program Revenues			
Charges for Service	\$ 5	\$ 1	368.7%
Operating Grants and Contributions	2	11	-81.1%
Capital Grants and Contributions	-	108	-100.0%
General Revenues			
Property Taxes	1,385	1,230	12.6%
Sales Tax	1,515	995	52.3%
Interest Income	6	4	55.1%
Miscellaneous Revenue	8	-	100.0%
Total Revenues	<u>2,921</u>	<u>2,349</u>	24.4%
General Expenses			
General Administration	196	214	-8.2%
Emergency Services	2,260	2,070	9.2%
Interest on Long Term Debt	253	51	396.3%
Total Expenses	<u>2,709</u>	<u>2,335</u>	16.0%
Increase (Decrease) in Net Position	<u>\$ 212</u>	<u>\$ 14</u>	1412.1%

Table A-3 presents the cost of each of the District’s largest functions, as well as each function’s net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by local tax dollars.

- The cost of all *governmental* activities this year was \$2.7 million and was financed 47% through property taxes, 52% through sales tax and 1% grants, charges for services, misc., and interest income.

Table A-3
Net Cost of Selected District Functions
(In thousands dollars)

	Net Cost of Services		Total Percentage Change
	2020	2019	2020 - 2019
General Administration	\$ 196	\$ 214	-8.2%
Emergency Services	2,253	1,950	15.6%
Interest on Long Term Debt	253	52	386.8%
	<u>\$ 2,702</u>	<u>\$ 2,216</u>	21.9%

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Revenues from governmental fund types totaled \$2.9 million, an increase of 24%. The increase in local revenues is a result of increased assessed values, and second year of sales tax collection.

General Fund Budgetary Highlights

Over the course of the year, the District revised its budget. Actual expenditures were \$1.8 million more than budgeted amounts primarily due to employee related costs.

Revenues were \$119 thousand more than budgeted amounts primarily due to the sales tax revenue came in at \$115 thousand over budget.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2020, the District invested a total of \$4.2 million, net of depreciation, in a broad range of capital assets, including land, buildings, vehicles and equipment. More detailed information about the District's capital assets is presented in the notes to the financial statements.

Table A-4
Capital Assets
(In thousands dollars)

	Governmental Activities		Total Percentage Change
	2020	2019	2020 - 2019
Land	\$ 121	\$ 121	0.0%
Buildings & Improvements	158	158	0.0%
Vehicles & Equipment	2,953	1,688	74.9%
Construction in Progress	1,771	239	641.2%
Less: Accumulated Depreciation	(821)	(541)	51.7%
Totals	<u>\$ 4,182</u>	<u>\$ 1,665</u>	151.2%

Long Term Debt

At the end of the fiscal year 2020, the District had \$5.1 million in outstanding debt as shown on Table A-5. More detailed information about the District's debt is presented in the notes to the financial statements.

Table A-5
Long-Term Debt
(In thousands dollars)

	Governmental Activities		Total Total Percentage Change
	2020	2019	2020 - 2019
Notes Payable	\$ 3,978	\$ 3,223	-37.3%
Capital Lease Obligations	1,105	1,223	225.3%
	<u>\$ 5,083</u>	<u>\$ 4,446</u>	14.3%

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Appraised value used for the 2021 budget preparation has increased. The projected revenues for the 2021 budget preparation increased to \$3.2 million. There is no budgeted change in the property tax rate for 2021
- General operating fund spending increased per the 2021 budget. Expenditures are anticipated to decrease from the actual 2020 expenditures of \$5.3 million to \$3.2 million. The main decrease will be capital outlay expenditures.
- In December 2020, Bexar County Emergency Services District No. 10 signed a 5-year promissory note for \$185,000 to purchase a fire truck and related equipment. The note has an interest rate of 2.45%. Payments of \$39,763 are due annually beginning December 23, 2021.
- In December 2020, Bexar County Emergency Services District No. 10 signed a 7-year promissory note for \$200,000 to finance the cost of overrun of a Fire Station. The note has an interest rate of 2.65%. Payments of \$31,679 are due annually beginning December 31, 2021.

These indicators were taken into account when adopting the general fund budget for 2020-2021. Amounts available for appropriation in the general fund budget are \$3.2, an increase of 111% over the final 2020 actual revenue of \$2.9 million. Property taxes will increase due to increased property values and the addition of new properties into the district, as well as the continued collection of sales tax.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide Bexar County Emergency Services District No. 10 citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District Administrator by phone at (210) 661-3144.

BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the Governmental Accounting Standards Board (GASB). The sets of statements include:

- Government – wide financial statements
- Fund financial statements:
 - Governmental funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
STATEMENT OF NET POSITION
SEPTEMBER 30, 2020

	Primary Government
	Governmental Activities
ASSETS	
<i>Current Assets:</i>	
Cash and Cash Equivalents	\$ 457,098
Receivables (net of allowances for uncollectibles)	
Property Taxes	133,434
Sales Taxes	306,062
Prepaid Items	11,015
<i>Total Current Assets</i>	907,609
<i>Noncurrent Assets:</i>	
Restricted Cash - Capital Projects	563,727
Net Pension Asset	3,961
<i>Property and Equipment:</i>	
Land	120,450
Buildings & Improvements	158,427
Vehicles & Equipment	2,952,694
Construction In Progress	1,771,415
Less: Accumulated Depreciation	(820,736)
<i>Total Property and Equipment</i>	4,182,250
<i>Total Noncurrent Assets</i>	4,749,938
TOTAL ASSETS	5,657,547
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Pension Related Outflows	26,202
TOTAL DEFERRED OUTFLOWS OF RESOURCES	26,202
LIABILITIES	
<i>Current Liabilities:</i>	
Accounts Payable	143,274
Retainage Payable	81,372
Payroll Liabilities	49,741
Accrued Interest Payable	81,873
Due within One Year	381,674
<i>Total Current Liabilities</i>	737,934
<i>Noncurrent Liabilities:</i>	
Due in more than One Year	4,701,552
<i>Total Noncurrent Liabilities</i>	4,701,552
TOTAL LIABILITIES	5,439,486
NET POSITION	
Net Investment in Property & Equipment	273,967
Restricted for Gardendale VFD	3,126
Unrestricted, (Deficit)	(32,830)
TOTAL NET POSITION	\$ 244,263

