

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3

WILSON COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

SEPTEMBER 30, 2023

McCALL GIBSON SWEDLUND BARFOOT PLLC
Certified Public Accountants

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3

WILSON COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

SEPTEMBER 30, 2023

TABLE OF CONTENTS

	<u>PAGE</u>
INDEPENDENT AUDITOR'S REPORT	1-3
MANAGEMENT'S DISCUSSION AND ANALYSIS	4-8
BASIC FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET	9-12
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION	13
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES	14-15
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES	16
NOTES TO THE FINANCIAL STATEMENTS	17-35
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-GENERAL FUND AND DEBT SERVICE FUND COMBINED	37
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS	38
SCHEDULE OF DISTRICT CONTRIBUTIONS	39
NOTES TO SCHEDULE OF DISTRICT CONTRIBUTIONS	40
OTHER SUPPLEMENTARY INFORMATION	
COMPARATIVE BALANCE SHEETS – GENERAL FUND	42
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – GENERAL FUND	43
COMPARATIVE BALANCE SHEETS – DEBT SERVICE FUND	44
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – DEBT SERVICE FUND	45

McCALL GIBSON SWEDLUND BARFOOT PLLC
Certified Public Accountants

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

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

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Wilson County Emergency Services
District No. 3
Wilson County, Texas

Opinions

We have audited the accompanying financial statements of the governmental activities and major fund of Wilson County Emergency Services District No. 3 (the "District") as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and major fund of the District as of September 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund and Debt Service Fund Combined, the Schedule of Changes in Net Pension Asset and Liability and Related Ratios, and the Schedule of District Contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Board of Commissioners
Wilson County Emergency Services
District No. 3

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The supplementary information, excluding that portion marked "Unaudited" on which we express no opinion or provide any assurance, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



McCall Gibson Swedlund Barfoot PLLC
Certified Public Accountants
Houston, Texas

April 8, 2024

**WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

Management’s discussion and analysis of Wilson County Emergency Services District No. 3 (the “District”) financial performance provides an overview of the District’s financial activities for the fiscal year ended September 30, 2023.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The basic financial statements include: (1) fund financial statements and government-wide financial statements and (2) notes to the financial statements. The fund financial statements and government-wide financial statements combine both: (1) the Statement of Net Position and Governmental Funds Balance Sheet and (2) the Statement of Activities and Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances. This report also includes required and other supplementary information in addition to the basic financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The District’s annual report includes two financial statements combining the government-wide financial statements and the fund financial statements. The government-wide financial statements provide both long-term and short-term information about the District’s overall status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The Statement of Net Position includes the District’s assets, liabilities, and, if applicable, deferred inflows and outflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Evaluation of the overall health of the District would extend to other non-financial factors.

The Statement of Activities reports how the District’s net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid.

FUND FINANCIAL STATEMENTS

The combined statements also include fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District has two governmental fund types. The General Fund accounts for resources not accounted for in another fund, property tax revenues, EMS charges, costs of assessing and collecting taxes and service operations expenditures. The Debt Service Fund accounts for resources and expenditure relating to principal and interest payments.

**WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

FUND FINANCIAL STATEMENTS (Continued)

Governmental funds are reported in each of the financial statements. The focus in the fund statements provides a distinctive view of the District's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of the District and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. The adjustments columns, the Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position, and the Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities explain the differences between the two presentations and assist in understanding the differences between these two perspectives.

NOTES TO THE FINANCIAL STATEMENTS

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements.

OTHER INFORMATION

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information ("RSI") and other supplementary information. The budgetary comparison schedule is included as RSI for the General Fund.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of the District's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$4,033,992 as of September 30, 2023. A portion of the District's net position reflects its net investment in capital assets (i.e. land, buildings, vehicles and equipment, less any debt used to acquire those assets that is still outstanding). The District uses these assets to provide for firefighting and emergency services. The following is a comparative analysis of government-wide changes in net position:

**WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

	Summary of Changes in the Statement of Net Position		
	2023	2022	Change Positive (Negative)
Current and Other Assets	\$ 2,675,636	\$ 1,582,337	\$ 1,093,299
Capital Assets and Right-of Use Assets	3,478,364	3,105,946	372,418
Total Assets	\$ 6,154,000	\$ 4,688,283	\$ 1,465,717
Deferred Outflows of Resources	\$ 253,399	\$ 147,662	\$ 105,737
Long-Term Liabilities	\$ 1,755,883	\$ 1,836,148	\$ 80,265
Other Liabilities	602,577	533,065	(69,512)
Total Liabilities	\$ 2,358,460	\$ 2,369,213	\$ 10,753
Deferred Inflows of Resources	\$ 14,947	\$ 20,417	\$ 5,470
Net Position:			
Net Investment in Capital Assets	\$ 1,589,972	\$ 1,098,187	\$ 491,785
Unrestricted	2,444,020	1,348,128	1,095,892
Total Net Position	\$ 4,033,992	\$ 2,446,315	\$ 1,587,677

The following table provides a summary of the District's operations for the years ended September 30, 2023, and September 30, 2022.

	Summary of Changes in the Statement of Activities		
	2023	2022	Change Positive (Negative)
Revenues:			
Property Taxes	\$ 1,954,525	\$ 1,825,809	\$ 128,716
EMS Revenues	2,740,686	1,243,555	1,497,131
Sales Tax	1,113,737	977,707	136,030
Grants and Other Revenues	318,547	65,161	253,386
Total Revenues	\$ 6,127,495	\$ 4,112,232	\$ 2,015,263
Expenses for Services	4,539,818	3,895,153	(644,665)
Change in Net Position	\$ 1,587,677	\$ 217,079	\$ 1,370,598
Net Position, Beginning of Year	2,446,315	2,229,236	217,079
Net Position, End of Year	\$ 4,033,992	\$ 2,446,315	\$ 1,587,677

**WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

FINANCIAL ANALYSIS OF THE DISTRICT'S GOVERNMENTAL FUND

The District's General Fund fund balance as of September 30, 2023, was \$2,123,227, an increase of \$984,736 from the prior year. This was primarily due to property tax, sales tax and EMS revenues, exceeding service operations and capital outlay costs.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Board of Commissioners amended the budget during the current fiscal year. The budget was amended to increase expected EMS revenues, salaries and benefits, repairs and maintenance, capital outlay and debt service payments. Actual revenues were \$697,892 more than budgeted and actual expenditures were \$286,844 less than budgeted, which resulted in a positive variance of \$984,736. See the budget versus actual comparison for more information.

CAPITAL ASSETS

The District's capital assets as of September 30, 2023, total \$3,362,900 (net of accumulated depreciation) and include land, buildings, vehicles and equipment.

Capital Assets At Year-End, Net of Accumulated Depreciation			
	2023	2022	Change Positive (Negative)
Capital Assets Not Being Depreciated:			
Land and Land Improvements	\$ 1,516,384	\$ 1,516,384	\$
Construction in Progress	169,975		169,975
Capital Assets, Net of Accumulated Depreciation:			
Buildings and Improvements	800,471	714,063	86,408
Equipment and Vehicles	870,326	868,363	1,963
Intangible Assets	5,744	7,136	(1,392)
Total Net Capital Assets	\$ 3,362,900	\$ 3,105,946	\$ 256,954

RIGHT-OF-USE ASSETS

In accordance with the requirements of GASB Statement No. 87, which was required to be implemented in the current fiscal year, the District recorded certain right-of-use assets. Right-of-use assets consisted of Station No. 2 in the amount of \$134,647, had current year amortization expense of \$19,183, and had an accumulated amortization balance of \$19,183 as of September 30, 2023.

**WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

LONG-TERM DEBT ACTIVITY

At year-end, the District had total debt payable of \$1,888,392. The changes in the debt position of the District during the fiscal year ended September 30, 2023, are summarized as follows:

Note Payable, October 1, 2022	\$ 2,007,760
Less: Principal Retired	<u>235,398</u>
Note Payable, September 30, 2023	<u>\$ 1,772,362</u>
Lease Payable, October 1, 2022	\$ 134,647
Less: Principal Retired	<u>18,617</u>
Lease Payable, September 30, 2023	<u>\$ 116,030</u>

CONTACTING THE DISTRICT'S MANAGEMENT

This financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional information, contact the District Treasurer by phone at 210-872-1347.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
STATEMENT OF NET POSITION AND
GOVERNMENTAL FUNDS BALANCE SHEET
SEPTEMBER 30, 2023

	General Fund	Debt Service Fund
ASSETS		
Cash	\$ 415,890	\$
Investments	1,616,722	
Cash With Wilson County	3,857	
Receivables:		
EMS Charges (Net of Allowance for Doubtfull Accounts)	308,882	
Property Taxes	70,405	6,322
Penalty and Interest on Delinquent Property Taxes		
Sales Tax Receipts	189,794	
Inventory	43,689	
Land		
Construction in Progress		
Right-of-Use Assets (Net of Accumulated Amortization)		
Capital Assets (Net of Accumulated Depreciation)		
TOTAL ASSETS	\$ 2,649,239	\$ 6,322
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows - Pension	\$ - 0 -	\$ - 0 -
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 2,649,239	\$ 6,322

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

<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
\$ 415,890	\$	\$ 415,890
1,616,722		1,616,722
3,857		3,857
308,882		308,882
76,727		76,727
	20,075	20,075
189,794		189,794
43,689		43,689
	1,516,384	1,516,384
	169,975	169,975
	115,464	115,464
	<u>1,676,541</u>	<u>1,676,541</u>
<u>\$ 2,655,561</u>	<u>\$ 3,498,439</u>	<u>\$ 6,154,000</u>
<u>\$ - 0 -</u>	<u>\$ 253,399</u>	<u>\$ 253,399</u>
<u>\$ 2,655,561</u>	<u>\$ 3,751,838</u>	<u>\$ 6,407,399</u>

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

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
STATEMENT OF NET POSITION AND
GOVERNMENTAL FUNDS BALANCE SHEET
SEPTEMBER 30, 2023

	General Fund	Debt Service Fund
LIABILITIES		
Accounts Payable	\$ 146,725	\$
Accrued Interest Payable		
Compensated Absences		
Net Pension Liability		
Long-Term Liabilities:		
Lease Payable, Due Within One Year		
Lease Payable, Due After One Year		
Note Payable, Due Within One Year		
Note Payable, Due After One Year		
TOTAL LIABILITIES	\$ 146,725	\$ - 0 -
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	\$ 70,405	\$ 6,322
Deferred Inflows - Pension		
EMS Charges	308,882	
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 379,287	\$ 6,322
FUND BALANCES		
Nonspendable: Inventory	\$ 43,689	\$
Unassigned	2,079,538	
TOTAL FUND BALANCES	\$ 2,123,227	\$ - 0 -
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 2,649,239	\$ 6,322
NET POSITION		
Net Investment in Capital Assets		
Unrestricted		
TOTAL NET POSITION		

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

<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
\$ 146,725	\$	\$ 146,725
	2,884	2,884
	34,206	34,206
	286,253	286,253
	18,819	18,819
	97,211	97,211
	113,690	113,690
	<u>1,658,672</u>	<u>1,658,672</u>
<u>\$ 146,725</u>	<u>\$ 2,211,735</u>	<u>\$ 2,358,460</u>
\$ 76,727	\$ (76,727)	\$
	14,947	14,947
308,882	<u>(308,882)</u>	
<u>\$ 385,609</u>	<u>\$ (370,662)</u>	<u>\$ 14,947</u>
\$ 43,689	\$ (43,689)	\$
2,079,538	<u>(2,079,538)</u>	
<u>\$ 2,123,227</u>	<u>\$ (2,123,227)</u>	<u>\$ - 0 -</u>
<u>\$ 2,655,561</u>		
	\$ 1,589,972	\$ 1,589,972
	<u>2,444,020</u>	<u>2,444,020</u>
	<u>\$ 4,033,992</u>	<u>\$ 4,033,992</u>

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

**WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2023**

Total Fund Balances - Governmental Funds	\$ 2,123,227
--	--------------

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

Deferred inflows of resources related to property tax revenues and penalty and interest receivable for 2022 and prior tax levies became part of recognized revenue in the governmental activities of the District.	96,802
--	--------

EMS charges in the Statement of Activities do not provide current financial resources and are deferred in the fund statements.	308,882
--	---------

Portions of the change in net pension liability/(asset) that are not immediately recognized as pension expense are recorded as deferred outflows and inflows of resources.	(47,801)
--	----------

Accrued vacation leave payable is not due and payable in the current period and, therefore, not reported in the governmental funds.	(34,206)
---	----------

Capital assets and right-of-use assets used in governmental activities are not current financial resources and, therefore, are not reported as assets in the governmental funds.	3,478,364
--	-----------

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

Accrued Interest Payable	\$ (2,884)	
Debt Payable Within One Year	(132,509)	
Debt Payable After One Year	<u>(1,755,883)</u>	<u>(1,891,276)</u>
Total Net Position - Governmental Activities		<u>\$ 4,033,992</u>