The accompanying notes are an integral part of these statements.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
STATEMENT OF ACTIVITIES
FOR YEAR ENDED SEPTEMBER 30, 2020

Functions and Programs	Expenses	Program Revenues		Primary Government Net (Expenses), Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Primary Government:				
Governmental Activities:				
General Administration	\$ 196,473	\$ -	\$ -	\$ (196,473)
Emergency Services	2,260,070	4,687	2,075	(2,253,308)
Interest on Long Term Debt	253,118	-	-	(253,118)
Total Governmental Activities	2,709,661	4,687	2,075	(2,702,899)
General Revenues:				
Property Taxes				1,384,751
Sales Taxes				1,515,335
Interest Income				6,204
Miscellaneous Income				8,297
Total General Revenues				2,914,587
Change in Net Position				211,688
Net Position at Beginning of Year				32,575
Net Position at End of Year				\$ 244,263

The accompanying notes are an integral part of these statements.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020

	Major Fund <u>General Fund</u>	Non Major Fund <u>Gardendale VFD</u>	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	\$ 453,972	\$ 3,126	\$ 457,098
Restricted Cash - Capital Projects	563,727	-	563,727
Property Taxes Receivable	133,434	-	133,434
Sales Tax Receivable	306,062	-	306,062
Prepaid Items	11,015	-	11,015
TOTAL ASSETS	<u>\$ 1,468,210</u>	<u>\$ 3,126</u>	<u>\$ 1,471,336</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
<i>Liabilities:</i>			
Accounts Payable	\$ 143,274	\$ -	\$ 143,274
Payroll Liabilities	49,741	-	49,741
Retainage Payable	81,372	-	81,372
<i>Total Liabilities</i>	<u>274,387</u>	<u>-</u>	<u>274,387</u>
<i>Deferred Inflows of Resources:</i>			
Unavailable Property Tax Revenue	133,434	-	133,434
<i>Total Deferred Inflows of Resources</i>	<u>133,434</u>	<u>-</u>	<u>133,434</u>
<i>Fund Balance:</i>			
Non-spendable			
Prepaid Items	11,015	-	11,015
Restricted for Capital Projects	563,727	-	563,727
Restricted for Gardendale VFD	-	3,126	3,126
Unassigned	485,647	-	485,647
<i>Total Fund Balance</i>	<u>1,060,389</u>	<u>3,126</u>	<u>1,063,515</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 1,468,210</u>	<u>\$ 3,126</u>	<u>\$ 1,471,336</u>

The accompanying notes are an integral part of these statements.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2020

TOTAL FUND BALANCE - GOVERNMENTAL FUNDS	\$ 1,063,515
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Property taxes receivable are not available to pay current period expenditures and, therefore, are deferred in the fund statements.	133,434
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	4,182,250
Long-term liabilities, including capital leases, are not due and payable in the current period and therefore, are not reported in the funds.	(5,083,226)
Net pension assets (and related deferred outflows and inflows of resources) do not provide current financial resources and are not reported in the funds.	
Net Pension Asset (Liability)	3,961
Pension Related Deferred Outflows	26,202
Accrued interest payable on long-term debt is not due and payable in the current period and, therefore, are not reported in the funds.	<u>(81,873)</u>
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES	<u><u>\$ 244,263</u></u>

The accompanying notes are an integral part of these statements.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Major Fund <u>General</u> <u>Fund</u>	Non Major Fund <u>Gardendale</u> <u>VFD</u>	Total Governmental <u>Funds</u>
REVENUES			
Property Taxes	\$ 1,358,480	\$ -	\$ 1,358,480
Sales Taxes	1,515,335	-	1,515,335
Charges for Services	4,687	-	4,687
Donations	2,075	-	2,075
Interest Income	6,204	-	6,204
Miscellaneous Income	8,297	-	8,297
TOTAL REVENUES	<u>2,895,078</u>	<u>-</u>	<u>2,895,078</u>
EXPENDITURES			
Current:			
Administrative	1,769,465	-	1,769,465
Emergency Services	420,969	-	420,969
Capital Outlay	2,796,889	-	2,796,889
Debt Service:			
Principal	176,466	118,147	294,613
Interest and Bond Fees	155,258	45,084	200,342
TOTAL EXPENDITURES	<u>5,319,047</u>	<u>163,231</u>	<u>5,482,278</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,423,969)	(163,231)	(2,587,200)
OTHER FINANCING SOURCES (USES)			
Proceeds from Issuance of Debt	931,939	-	931,939
Transfers In (Out)	(163,231)	163,231	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>768,708</u>	<u>163,231</u>	<u>931,939</u>
Net Change in Fund Balance	(1,655,261)	-	(1,655,261)
Fund Balance at Beginning of Year	<u>2,715,650</u>	<u>3,126</u>	<u>2,718,776</u>
Fund Balance at End of Year	<u>\$ 1,060,389</u>	<u>\$ 3,126</u>	<u>\$ 1,063,515</u>

The accompanying notes are an integral part of these statements.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE OF THE
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2020

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ (1,655,261)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital Outlay	2,796,889	
Depreciation	<u>(279,292)</u>	2,517,597

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Property Taxes Not Available for Current Period	26,272
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The issuance of long-term debt (e.g. notes payable and capital leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This is the net effect of these differences in the treatment of long-term debt and related items.

Proceeds from Debt Issuance	(931,939)	
Principal Repayments	<u>294,613</u>	(637,326)

Net Pension liabilities (and related deferred outflows of resources) do not consume current financial resources are not reported in the funds.