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

THIS PAGE INTENTIONALLY LEFT BLANK

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	General Fund	Debt Service Fund
REVENUES		
Property Taxes	\$ 1,712,296	\$ 232,988
Penalty and Interest	33,906	
Sales Tax	1,113,737	
EMS Revenues	2,616,634	
Investment Revenues	58,440	
Miscellaneous Revenues	206,126	
	\$ 5,741,139	\$ 232,988
EXPENDITURES/EXPENSES		
Service Operations:		
Salaries and Benefits	\$ 2,988,618	
Professional Fees	244,278	
Appraisal District Fees	44,076	
Tax Collection Fees	21,938	
Utilities	48,392	
Repairs and Maintenance	473,735	
Depreciation/Amortization		
Other	354,313	
Capital Outlay	499,633	
Debt Service:		
Principal	18,617	235,398
Interest Expense	1,383	59,010
	\$ 4,694,983	\$ 294,408
EXCESS (DEFICIENCY) OF REVENUES OVER		
EXPENDITURES/EXPENSES	\$ 1,046,156	\$ (61,420)
OTHER FINANCING SOURCES (USES)		
Transfers In/(Out)	\$ (61,420)	\$ 61,420
NET CHANGE IN FUND BALANCES	\$ 984,736	\$
CHANGE IN NET POSITION		
FUND BALANCES/NET POSITION -		
OCTOBER 1, 2022	1,138,491	
FUND BALANCES/NET POSITION -		
SEPTEMBER 30, 2023	\$ 2,123,227	\$ -0-

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

<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
\$ 1,945,284	\$ 9,241	\$ 1,954,525
33,906	20,075	53,981
1,113,737		1,113,737
2,616,634	124,052	2,740,686
58,440		58,440
<u>206,126</u>	<u> </u>	<u>206,126</u>
<u>\$ 5,974,127</u>	<u>\$ 153,368</u>	<u>\$ 6,127,495</u>
\$ 2,988,618	\$ 45,619	\$ 3,034,237
244,278		244,278
44,076		44,076
21,938		21,938
48,392		48,392
473,735		473,735
	261,862	261,862
354,313		354,313
499,633	(499,633)	
254,015	(254,015)	
<u>60,393</u>	<u>(3,406)</u>	<u>56,987</u>
<u>\$ 4,989,391</u>	<u>\$ (449,573)</u>	<u>\$ 4,539,818</u>
<u>\$ 984,736</u>	<u>\$ 602,941</u>	<u>\$ 1,587,677</u>
<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>
\$ 984,736	\$ (984,736)	\$
	1,587,677	1,587,677
<u>1,138,491</u>	<u>1,307,824</u>	<u>2,446,315</u>
<u>\$ 2,123,227</u>	<u>\$ 1,910,765</u>	<u>\$ 4,033,992</u>

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

**WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

Net Change in Fund Balances - Governmental Funds	\$	984,736
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>		
Governmental funds report tax revenues when collected. However, in the Statement of Activities, revenue is recorded in the accounting period for which the taxes are levied.		9,241
Governmental funds report EMS revenues when collected. However, in the Statement of Activities, revenue is recorded in the accounting period for which the revenues are expected.		124,052
Governmental funds report penalty and interest revenue on property taxes when collected. However, in the Statement of Activities, revenue is recorded when penalties and interest are assessed.		20,075
However, in the Statement of Net Position, capital assets are depreciated and right-of-use assets are amortized and the expense is recorded in the Statement of Activities.		(261,862)
Governmental funds report capital expenditures as expenditures in the period purchased. However, in the Statement of Net Position, capital assets are increased by new purchases and the Statement of Activities is not affected.		499,633
Governmental funds report debt principal payments as expenditures. However, in the Statement of Net Position, principal payments are reported as decreases in long-term liabilities.		254,015
The changes in deferred outflows and inflows of resources for pensions are recorded as pension expense in the government-wide financial statements.		(45,619)
Governmental funds report interest expenditures on long-term debt as expenditures in the year paid. However, in the Statement of Net Position, interest is accrued on the long-term debt through fiscal year-end.		3,406
Change in Net Position - Governmental Activities	\$	<u>1,587,677</u>

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

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1. CREATION OF DISTRICT

The Wilson County Emergency Services District No. 3 is a political subdivision of the State of Texas and was created by the Wilson County Commissioners' Court after a Public Election on November 6, 2012 to be effective January 1, 2013. The District was created to provide emergency services and promote public safety, welfare, health and convenience of persons residing in the District.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board ("GASB").

The District is a political subdivision of the State of Texas governed by an appointed board. The GASB has established the criteria for determining whether an entity is a primary government or a component unit of a primary government. The primary criteria are that it has a separately elected governing body, it is legally separate, and it is fiscally independent of other state and local governments. Under these criteria, the District is considered a primary government and is not a component unit of any other government. Additionally, no other entities meet the criteria for inclusion in the District's financial statement as component units.

Financial Statement Presentation

These financial statements have been prepared in accordance with GASB Codification of Governmental Accounting and Financial Reporting Standards Part II, Financial Reporting ("GASB Codification").

The GASB Codification sets forth standards for external financial reporting for all state and local government entities, which include a requirement for a Statement of Net Position and a Statement of Activities. It requires the classification of net position into three components: Net Investment in Capital Assets; Restricted; and Unrestricted. These classifications are defined as follows:

- Net Investment in Capital Assets – This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- Restricted Net Position – This component of net position consists of external constraints placed on the use of assets imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulation of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statement Presentation (Continued)

- Unrestricted Net Position – This component of net position consists of assets that do not meet the definition of Restricted or Net Investment in Capital Assets.

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

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the District as a whole. The District's Statement of Net Position and Statement of Activities are combined with the governmental fund financial statements. The District is viewed as a special-purpose government and has the option of combining these financial statements.

The Statement of Net Position is reported by adjusting the governmental fund types to report on the full accrual basis, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. Any amounts recorded due to and due from other funds are eliminated in the Statement of Net Position.

The Statement of Activities is reported by adjusting the governmental fund types to report only items related to current year revenues and expenditures. Items such as capital outlay are allocated over their estimated useful lives as depreciation expense. Internal activities between governmental funds, if any, are eliminated by adjustment to obtain net total revenue and expense of the government-wide Statement of Activities.

Fund Financial Statements

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

Governmental Fund

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

General Fund – To account for all financial resources except those required to be accounted for in another fund. Major revenue sources included property tax revenues, EMS charges, costs of assessing and collecting taxes and service operations expenditures

Debt Service Fund – To accounts for resources and expenditure relating to principal and interest payments.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting

The District uses the modified accrual basis of accounting for governmental fund types. The modified accrual basis of accounting recognizes revenues when both “measurable and available.” Measurable means the amount can be determined. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The District considers revenue reported in governmental funds to be available if they are collectible within 60 days after year end. Also, under the modified accrual basis of accounting, expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, which are recognized as expenditures when payment is due.

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

Inventory

Inventories of medical supplies maintained by the District are valued using the first-in first-out method. At September 30, 2023, the District had an inventory balance of \$43,689.

Capital Assets and Right-of-Use Assets

Capital assets are defined as land, buildings, building improvements, firefighting apparatus, non-firefighting vehicles, communication equipment and all firefighting equipment. Items purchased by the District with an initial or individual cost greater than \$5,000 and an estimated useful life in excess of two years should be capitalized upon the books of the District. All items costing less than \$5,000 should be direct expensed and categorized in a general asset category.

In the case of donations, the District shall value these capital assets at the estimated fair market value of the item at the date of its donation. Depreciation is calculated on each class of depreciable property using no salvage value and the straight-line method of depreciation. Estimated useful lives are as follows:

	Years
Equipment	3-7
Vehicles	10
Buildings	25-50
Intangibles	7

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets and Right-of-Use Assets (Continued)

In accordance with GASB Statement No. 87, at September 30, 2023, the District recorded Station No. 2 as a right-to-use asset (see Note 10). The right-to-use assets are being amortized over the estimated useful life using the straight-line method of amortization.

Budgeting

An annual unappropriated budget is adopted for the General Fund by the District's Board of Commissioners. The budget is prepared using the same method of accounting as for financial reporting. The original General Fund budget for the current year was amended. The Budget Comparison Schedule – General Fund – presents the original and amended, if any, budget amounts compared to the actual amounts of revenues and expenditures for the current year.

Compensated Absences

The District permits employees to accumulate earned but unused vacation pay benefits up to certain limits. Upon resignation, an employee may receive pay for any unused accrued vacation provided. Upon resignation or termination, a maximum of 120 hours of unused accrued vacation leave will be paid provided the employee gives sufficient notice of planned separation and all issued equipment and uniforms have been returned to the District.

Liabilities for compensated absences are recognized in the fund statements to the extent the liabilities have matured (i.e. are due for payment). Compensated absences are accrued in the government-wide statements.

Pensions

Payments are made into the social security system for all employees. The Internal Revenue Service has determined that fees of office received by Commissioners are considered wages subject to federal income tax withholding for payroll tax purposes only. See Note 8 for the District's pension plan.

Measurement Focus

Measurement focus is a term used to describe which transactions are recognized within the various financial statements. In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position, financial position, and cash flows. All assets and liabilities associated with the activities are reported. Fund equity is classified as net position.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus (Continued)

Governmental fund types are accounted for on a spending or financial flow measurement focus. Accordingly, only current assets and current liabilities are included on the Balance Sheet, and the reported fund balances provide an indication of available spendable or appropriable resources. Operating statements of governmental fund types report increases and decreases in available spendable resources. Fund balances in governmental funds are classified using the following hierarchy:

Nonspendable: amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted: amounts that can be spent only for specific purposes because of constitutional provisions, or enabling legislation, or because of constraints that are imposed externally. The District does not have any restricted fund balances.

Committed: amounts that can be spent only for purposes determined by a formal action of the Board of Directors. The Board is the highest level of decision-making authority for the District. This action must be made no later than the end of the fiscal year. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board. The District does not have any committed fund balances.

Assigned: amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. The District has adopted a formal policy regarding the assignment of fund balances. The District does not have any assigned balances.

Unassigned: all other spendable amounts in the General Fund.

When expenditures are incurred for which restricted, committed, assigned or unassigned fund balances are available, the District considers amounts to have been spent first out of restricted funds, then committed funds, then assigned funds, and finally unassigned funds.

Accounting Estimates

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

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 3. TAX LEVIES

During the year ended September 30, 2023, the District levied an ad valorem maintenance tax rate of \$0.074744 per \$100 of assessed valuation, which resulted in a tax levy of \$1,710,457 on the adjusted taxable valuation of \$2,363,920,174 for the 2022 tax year.

All property values and exempt status, if any, are determined by the appraisal district. Assessed values are determined as of January 1 of each year, at which time a tax lien attaches to the related property. Taxes are levied around October/November, are due upon receipt and are delinquent the following February 1. Penalty and interest attach thereafter.

NOTE 4. DEPOSITS AND INVESTMENTS

Deposits

Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The District's deposit policy for custodial credit risk requires compliance with the provisions of Texas statutes.

Texas statutes require that any cash balance in any fund shall, to the extent not insured by the Federal Deposit Insurance Corporation or its successor, be continuously secured by a valid pledge to the District of securities eligible under the laws of Texas to secure the funds of the District, having an aggregate market value, including accrued interest, at all times equal to the uninsured cash balance in the fund to which such securities are pledged. At fiscal year-end, the carrying amount of the District's deposits was \$415,890 and the bank balance was \$403,568. The District was not subject to custodial risk at year-end.

The carrying values of the deposits are included in the Governmental Fund Balance Sheet and the Statement of Net Position at September 30, 2023, as listed below:

	<u>Cash</u>
GENERAL FUND	\$ <u>415,890</u>

Investments

Under Texas law, the District is required to invest its funds under written investment policies that primarily emphasize safety of principal and liquidity and that address investment diversification, yield, maturity, and the quality and capability of investment management, and all District funds must be invested in accordance with the following investment objectives: understanding the suitability of the investment to the District's financial requirements, first; preservation and safety of principal, second; liquidity, third; marketability of the investments if the need arises to liquidate the investment before maturity, fourth; diversification of the investment portfolio, fifth;

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 4. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

and yield, sixth. The District’s investments must be made “with judgment and care, under prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person’s own affairs, not for speculation, but for investment, considering the probable safety of capital and the probable income to be derived.” No person may invest District funds without express written authority from the Board of Commissioners.

Texas statutes include specifications for and limitations applicable to the District and its authority to purchase investments as defined in the Public Funds Investment Act. The District has adopted a written investment policy to establish the guidelines by which it may invest. This policy is reviewed annually. The District’s investment policy may be more restrictive than the Public Funds Investment Act.