13,182

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 the governmental funds:

Accrued Interest	<u>(52,776)</u>
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CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES \$ 211,688

The accompanying notes are an integral part of these statements.



NOTES TO BASIC FINANCIAL STATEMENTS

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Bexar County Emergency Services District No. 10 (the “District”) is a political subdivision of the State of Texas and was created by the Bexar County Commissioners’ Court after a Public Election on May 13, 2008. The District was created to provide emergency services and promote public safety, welfare, health and convenience of persons residing in the District.

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the District’s accounting policies are described below:

A. THE FINANCIAL REPORTING ENTITY

In evaluating how to define the government for financial purposes, management has considered all potential component units. The definition of the reporting entity is based primarily on the concept of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization’s governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. Blended component units, although legally separate entities are, in substance, part of the government’s operations; thus, data from these units are to be combined with data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the government-wide financial statements to emphasize it is legally separate from the government.

The District has one component unit, Gardendale Volunteer Fire Department (a Nonprofit Fire Department). The relationship between the Department and the District is such that it meets the criteria, as set forth in GASB Statement Nos. 14, 39, 61 and 80 for inclusion as a blended component unit in the reporting entity.

Gardendale Volunteer Fire Department (the “Department”) is a local nonprofit fire department without powers of taxation, organized exclusively for the purpose of providing fire protection and emergency services to the area covered by the Bexar County Emergency Services District No. 10. The District appoints the Board of Commissioners as the directors of the nonprofit. The District has elected to present a blended presentation of those financial statements of the Department in the District’s financial report.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The **government-wide financial statements** include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the District. Governmental activities are supported mainly by property and sales taxes. The statement of activities reflects the degree to which the direct expenses of a given function or segment is offset by program revenues.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2020

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONT.)

Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate **fund financial statements** are provided for governmental funds. The General Fund meets the criteria of *major governmental funds*.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The **government-wide financial statements** are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Revenue types, which have been accrued, are revenue from the investments, intergovernmental revenue and charges for services. Property taxes are recognized in the year for which they are levied. Grants are recognized as revenue when all applicable eligibility requirements imposed by the provider are met.

Revenues are classified as *program revenues* and *general revenues*. Program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. General revenues include all taxes, grants not restricted to specific programs and investment earnings.

Governmental fund level financial statements are reported using current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as deferred revenue. Property taxes which were levied prior to September 30, 2019, and became due October 1, 2019 have been assessed to finance the budget of the fiscal year beginning October 1, 2019.

Expenditures generally are recorded when an expense is incurred; however, expenditures related to compensated absences and claims and judgments are recorded only when the liability has matured and payment is due. The government reports the following major governmental fund:

The General Fund is the general operating fund of the District and is always classified as a major fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include property taxes and investment of idle funds. Primary expenditures are for general administration and emergency services.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2020

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

D. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash deposits and investments with a maturity date within three (3) months of the date acquired by the District.

E. INVESTMENTS

State statutes authorize the District to invest in (a) obligations of the United States or its agencies and instrumentalities; (b) direct obligations of the State of Texas or its agencies; (c) other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas or the United States; (d) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (e) certificates of deposit by state and national banks domiciled in this state that are (i) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (ii) secured by obligations that are described by (a) - (d); or, (e). Statutes also allow investing in local government investment pools organized and rated in accordance with the Inter-local Cooperation Act, whose assets consist exclusively of the obligations of the United States or its agencies and instrumentalities and repurchase assessments involving those same obligations. The District has all its monies in interest bearing checking accounts, savings accounts, money market accounts or certificates of deposit. Earnings from these investments are added to each account monthly or quarterly.

The District reports investments at fair value based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

F. ACCOUNTS RECEIVABLE

Accounts receivable are reported net of allowances for uncollectible accounts. The allowance account represents management's estimate of uncollectible accounts based on historical trends.

Property taxes are levied based on taxable value at January 1 and become due October 1 and past due after the following January 31. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting. Property taxes receivable for prior year's levy is shown net of the allowance for uncollectible accounts.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2020

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

G. PREPAID ITEMS

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. At September 30, 2020, prepaid items totaled \$11,015 for prepaid insurance.

H. CAPITAL ASSETS

Capital assets, which include land; buildings and improvements; and vehicles and equipment, are reported in the government-wide financial statements. Capital assets such as equipment are defined as assets with a cost of \$1,000 or more and a useful life greater than one year. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings & Improvements	15 - 29
Vehicles & Equipment	7 - 17

Land is not depreciated.

Property and equipment that is titled to Gardendale Volunteer Fire Department is currently insured by Bexar County Emergency Services District No. 10.

I. COMPENSATED ABSENCES

The District does not offer paid time off or sick time. As a result, there is no liability reported in the government-wide statements.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2020

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

J. DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES

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

Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resource (revenue) until that time. Unavailable revenue is reported only in the governmental funds balance sheet under a modified basis of accounting. Unavailable revenues from property tax are deferred and recognized as an inflow of resources in the period the amounts become available. The District also has pension related deferred inflows.

Property tax revenues are recognized when they become both measurable and available in the fund statements. Available means when due or past due, and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Property tax revenue not expected to be available for the current period are reflected as deferred inflows. Unavailable revenue is reported only in the governmental funds balance sheet under a modified accrual basis of accounting. Unavailable revenues from property tax are deferred and recognized as inflow of resource in the period the amount becomes available.

K. LONG TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities under governmental activities.

In the fund type financial statements, governmental fund types the face amount of debt issued is reported as other financing sources.