The District invests in Texas Cooperative Liquid Assets Securities System Trust (“Texas CLASS”), an external public funds investment pool that is not SEC-registered. Public Trust Advisors, LLC serves as the pool’s administrator and investment advisor. The pool is subject to the general supervision of the Board of Trustees and its Advisory Board. UMB Bank, N.A. serves as custodian for the pool. Investments held by Texas CLASS are priced to market on a weekly basis. The investments are considered to be Level I investments because their fair value is measured by quoted prices in active markets. The fair value of the District’s position in the pool is the same as the value of the pool shares. There are no limitations or restrictions on withdrawals from Texas CLASS. The District’s investments in certificates of deposit are recorded at acquisition cost.

As of September 30, 2023, the District had the following investments and maturities:

Fund and Investment Type	Fair Value	Maturities of Less Than 1 Year
<u>GENERAL FUND</u>		
Texas CLASS	\$ <u>1,616,722</u>	\$ <u>1,616,722</u>

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. At September 30, 2023, the District’s investment in Texas CLASS was rated “AAA” by Standard and Poor’s. The District also manages credit risk by typically investing in certificates of deposit with balance below FDIC coverage.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 4. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District considers the investment in Texas CLASS to have a maturity of less than one year due to the fact the share positions can usually be redeemed each day at the discretion of the District, unless there has been a significant change in value. The District also manages interest rate risk by investing in certificates of deposit with maturities of less than one year.

Restricted All cash and investments of the Debt Service Fund are restricted for the payment of debt service principal and interest.

NOTE 5. CAPITAL ASSETS

The following is a summary of changes in capital assets for the year ended September 30, 2023:

	October 1, 2022	Increases	Decreases	September 30, 2023
Capital Assets Not Being Depreciated				
Land and Land Improvements	\$ 1,516,384	\$	\$	\$ 1,516,384
Construction in Progress		499,633	329,658	169,975
Total Capital Assets Not Being Depreciated	<u>\$ 1,516,384</u>	<u>\$ 499,633</u>	<u>\$ 329,658</u>	<u>\$ 1,686,359</u>
Capital Assets Subject to Depreciation				
Building and Improvements	\$ 744,390	\$ 111,961	\$	\$ 856,351
Equipment and Vehicles	1,492,510	217,697		1,710,207
Intangibles	9,990			9,990
Total Capital Assets Subject to Depreciation	<u>\$ 2,246,890</u>	<u>\$ 329,658</u>	<u>\$ - 0 -</u>	<u>\$ 2,576,548</u>
Less Accumulated Depreciation				
Building and Improvements	\$ 30,327	\$ 25,553	\$	\$ 55,880
Equipment and Vehicles	624,147	215,734		839,881
Intangibles	2,854	1,392		4,246
Total Accumulated Depreciation	<u>\$ 657,328</u>	<u>\$ 242,679</u>	<u>\$ - 0 -</u>	<u>\$ 900,007</u>
Total Depreciable Capital Assets, Net of Accumulated Depreciation	<u>\$ 1,589,562</u>	<u>\$ 86,979</u>	<u>\$ - 0 -</u>	<u>\$ 1,676,541</u>
Total Capital Assets, Net of Accumulated Depreciation	<u>\$ 3,105,946</u>	<u>\$ 586,612</u>	<u>\$ 329,658</u>	<u>\$ 3,362,900</u>

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 6. RISK MANAGEMENT

The Wilson County Emergency Services District No. 3 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. To cover the risk the District contracts with Volunteer Firemen's Insurance Services (VFIS) of Texas to provide insurance coverage for Property/Casualty. Contributions are set annually by VFIS. Liability by the District is generally limited to the contributed amounts.

NOTE 7. FINANCING NOTE AGREEMENTS

On December 30, 2018, The District entered into a note payable with Government Capital Corporation for the purchase of a 2012 Dodge 4500 Frazer Ambulance in the amount of \$90,100. The note calls for annual payments of \$20,464.01 beginning January 8, 2020 through January 8, 2024. The interest rate on the note is 4.395% and is secured by the ambulance. The remaining balance was paid off during the year.

On March 15, 2019, The District entered into a note payable with Government Capital Corporation for the purchase of three bay metal ambulance storage facilities in the amount of \$100,000. The note calls for annual payments of \$22,713 beginning March 15, 2020 through March 15, 2024. The interest rate on the note is 4.395% and is secured by the three facilities. The remaining balance was paid off during the year.

On April 5, 2019, The District entered into a note payable with Government Capital Corporation for the purchase of a modular building in the amount of \$100,000. The note calls for annual payments of \$22,713 beginning April 5, 2020 through April 5, 2024. The interest rate on the note is 4.395% and is secured by the building. The remaining balance was paid off during the year.

On May 14, 2020, the District signed a promissory note to purchase a EMS Truck (Ford F-450) for \$200,000. The note calls for annual payments of \$43,540 beginning May 14, 2021 through May 14, 2025. The interest rate on the note is 2.895% and is secured by ad valorem taxes.

On September 15, 2021, the District signed a promissory note to purchase land for a new station for \$1,830,000. The note calls for annual payments of \$121,192 beginning September 15, 2022 through September 15, 2041. The interest rate on the note is 2.84% and is secured by ad valorem taxes.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 7. FINANCING NOTE AGREEMENTS (Continued)

The following is a summary of transactions regarding the notes payable for the year ended September 30, 2023:

Note Payable, October 1, 2022	\$ 2,007,760
Less: Principal Retired	<u>235,398</u>
Note Payable, September 30, 2023	<u>\$ 1,772,362</u>

Note Payable	
Due Within One Year	\$ 113,690
Due After One Year	<u>1,658,672</u>
Note Payable Payable, September 30, 2023	<u>\$ 1,772,362</u>

As of September 30, 2023, the total debt service requirements on the notes outstanding were as follows:

Fiscal Year	Principal	Interest	Total
2024	\$ 113,690	\$ 50,400	\$ 164,090
2025	117,602	47,130	164,732
2026	77,425	43,767	121,192
2027	79,624	41,568	121,192
2028	81,885	39,707	121,592
2029-2033	445,660	160,302	605,962
2034-2038	512,642	93,322	605,964
2039-2041	<u>343,834</u>	<u>19,714</u>	<u>363,548</u>
	<u>\$ 1,772,362</u>	<u>\$ 495,910</u>	<u>\$ 2,268,272</u>

During the year ended September 30, 2023, the District levied an ad valorem debt service tax rate of \$0.010256 per \$100 of assessed valuation, which resulted in a tax levy of \$234,700 on the adjusted taxable valuation of \$2,363,920,174 for the 2022 tax year. The bond resolutions require the District to levy and collect an ad valorem debt service tax sufficient to pay interest and principal on bonds when due and the cost of assessing and collecting taxes.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 8. PENSION PLAN

Plan Description

The District provides retirement, disability, and death benefits for all its full-time employees through a non-traditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of non-traditional defined benefit pension plans. TCDRS issues a publicly available comprehensive annual financial report (CAFR) which includes financial statements, notes and required supplementary information which can be obtained at TCDRS, Finance Division, Barton Oaks Plaza IV Suite 500, 901 S. MoPac Expressway, Austin, Texas 78746 or at www.TCDRS.org.

Benefits Provided

Benefit provisions are adopted by the District, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 10 or more years of service, with 20 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 5 years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by the District.

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

At the December 31, 2022 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	0
Inactive employees entitled but not yet receiving benefits	28
Active employees	34

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 8. PENSION PLAN (Continued)

Contributions

The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The employer contributed using the actuarially determined rate of 6.49% for the months of the 2023 accounting year and 7.3% for 2022. The contribution rate payable by the employee members for 2022 and 2023 is the rate of 7% 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.

For the District's accounting year ended September 30, 2023, the annual pension cost for the TCDRS plan for its employees was \$211,705; the actual contributions were \$211,705. The employees contributed \$168,111 to the plan for the 2023 fiscal year.

Actuarial Assumptions

The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumption:

Actuarial Valuation Date	12/31/22
Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	15.3 years
Asset Valuation Method	5-year smoothed market
Actuarial Assumptions:	
Investment Return ¹	7.50%
Projected Salary Increases ¹	4.70%
Inflation	2.50%
Cost-of-living Adjustments	0.00%

¹ Includes inflation at the stated rate

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 8. PENSION PLAN (Continued)

Actuarial Assumptions (Continued)

The demographic assumptions were developed from an actual experience investigation of TCDRS over the years 2017-2020. They were recommended by Milliman and adopted by the TCDRS Board of Trustees in December of 2021. All economic assumptions were recommended by Milliman and adopted by the TCDRS Board of Trustees in March of 2021. These assumptions, except where required to be different by GASB 68, are used to determine the total pension liability as of December 31, 2022. The assumptions are reviewed annually for continued compliance with the relevant actuarial standards of practice.

Mortality rates were based on the following:

Depositing members – 135% of the PUB-2010 General Employees Amount-Weighted Mortality Table for males and 120% of the PUB-2010 General Employees Amount-Weighted Mortality Table for females projected with 100% of the MP-2021 ultimate scale after 2010.

Service retirees, beneficiaries and non-depositing members – 135% of the PUB-2010 General Retirees Amount-Weighted Mortality Table for males and 120% of the PUB-2010 General Retirees Amount-Weighted Mortality Table for females projected with 100% of the MP-2021 ultimate scale after 2010.

Disabled retirees - 160% of the PUB-2010 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% of the PUB-2010 General Disabled Retirees Amount-Weighted Mortality Table for females projected with 100% of the MP-2021 ultimate scale after 2010.

Discount Rate

The discount rate used to measure the total pension liability was 7.6%. There was no change in the discount rate since the previous year.

In order to determine the discount rate to be used, the actuary used an alternative method to determine the sufficiency of the fiduciary net position in all future years. This alternative method reflects the funding requirements under the funding policy and the legal requirements under the TCDRS Act:

- 1) TCDRS has a funding policy where the Unfunded Actuarial Accrued Liability (UAAL) shall be amortized as a level percent of pay over 20-year closed layered periods.
- 2) Under the TCDRS Act, the employer is legally required to make the contribution specified in the funding policy.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 8. PENSION PLAN (Continued)

Discount Rate (Continued)

- 3) The employer's assets are projected to exceed its accrued liabilities in 20 years or less. When this point is reached, the employer is still required to contribute at least the normal cost.
- 4) Any increased cost due to the adoption of a cost-of-living adjustment is required to be funded over a period of 15 years, if applicable.

Based on the above, the projected fiduciary net position is determined to be sufficient compared to projected benefit payments. Based on the expected level of cash flows and investment returns to the system, the fiduciary net position as a percentage of total pension liability is projected to increase from its current level in future years.

Since the projected fiduciary net position is projected to be sufficient to pay projected benefit payments in all future years, the discount rate for purposes of calculating the total pension liability and net pension liability is equal to the long-term assumed rate of return on investments. This long-term assumed rate of return should be net of investment expenses, but gross of administrative expenses. Therefore, the actuary has used a discount rate of 7.60%. This rate reflects the long-term assumed rate of return on assets for funding purposes of 7.50%, net of all expenses, increased by 0.10% to be gross of administrative expenses.

Long-Term Expected Rate of Return

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on January 2023 information for a 10-year time horizon.

Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years and is based on a long-term time horizon. The TCDRS Board of Trustees adopted the current assumption at their March 2021 meeting. The assumption for the long-term expected return is reviewed annually for continued compliance with the relevant actuarial standards of practice. Milliman relies on the expertise of Cliffwater in this assessment.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 8. PENSION PLAN (Continued)

Long-Term Expected Rate of Return (Continued)

Asset Class	Target Allocation	Geometric Real Rate of Return (Expected minus Inflation)
US Equities	11.50%	4.95%
Global Equities	2.50%	4.95%
International Equities-Developed Markets	5.00%	4.95%
International Equities-Emerging Markets	6.00%	4.95%
Investment-Grade Bonds	3.00%	2.40%
Strategic Credit	9.00%	3.39%
Direct Lending	16.00%	6.95%
Distressed Debt	4.00%	7.60%
REIT Equities	2.00%	4.15%
Master Limited Partnerships (MLPs)	2.00%	5.30%
Private Real Estate Partnerships	6.00%	5.70%
Private Equity	25.00%	7.95%
Hedge Funds	6.00%	2.90%
Cash Equivalents	2.00%	0.20%

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 8. PENSION PLAN (Continued)

Changes in Net Pension Liability/(Asset)

Changes in Net Pension Liability/(Asset) for the measurement year ended December 31, 2022 are as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
	(a)	(b)	(a)-(b)
Balances of December 31, 2021	\$ 451,690	\$ 322,263	\$ 129,427
Changes for the year:			
Service Cost	265,711		265,711
Interest on the Total Pension Liability	54,385		54,385
Effect of Plan Changes	152,618		152,618
Effect of Economic/Demographic gains or losses	(11,569)		(11,569)
Effect of Assumptions Changes or Inputs			
Refund of Contributions	(3,698)	(3,698)	
Administrative Expenses		(365)	365
Member Contributions		155,622	(155,622)
Net Investment Income		(44,714)	44,714
Employer Contributions		150,875	(150,875)
Other		42,901	(42,901)
Balances of December 31, 2022	<u>\$ 909,137</u>	<u>\$ 622,884</u>	<u>\$ 286,253</u>