L. PENSIONS

The net pension liability, deferred inflows and outflows of resources related to pensions and pension expense, information about the fiduciary net position of the Texas County and District Retirement System (TCDRS), and additions to and deductions from TCERS's fiduciary net position have been determined on the same basis as they are reported by TCERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

In December 2018, Bexar County Emergency Services District No. 10 approved to participate in the statewide Texas County and District Retirement Systems (TCERS) effective January 1, 2019. The TCERS retirement is in a nontraditional, defined benefit pension plan.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2020

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

M. FUND EQUITY

Fund balances in governmental funds are classified as follows:

Nonspendable – Represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid items) or legally required to remain intact.

Restricted – Represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

Committed – Represents amounts that can only be used for a specific purpose because of a formal action by the District Commissioners. Committed amounts cannot be used for any other purpose unless the District Commissioners removes those constraints through the same formal action.

Assigned – Represents amounts which the District intends to use for a specific purpose but do not meet the criteria of restricted or committed. The District Commissioners are the only entities that may make assignments at this time.

Unassigned – Represents the residual balance that may be spent on any other purpose of the District.

The District has not adopted a policy determining the order of availability.

N. NET POSITION

Net position represents the difference between assets and liabilities. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

O. USE OF ESTIMATES

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

P. RECLASSIFICATIONS

Certain reclassifications have been made to the prior periods presented to conform to the current presentation. These reclassifications had no effect on fund equity.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2020

NOTE 2 -- CASH AND CASH INVESTMENTS

1. Cash

At September 30, 2020, the carrying amount of the District's deposits in the bank was not fully covered by federal deposit insurance. The District was under secured by \$768,773. Subsequent to year end the District acquired pledged collateral from Frost to cover the excess funds.

2. Investments

The District is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return.

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the basic financial statements disclosed that in the areas of investment practices, management reports and establishment of appropriate policies, the District adhered to the requirements of the Act. Audit procedures in this area, conducted as part of the audit of the basic financial statements, disclosed that the District had not complied with those provisions as the District has not adopted a formal investment policy.

The Act determines the types of investments which are allowable for the District. These include, with certain restrictions, 1) obligations of the U.S. Treasury, U.S. agencies, and the State of Texas, 2) certificates of deposit, 3) certain municipal securities, 4) securities lending program, 5) repurchase agreements, 6) bankers acceptances, 7) mutual funds, 8) investment pools, 9) guaranteed investment contracts, and 10) commercial paper.

The District had no investments at September 30, 2020.

3. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the District was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the District was not exposed to credit risk.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2020

NOTE 2 -- CASH AND CASH INVESTMENTS (CONT.)

3. Analysis of Specific Deposit and Investment Risks (Cont.)

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the District's name. At year end, the District was not exposed to custodial credit risk.

c. Concentration of Credit Risk

The risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the District was not exposed to a concentration of credit risk.

d. Interest Rate Risk

This is the risk that the changes in interest rates will adversely affect the fair value of an investment. At year end, the District was not exposed to interest rate risk.

e. Foreign Currency Rate

This is the risk that the exchange rates will adversely affect the fair value of an investment. At year end, the District was not exposed to foreign currency risk.

NOTE 3 -- AD VALOREM (PROPERTY) TAXES

The District has contracted with the Bexar County Tax Assessor-Collector to collect taxes on its behalf. Current year taxes become delinquent February 1. Current year delinquent taxes not paid by July 1 are turned over to attorneys for collection action.

For fiscal year 2020, the assessed tax rate for the District was \$0.1 per \$100 on an assessed valuation of \$1,360,214,896. Legally, the District may assess up to \$0.1000 per \$100 on assessed valuations. Total tax levy for fiscal year 2020 was \$1,360,215. As of September 30, 2020, the current delinquent current taxes were \$47,683.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2020

NOTE 4 -- CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2020 is as follows:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Adjustments and Disposals</u>	<u>Ending Balance</u>
Land	\$ 120,450	\$ -	\$ -	\$ 120,450
Buildings & Improvements	158,427	-	-	158,427
Vehicles & Equipment	1,687,898	1,264,796	-	2,952,694
Construction in Progress	239,322	1,532,093	-	1,771,415
Less: Accumulated Depreciation	(541,444)	(279,292)	-	(820,736)
	<u>\$ 1,664,653</u>	<u>\$ 2,517,597</u>	<u>\$ -</u>	<u>\$ 4,182,250</u>

The entire depreciation expense is recorded in the Emergency Services function.

Land and Construction in Progress are not depreciated.

NOTE 5 -- LONG TERM DEBT

In August 2013, the Gardendale Volunteer Fire Department signed a long-term capital lease for a 2013 KME Pumper truck and related equipment. The lease has an original financed balance of \$290,000 over 17 years with an interest rate of 3.5%.

In October 2015, the Gardendale Volunteer Fire Department signed a long-term capital lease for a 2005 Pumper truck and related equipment. The lease has an original financed balance of \$223,500 over 10 years with an interest rate of 4.44%.

The District took over the payments of a 2016 Ford F250 Brush Truck. The interest rate is 5.6% and the loan was for \$27,487. The annual payments are for \$6,500 through June 2023.

In January 2018, the Gardendale Volunteer Fire Department signed a long-term capital lease for a two 2018 Pumper trucks and related equipment. The lease has an original financed balance of \$929,000 over 10 years with an interest rate of 3.58%.

In October 2018, the District signed a promissory note for 20 years for the construction of a new Fire House. The original amount borrowed was \$1.5 million at an interest rate of 4.42%. The annual payment will be \$207,409. Additionally, the loan is secured by future sales and use tax.

In June 2019, the District signed a promissory note for 10 years for the purchase of a Custom Compressed Air Foam Pumper and a Custom Tandem Axle Tanker. The original balance was \$1.7 million with a 3.79% interest rate and the annual payment will be \$116,090. Additionally, the loan is secured by rights to future ad valorem tax and revenue and all other income received by the District.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2020

NOTE 5 -- LONG TERM DEBT (CONT.)

In January 2020, the District signed a promissory note for 7 years to purchase 2 trucks and equipment. The original amount borrowed was \$224,439 at an interest rate of 3.33%. The annual payment will be \$36,473. Additionally, the loan is secured by future ad valorem tax.