Sensitivity Analysis

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

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 8. PENSION PLAN (Continued)

Sensitivity Analysis (Continued)

	1% Decrease	Current Discount Rate	1% Increase
	6.60%	7.60%	8.60%
Total Pension Liability	\$ 1,115,563	\$ 909,137	\$ 747,893
Fiduciary Net Position	622,884	622,884	622,884
Net Pension Liability/(Asset)	\$ 492,679	\$ 286,253	\$ 125,009

Deferred Inflows/Outflows of Resources

As of September 30, 2023, the deferred inflows and outflows of resources are as follows:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 12,345	\$ 25,847
Changes of Assumptions	2,602	10,735
Net difference between projected and actual earnings		50,151
Contributions paid to TCDRS subsequent to the measurement date		166,666
Total	\$ 14,947	\$ 253,399

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to pensions, excluding contributions made subsequent to the measurement date, will be recognized in pension expense as follows:

Year ended December 31:

2023	\$ 15,165
2024	15,005
2025	14,497
2026	20,060
2027	3,644
Thereafter	3,415

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 9. GROUP TERM LIFE INSURANCE

The District participates in a cost-sharing multiple-employer defined-benefit group-term life insurance plan operated by the Texas County & District Retirement System (TCDRS). This plan is referred to as the Group Term Life Fund (GTLF). This optional plan provides group term life insurance coverage to current eligible employees and, if elected by employers, to retired employees.

The GTLF is a separate trust administered by the TCDRS board of trustees. TCDRS issues a publicly available comprehensive annual financial report (CAFR) that includes financial statements and required supplementary information for the GTLF. This report is available at www.tcdrs.org. TCDRS' CAFR may also be obtained by writing to the Texas County & District Retirement System; P.O. Box 2034, Austin, TX 78768-2034, or by calling 800~823-7782.

Funding Policy: Each participating employer contributes to the GTLF at a contractually required rate. An annual actuarial valuation is performed and the contractual rate is determined using the unit credit method for providing one-year term life insurance. The District's contribution to the GTLF for the year ending September 30, 2023, 2022, and 2021, were \$1,265, \$1,184, and \$577, respectively, which equaled the contractually required contribution.

NOTE 10. LEASE PAYABLE

In May 2020, the District entered into a lease agreement with Wilson County Emergency Services District No. 1 for the lease of space in Station No. 2. Assets under this lease totaled \$134,647 as of September 30, 2023. The term of this lease is 10 years. Quarterly installments of \$5,000 are due each January 10th, April 10th, July 10th and October 10th.

Right-of-use assets, current year amortization expense, and accumulated amortization is summarized below:

	October 1, 2022	Increases	Decreases	September 30, 2023
Right-of-use Assets Subject to Amortization				
Buildings	\$ - 0 -	\$ 134,647	\$ - 0 -	\$ 134,647
Less Accumulated Amortization				
Buildings	\$ - 0 -	\$ 19,183	\$ - 0 -	\$ 19,183
Total Amortizable Right-of-use Assets, Net of Accumulated Amortization	<u>\$ - 0 -</u>	<u>\$ 115,464</u>	<u>\$ - 0 -</u>	<u>\$ 115,464</u>

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 10. LEASE PAYABLE (Continued)

The following is a summary of transactions regarding the lease payable for the year ended September 30, 2023:

Lease Payable, October 1, 2022		\$	134,647
Less: Principal Retired			<u>18,617</u>
Lease Payable, September 30, 2023		\$	<u>116,030</u>
Lease Payable			
Due Within One Year		\$	18,819
Due After One Year			<u>97,211</u>
Lease Payable, September 30, 2023		\$	<u>116,030</u>

The following is a schedule of future minimum lease payments under the lease as September 30, 2023.

Fiscal Year	Principal	Interest	Total
2024	\$ 18,819	\$ 1,181	\$ 20,000
2025	19,024	976	20,000
2026	19,231	769	20,000
2027	19,440	560	20,000
2028	19,651	349	20,000
2029	19,865	135	20,000
	<u>\$ 116,030</u>	<u>\$ 3,970</u>	<u>\$ 120,000</u>

THIS PAGE INTENTIONALLY LEFT BLANK

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3

REQUIRED SUPPLEMENTARY INFORMATION

SEPTEMBER 30, 2023

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND AND
DEBT SERVICE FUND COMBINED
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Original Budget	Final Amended Budget	Actual	Variance Positive (Negative)
REVENUES				
Property Taxes, Including Penalty and Interest	\$ 2,946,335	\$ 1,996,335	\$ 1,979,190	\$ (17,145)
EMS Revenues	1,814,300	2,229,300	2,616,634	387,334
Sales Tax		1,000,000	1,113,737	113,737
Miscellaneous Revenues	<u>13,100</u>	<u>50,600</u>	<u>264,566</u>	<u>213,966</u>
TOTAL REVENUES	<u>\$ 4,773,735</u>	<u>\$ 5,276,235</u>	<u>\$ 5,974,127</u>	<u>\$ 697,892</u>
EXPENDITURES				
Service Operations:				
Salaries and Benefits	\$ 2,799,773	\$ 2,849,273	\$ 2,988,618	\$ (139,345)
Professional Fees	186,000	186,000	244,278	(58,278)
Appraisal District Fees		51,600	44,076	7,524
Tax Collection Services	48,454	12,000	21,938	(9,938)
Utilities	50,500	50,500	48,392	2,108
Repairs and Maintenance	267,500	309,500	473,735	(164,235)
Other	525,645	693,328	354,313	339,015
Capital Outlay	642,050	829,626	499,633	329,993
Debt Service:				
Principal	253,813	235,398	254,015	(18,617)
Interest Expense		<u>59,010</u>	<u>60,393</u>	<u>(1,383)</u>
TOTAL EXPENDITURES	<u>\$ 4,773,735</u>	<u>\$ 5,276,235</u>	<u>\$ 4,989,391</u>	<u>\$ 286,844</u>
NET CHANGE IN FUND BALANCE	\$ -0-	\$ -0-	\$ 984,736	\$ 984,736
FUND BALANCE - OCTOBER 1, 2022	<u>1,138,491</u>	<u>1,138,491</u>	<u>1,138,491</u>	
FUND BALANCE - SEPTEMBER 30, 2023	<u>\$ 1,138,491</u>	<u>\$ 1,138,491</u>	<u>\$ 2,123,227</u>	<u>\$ 984,736</u>

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.

It is recommended that actual expenditures do not exceed appropriations. However, actual expenditures exceed appropriations for the year ended September 30, 2023 due to costs associated with the District's administration and capital outlay. The District amends the budget throughout the year approving such additional expenses. The amended budget used in presenting the Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual.