In September 2020, the District signed a second promissory note for 20 years to finish construction of the Elmendorf Station. The original amount borrowed was \$707 thousand at an interest rate of 3.45%. The annual payment will be \$49,556. Additionally, the loan is secured by future ad valorem tax.

A summary of long-term debt outstanding as of September 30, 2020, is as follows:

Governmental Activities	Balance 10/1/2019	Additions	Reductions	Balance 9/30/2020	Due Within One Year
<i>Notes Payable:</i>					
Equipment Loan #8680	\$ 1,700,000	\$ -	\$ (142,979)	\$ 1,557,021	\$ 148,398
Elmendorf Station #8409	1,500,000	-	(28,253)	1,471,747	51,040
Elmendorf Station Pt 2# 9193	-	707,500	-	707,500	25,147
Equipment Loan #8958	-	224,439	-	224,439	28,999
Truck Loan #730150	22,530	-	(5,234)	17,296	5,527
<i>Total Notes Payable</i>	<u>3,222,530</u>	<u>931,939</u>	<u>(176,466)</u>	<u>3,978,003</u>	<u>259,111</u>
<i>Capital Lease Obligations</i>					
Pumper Lease #7179	166,326	-	(20,776)	145,550	21,700
Pumper Lease #6378	206,941	-	(15,650)	191,291	16,216
Pumper Lease #8080	850,103	-	(81,721)	768,382	84,647
<i>Total Capital Lease Oblig.</i>	<u>1,223,370</u>	<u>-</u>	<u>(118,147)</u>	<u>1,105,223</u>	<u>122,563</u>
Total Long Term Debt	<u>\$ 4,445,900</u>	<u>\$ 931,939</u>	<u>\$ (294,613)</u>	<u>\$ 5,083,226</u>	<u>\$ 381,674</u>

The annual requirements to amortize notes payable outstanding as of September 30, 2020, including the interest payments, are as follows:

Fiscal Year Ending September 30	Principal	Interest	Total
2021	\$ 259,111	\$ 157,751	\$ 416,862
2022	269,134	147,775	416,909
2023	279,319	137,409	416,728
2024	283,864	125,665	409,529
2025	294,747	114,782	409,529
2026-2030	1,331,764	399,051	1,730,815
2031-2035	618,741	209,491	828,232
2036-2040	641,323	69,358	710,681
	<u>\$ 3,978,003</u>	<u>\$ 1,361,282</u>	<u>\$ 5,339,285</u>

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2020

NOTE 5 -- LONG TERM DEBT (CONT.)

Future minimum lease payments are shown in the table below:

Fiscal Year Ending <u>September 30</u>	Future Lease <u>Payments</u>
2021	\$ 163,156
2022	163,156
2023	163,156
2024	163,156
2025	163,156
2026-2030	<u>478,799</u>
	1,294,579
Less: Interest	<u>(189,356)</u>
	<u><u>\$ 1,105,223</u></u>

The following is an analysis of the vehicles and equipment under capital lease as of September 30, 2020:

	<u>2013 Pumper</u>	<u>2005 Pumper</u>	<u>2018 Pumps</u>	<u>Total</u>
Cost Basis of Vehicles & Equipment Leased	\$ 290,000	\$ 223,500	\$ 929,000	\$ 1,442,500
Less: Accumulated Depreciation	<u>(121,515)</u>	<u>(111,321)</u>	<u>(234,933)</u>	<u>(467,769)</u>
Net Basis of Vehicles & Equipment	<u><u>\$ 168,485</u></u>	<u><u>\$ 112,179</u></u>	<u><u>\$ 694,067</u></u>	<u><u>\$ 974,731</u></u>

NOTE 6 -- EMPLOYEE'S RETIREMENT SYSTEM

Texas County and District Retirement System

Plan Description

The District participates as one of over 700 plans in the nontraditional, defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). TCDRS is an agency created by the state of Texas and administered in accordance with the TCDRS Act as an agent multiple-employer retirement system for County and District employees in the State of Texas. The Board of Trustees of TCDRS is responsible for the administration and management of the system. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at PO Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the District, within the options available in the State statutes governing TCDRS. Members can retire at age 60 and above with 8 or more years of service or with 20 years regardless of age or when the sum of their age and years of service equals 75 or more. A member is vested after 10 years but must leave his accumulated contributions in the plan. Members who withdraw their personal contributions in a partial lump sum are entitled to any amounts contributed by the employer.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2020

NOTE 6 -- EMPLOYEE'S RETIREMENT SYSTEM (CONT.)

Plan Description (Cont.)

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the District within the actuarial constraints imposed by the TCDRS Act so the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute.

At retirement, death or disability, the benefit is calculated by converting the sum of the employee's accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

Contributions

The District has elected the annually determined contribution rate plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the District is actuarially determined annually. The District contributed using the actuarially determined rate of 2.12% for the months of the accounting year 2019, and 2.12% for the months of the accounting year in 2020.

The contribution rate payable by the employee members for 2019 and 2020 is the rate of 5% as adopted by the governing body of the District. The employee deposit rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Benefits Provided

TCDRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the District, within the options available in the state statutes governing TCDRS.

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the District-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payment options. Members may choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

At the December 31, valuation and measurement date, the following employees were covered by the benefit terms:

	2018	2019
Active employees	0	39
Inactive Employees Entitled to but Not Yet Receiving Benefits	0	3
Inactive Employees or Beneficiaries Currently Receiving Benefits	0	0
	0	42

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2020

NOTE 6 -- EMPLOYEE'S RETIREMENT SYSTEM (CONT.)

Net Pension Liability

The District's Net Pension Liability (NPL) was measured as of December 31, 2019, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The Total Pension Liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.75% per year
Overall Payroll Growth	3.5% to 8.93% per year
Investment Rate of Return*	8.00%

* Presented net of pension plan investment expense, including inflation

Depositing Members	The RP-2000 Active Employee Mortality Table for males with a two year set-forward and the RP-2000 Active Employee Mortality Table for females with a four-year setback, both projected to 2014 with scale AA and then projected with 110% of the MP-2014 Ultimate scale after that.
Service Retirees, Beneficiaries and Non-Depositing Members	The RP-2000 Combined Mortality Table projected to 2014 with scale AA and then projected with 110% of the MP-2014 Ultimate scale after that, with a one-year set-forward for males and no age adjustment for females.
Disabled Retirees	RP-2000 Combined Mortality Table projected to 2014 with scale AA and then projected with 110% of the MO-2014 Ultimate Scale after that, with age adjustment for males and a two-year set-forward for females.

Actuarial Assumptions are reviewed annually. Updated mortality assumptions were adopted in 2016. All other actuarial assumptions that determine the total pension liability as of December 31, 2020 were based on the results of an actuarial experience study for the period January 1, 2013 – December 31, 2016, except where required to be different by GASB 68.

The long-term expected rate of return on pension plan investments is 8.00%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TCDRS Board of Trustees. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TCDRS.

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultation, Cliffwater LLC. The number shown are based on the January 2018 information for a 7-10 year time horizon.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2020

NOTE 6 -- EMPLOYEE'S RETIREMENT SYSTEM (CONT.)

Actuarial Assumptions (Cont.)

Note that the valuation assumption for long-term expected return is reassessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2017. See Milliman's TCDRS Investigation of Experience report for the period of January 1, 2013 – December 31, 2016 for more details.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Classes & Assumptions:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return (Geometric)</u>
US Equities	14.50%	5.20%
Private Equity	20.00%	8.20%
Global Equities	2.50%	5.50%
International Equities - Developed	7.00%	5.20%
International Equities - Emerging	7.00%	5.70%
Investment-Grade Bonds	3.00%	-20.00%
Strategic Credit	12.00%	3.14%
Direct Lending	11.00%	7.16%
Distressed Debt	4.00%	6.90%
REIT Equities	3.00%	4.50%
Master Limited Partnerships (MLPs)	2.00%	8.40%
Private Real Estate Partnerships	6.00%	5.50%
Hedge Funds	8.00%	2.30%
	<u>100.00%</u>	

Discount Rate

The discount rate used to measure the Total Pension Liability was 8.10%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2020

NOTE 6 -- EMPLOYEE'S RETIREMENT SYSTEM (CONT.)

Discount Rate Sensitivity Analysis

The following presents the net pension liability of the District, calculated using the discount rate of 8.10%, as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (7.10%) or 1-percentage point higher (9.10%) than the current rate:

	Discount Rate 7.1%	Discount Rate 8.1%	Discount Rate 9.1%
Net Pension Liability (Asset)	\$ 14,591	\$ (3,961)	\$ (18,066)

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended September 30, 2020, the District recognized pension expense of \$15,070. Also as of September 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Outflows & Inflows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Economic Experience	\$ 2,062	\$ -
Changes in Actuarial Assumptions	-	-
Differences Between Projected and Actual Investment Earnings	2,607	-
Contributions Subsequent to the Measurement Date	21,533	-
	\$ 26,202	\$ -

Deferred outflows of resources in the amount of \$21,533 is related to pensions resulting from contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability for the plan year ending December 31, 2020. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
 SEPTEMBER 30, 2020

NOTE 6 -- EMPLOYEE'S RETIREMENT SYSTEM (CONT.)

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Future Years Pension Expense:

For the Plan Year ended December 31,

2020	\$	840
2021		840
2022		840
2023		839
2024		188
Thereafter		1,122
		\$ 4,669

Changes in Net Pension Liability

The below schedule presents the changes in the Net Pension Liability as of December 31, 2020:

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balance at December 31, 2018	\$ -	\$ -	\$ -
Charges for the year:			
Service Cost	70,300	-	70,300
Interest on Total Pension Liability	5,610	-	5,610
Change in Annuity Purchase Rates	-	-	-
Difference Between Expected and Actual Experience	2,250	-	2,250
Changes of Assumptions	-	-	-
Refund of Contributions	(2,110)	(2,110)	-
Contributions - Employer	-	23,700	(23,700)
Contributions - Employee	-	55,896	(55,896)
Net Investment Income	-	(79)	79
Benefit Payments	-	-	-
Administrative Expense	-	(61)	61
Other Charges	-	2,665	(2,665)
Net Charges	76,050	80,011	(3,961)
Balance at December 31, 2019	\$ 76,050	\$ 80,011	\$ (3,961)

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2020

NOTE 6 -- EMPLOYEE'S RETIREMENT SYSTEM (CONT.)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TCDRS financial report. That report may be obtained at www.tcdrs.com.

NOTE 7 -- GROUP TERM LIFE FUND

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month period preceding the month of death); this insurance is for active employees who are making deposits into the TCDRS system or have made the last deposit within the past two years. The total contributed in fiscal year 2019 and fiscal year 2020 was \$479 and \$801 respectively.

NOTE 8 -- TRANSFERS

During the year ended September 30, 2020, the Bexar County Emergency Services District No. 10 transferred \$163,185 to the Gardendale Volunteer Fire Department to cover capital lease payments.

NOTE 9 -- RELATED PARTIES

Two of the four Gardendale Volunteer Fire Department board members are related (father and son).

NOTE 10 -- LITIGATION

The District is currently filing suit against the City of San Antonio over a dispute of real property within the District's Boundaries. No liability or outcome has been estimated at this time.

NOTE 11 -- SUBSEQUENT EVENTS

In December 2020, Bexar County Emergency Services District No. 10 signed a 5-year promissory note for \$185,000 to purchase a 2020 Dodge Ram 5500 and additional equipment. The note has an interest rate of 2.45%. Payments of \$39,763 are due annually beginning December 23, 2021. The note is secured by sales tax and any other property designated as security for this note now or in the future.

In December 2020, Bexar County Emergency Services District No. 10 signed a 7-year promissory note for \$200,000 to finance the cost overruns on construction of the Fire Station. The note has an interest rate of 2.65%. Payments of \$31,679 are due annually beginning December 23, 2021. The note is secured by sales tax and any other property designated as security for this note now or in the future.

NOTE 12 -- SERVICE PROVIDER

Gardendale Volunteer Fire Department currently allows the Bexar County Emergency Services District No. 10 to use its property and equipment. The district will continue to pay for the liability insurance on the assets.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
NOTES TO BASIC FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2020

NOTE 13 -- RISK MANAGEMENT

The Bexar County Emergency Services District No. 10, is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To cover this risk the District contracts with the Volunteer Firemen's Insurance Services (VFIS) of Texas to provide insurance coverage for Property/Casualty and Workers Compensation. VFIS is a multi-employer group that provides for a combination of modified self-insurance and stop-loss coverage. Contributions are set annually by VFIS. Liability by the District is generally limited to the contributed amounts. Annual contributions for the year ended September 30, 2020, were \$70,890.

NOTE 14 -- COMMITMENTS

The District has a contract with McCall & Associates for \$109,755 for engineering services related to the new fire station. As of September 30, 2020, the District had a remaining commitment of \$21,951.

The District has a contract with Grossman Design Build for \$2,104,731 to construct the District's new fire station. As of September 30, 2020, the District had a remaining commitment of \$558,670.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule – General Fund
- Schedule of Changes – Net Pension Liability and Related Ratios
- Notes to Schedule of Changes – Net Pension Liability and Related Ratios

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budget Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
REVENUES				
Property Taxes	\$ 1,334,310	\$ 1,358,700	\$ 1,358,480	\$ (220)
Sales Tax	1,350,000	1,400,000	1,515,335	115,335
Grants	14,500	2,000	-	(2,000)
Donations	15,000	10,300	2,075	(8,225)
Charges for Services	6,000	4,700	4,687	(13)
Interest Income	-	-	6,204	6,204
Miscellaneous Revenue	-	-	8,297	8,297
TOTAL REVENUES	<u>2,719,810</u>	<u>2,775,700</u>	<u>2,895,078</u>	<u>119,378</u>
EXPENDITURES				
Current:				
Administrative	216,450	191,325	1,769,465	(1,578,140)
Emergency Services	142,911	192,625	420,969	(228,344)
Capital Outlay	2,796,889	2,796,889	2,796,889	-
Debt Service:				
Principal	176,465	176,466	176,466	-
Interest	147,034	147,034	155,258	(8,224)
TOTAL EXPENDITURES	<u>3,479,749</u>	<u>3,504,339</u>	<u>5,319,047</u>	<u>(1,814,708)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(759,939)	(728,639)	(2,423,969)	(1,695,330)
OTHER FINANCING SOURCES (USES)				
Proceeds from Issuance of Debt	931,939	931,939	931,939	-
Transfers In (Out)	(172,000)	(203,300)	(163,231)	40,069
TOTAL OTHER FINANCING SOURCES (USES)	<u>759,939</u>	<u>728,639</u>	<u>768,708</u>	<u>40,069</u>
Net Change in Fund Balance	-	-	(1,655,261)	(1,655,261)
Fund Balance - Beginning	<u>2,715,650</u>	<u>2,715,650</u>	<u>2,715,650</u>	-
Fund Balance - Ending	<u><u>\$ 2,715,650</u></u>	<u><u>\$ 2,715,650</u></u>	<u><u>\$ 1,060,389</u></u>	<u><u>\$ (1,655,261)</u></u>

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
NOTES TO SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
SEPTEMBER 30, 2020

Budgetary Information – The budget is prepared in accordance with accounting principles generally accepted in the United States of America. The District maintains strict budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District’s Board and as such is a good management control device. The following are the funds which have legally adopted annual budgets: General Fund.

It is recommended that actual expenditures do not exceed appropriations; however, actual expenditures exceeded appropriations for the year ended September 30, 2020 due to employee costs.

The District does not use encumbrances.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 REQUIRED SUPPLEMENTARY INFORMATION
 TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
 SCHEDULE OF CHANGES – NET PENSION LIABILITY AND RELATED RATIOS
 LAST CALENDAR YEAR

Total Pension Liability	
	2019
Service Cost	\$ 70,300
Interest on Total Pension Liability	5,610
Change in Annuity Purchase Rates	-
Difference Between Expected and Actual Experience	2,250
Changes of Assumptions	-
Refund of Contributions	(2,110)
Benefit Payments	-
Net Change in Total Pension Liability	76,050
Total Pension Liability - Beginning	-
Total Pension Liability - Ending	\$ 76,050
Plan Fiduciary Net Position	
	2019
Contributions - Employer	\$ 23,700
Contributions - Employee	55,896
Net Investment Income	(79)
Other	2,665
Refund of Contributions	(2,110)
Benefit Payments	-
Administrative Expense	(61)
Net Change in Plan Fiduciary Net Position	80,011
Plan Fiduciary Net Position - Beginning	-
Plan Fiduciary Net Position - Ending	\$ 80,011
Net Pension Liability (Asset) - Ending	\$ (3,961)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	105%
Covered Payroll	\$ 1,335,437
Net Pension Liability as a Percentage of Covered Payroll	-0.30%

Note: The schedule above reflects the changes in the net pension liability for the current year. GASB Statement No. 68 requires 10 fiscal years of data to be provided in this schedule. The District will build the schedule over the 10-year period beginning December 31, 2019 as data become available.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 SCHEDULE OF CONTRIBUTIONS
 LAST TWO FISCAL YEARS

	2019	2020
Actuarially Determined Contribution	\$ 16,982	\$ 28,311
Contributions in Relation to the Actuarially Determined Contribution	16,982	28,311
Contribution Deficiency (Excess)	\$ -	\$ -
 Covered Payroll	 \$ 798,217	 \$ 1,335,437
 Contributions as a Percentage of Covered Payroll	 2.13%	 2.12%

This schedule is presented to illustrate the requirements for 10 years. However, the recalculations of prior years are not required, and if prior years are not reported in accordance with GASB 68 they should not be shown here. Therefore only the years shown have been implemented for the GASB statements.

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 NOTES TO THE SCHEDULE OF EMPLOYER CONTRIBUTIONS
 FOR THE YEAR THEN ENDED SEPTEMBER 30, 2020

Notes to Schedule of Contributions

Valuation Date:

Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	19.5 years (based on contribution rate calculated in 12/31/2019 valuation)
Asset Valuation Method	5 Year Smoothed Market
Inflation	2.75%
Salary Increases	Varies by age and service. 4.9% average over career including inflation.
Investment Rate of Return	8.00%, net of investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.
Changes In Assumptions and Methods Reflected in the Schedule	2015: New inflation, mortality and other assumptions were reflected. 2017: New mortality assumptions were reflected.
Changes In Plan Provisions Reflected in the Schedule	2015: Employer contributions reflect that the member contribution rate was increased to 7% and the current service matching rate was increased to 250% for future benefits. 2016: No changes in plan provisions were reflected in the Schedule. 2017: New Annuity Purchase Rates were reflected for benefits earned after 2017.



SUPPLEMENTARY INFORMATION

Supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedule include:

- Comparative Balance Sheets – General Fund
- Comparative Statements of Revenues, Expenditures and Changes in Fund Balances – General Fund
- Comparative Balance Sheets – Special Revenue Fund
- Comparative Statements of Revenues, Expenditures and Changes in Fund Balances – Special Revenue Fund

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 COMPARATIVE BALANCE SHEETS - GENERAL FUND
 SEPTEMBER 30, 2020 AND 2019

	2020	2019
ASSETS		
Cash and Cash Equivalents	\$ 453,972	\$ 2,713,844
Restricted Cash - Capital Projects	563,727	-
Property Taxes Receivable	133,434	107,162
Sales Tax Receivable	306,062	190,635
Prepaid Items	11,015	7,567
TOTAL ASSETS	\$ 1,468,210	\$ 3,019,208
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 143,274	\$ 145,761
Payroll Liabilities	49,741	41,234
Retainage Payable	81,372	9,401
<i>Total Liabilities</i>	274,387	196,396
 <i>Deferred Inflows of Resources:</i>		
Unavailable Property Tax Revenue	133,434	107,162
<i>Total Deferred Inflows of Resources</i>	133,434	107,162
 <i>Fund Balance:</i>		
Non-spendable		
Prepaid Items	11,015	7,567
Restricted for Capital Projects	563,727	2,520,033
Unassigned	485,647	188,050
<i>Total Fund Balance</i>	1,060,389	2,715,650
TOTAL LIABILITIES, DEFERRED INFLOWS AND RESOURCES AND FUND BALANCES	\$ 1,468,210	\$ 3,019,208

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - GENERAL FUND
 FOR YEARS ENDED SEPTEMBER 30, 2020 AND 2019

	2020	2019
REVENUES		
Property Taxes	\$ 1,358,480	\$ 1,194,970
Sales Taxes	1,515,335	995,350
Grants	-	8,840
Donations	2,075	4,557
Charges for Services	4,687	1,313
Interest Income	6,204	3,236
Miscellaneous Income	8,297	690
TOTAL REVENUES	2,895,078	2,208,956
 EXPENDITURES		
<i>Current:</i>		
Administrative	1,769,465	455,649
Emergency Services	420,969	1,573,324
Capital Outlay	2,796,889	400,396
Debt Service		
Principal	176,466	4,957
Interest and Bond Fees	155,258	4,153
TOTAL EXPENDITURES	5,319,047	2,438,479
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,423,969)	(229,523)
 OTHER FINANCING SOURCES (USES)		
Proceeds from Issuance of Debt	931,939	3,227,487
Transfers In (Out)	(163,231)	(163,185)
TOTAL OTHER FINANCING SOURCES (USES)	768,708	3,064,302
Net Change in Fund Balance	(1,655,261)	2,834,779
 Fund Balance - October 1, (Deficit)	2,715,650	(119,129)
 Fund Balance - September 30, (Deficit)	\$ 1,060,389	\$ 2,715,650

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 COMPARATIVE BALANCE SHEETS – NON MAJOR FUND
 SEPTEMBER 30, 2020 AND 2019

	2020	2019
ASSETS		
Cash and Cash Equivalents	\$ 3,126	\$ 3,126
TOTAL ASSETS	\$ 3,126	\$ 3,126
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
<i>Fund Balance:</i>		
Unassigned	\$ 3,126	\$ 3,126
<i>Total Fund Balance</i>	3,126	3,126
TOTAL LIABILITIES AND FUND BALANCE	\$ 3,126	\$ 3,126

BEXAR COUNTY EMERGENCY SERVICES DISTRICT NO. 10
 COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES – NON MAJOR FUND
 FOR YEARS ENDED SEPTEMBER 30, 2020 AND 2019

	2020	2019
EXPENDITURES		
Debt Service:		
Principal	\$ 118,147	\$ 113,892
Interest and Bond Fees	45,084	49,293
TOTAL EXPENDITURES	163,231	163,185
Excess (Deficiency) of Revenues Over (Under) Expenditures	(163,231)	(163,185)
OTHER FINANCING SOURCES (USES)		
Transfers In (Out)	163,231	163,185
TOTAL OTHER FINANCING SOURCES (USES)	163,231	163,185
Net Change in Fund Balance	-	-
Fund Balance - October 1	3,126	3,126
Fund Balance - September 30	\$ 3,126	\$ 3,126