The District does not use encumbrances.

See accompanying independent auditor's report.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
TEXAS COUNTY & DISTRICT RETIREMENT SYSTEM
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Year Ended December 31, 2022	Year Ended December 31, 2021	Year Ended December 31, 2020	Year Ended December 31, 2019
Total Pension Liability				
Service cost	\$ 265,711	\$ 147,066	\$ 74,368	\$ 16,128
Interest on total pension liability	54,385	23,725	7,423	1,306
Effect of plan changes	152,618	88,987	58,082	
Effect of economic/demographic (gains) or losses	(11,569)	34,452	(3,176)	13
Effect of assumptions changes or inputs		(3,470)	15,337	
Benefit payments/refunds of contributions	(3,698)	(8,211)	(340)	
Net change in total pension liability	\$ 457,447	\$ 282,549	\$ 151,694	\$ 17,447
Total pension liability, beginning	451,690	169,141	17,447	
Total pension liability, ending (a)	<u>\$ 909,137</u>	<u>\$ 451,690</u>	<u>\$ 169,141</u>	<u>\$ 17,447</u>
Fiduciary Net Position				
Employer contributions	\$ 150,875	\$ 64,077	\$ 24,094	\$ 5,940
Member contributions	155,622	119,114	52,664	12,984
Investment income net of investment expenses	(44,714)	42,148	2,175	(19)
Benefit payments/refunds of contributions	(3,698)	(8,211)	(340)	
Administrative expenses	(365)	(174)	(73)	(15)
Other	42,901	4,985	2,263	651
Net change in plan fiduciary net position	\$ 300,621	\$ 221,939	\$ 80,783	\$ 19,541
Fiduciary net position, beginning	322,263	100,324	19,541	
Fiduciary net position, ending (b)	<u>\$ 622,884</u>	<u>\$ 322,263</u>	<u>\$ 100,324</u>	<u>\$ 19,541</u>
Net Pension Liability/(Asset), Ending = (a) - (b)	<u>\$ 286,253</u>	<u>\$ 129,427</u>	<u>\$ 68,817</u>	<u>\$ (2,094)</u>
Fiduciary net position as a percentage of the total pension liability	68.51%	71.35%	59.31%	112.00%
Pensionable covered payroll	\$ 2,223,172	\$ 1,701,635	\$ 1,316,603	\$ 324,608
Net pension liability as a percentage of covered employee payroll	12.88%	7.61%	5.23%	-0.65%

See accompanying independent auditor's report.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
SCHEDULE OF DISTRICT CONTRIBUTIONS
TEXAS COUNTY & DISTRICT RETIREMENT SYSTEM
FOR THE YEAR ENDED SEPTEMBER 30, 2023

<u>Fiscal Year Ending September 30</u>	<u>Actuarially Determined Contribution (1)</u>	<u>Actual Employer Contribution (1)</u>	<u>Contribution Deficiency (Excess)</u>	<u>Pensionable Covered Payroll (2)</u>	<u>Actual Contribution as a Percentage of Covered Payroll</u>
2019	\$ 5,940	\$ 5,940	\$ -0-	\$ 324,608	1.8%
2020	\$ 24,094	\$ 24,094	\$ -0-	\$ 1,316,603	1.8%
2021	\$ 53,772	\$ 64,077	\$ (10,305)	\$ 1,701,635	3.8%
2022	\$ 150,875	\$ 150,875	\$ -0-	\$ 2,223,172	6.8%
2023	\$ 211,705	\$ 211,705	\$ -0-	\$ 2,401,581	8.8%

(1) TCDRS calculates actuarially determined contributions on a calendar year basis.

(2) Payroll is calculated based on contributions as reported by TCDRS

See accompanying independent auditor's report.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
NOTES TO SCHEDULE OF DISTRICT CONTRIBUTIONS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Valuation Date: Actuarially determined contribution rates are calculated each 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
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	15.3 years (based on contribution rate calculated in 12/31/22 valuation)
Asset Valuation Method	5-year, smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation.
Investment Rate of Return	7.50%, net of administrative and investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Change in Assumptions and Methods Reflected in the Schedule of Employer Contributions*	2015: New inflation, mortality and other assumptions were reflected. 2017: New mortality assumptions were reflected. 2019: New inflation, mortality and other assumptions were reflected. 2022: New investment return and inflation assumptions were reflected.
Changes in Plan Provisions Reflected in the Schedule of Employer Contributions*	2015: No changes in plan provisions were reflected in the Schedule. 2016: No changes in plan provisions were reflected in the Schedule. 2017: No changes in plan provisions were reflected in the Schedule. 2018: No Changes in plan provisions were reflected in the Schedule. 2019: No Changes in plan provisions were reflected in the Schedule. 2020: No Changes in plan provisions were reflected in the Schedule. 2021: No Changes in plan provisions were reflected in the Schedule. 2022: Employer contributions reflect that the member contribution rate was increased to 150% and the prior service matching rate was increased to 5%

See accompanying independent auditor's report.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3

OTHER SUPPLEMENTARY INFORMATION

SEPTEMBER 30, 2023

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
COMPARATIVE BALANCE SHEETS – GENERAL FUND
SEPTEMBER 30, 2023 AND 2022

	Amounts	
	2023	2022
ASSETS		
Cash and Cash Equivalents	\$ 2,036,469	\$ 1,045,090
Receivables:		
EMS Charges (Net of Allowance for Doubtfull Accounts)	308,882	184,830
Property Taxes	70,405	73,751
Sales Tax Receipts	189,794	193,259
Contract Receivable		3,680
Inventory	43,689	52,995
Prepaid Items		26,427
TOTAL ASSETS	\$ 2,649,239	\$ 1,580,032
LIABILITIES		
Accounts Payable	\$ 146,725	\$ 79,362
Payroll Liabilities		112,168
TOTAL LIABILITIES	\$ 146,725	\$ 191,530
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	\$ 70,405	\$ 65,181
EMS Charges	308,882	184,830
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 379,287	\$ 250,011
FUND BALANCE		
Nonspendable:		
Prepaid Costs	\$ 43,689	\$ 26,427
Inventory	43,689	52,995
Unassigned	2,079,538	1,059,069
TOTAL FUND BALANCE	\$ 2,123,227	\$ 1,138,491
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 2,649,239	\$ 1,580,032

See accompanying independent auditor's report.

THIS PAGE INTENTIONALLY LEFT BLANK

**WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE – GENERAL FUND
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022**

	Amounts	
	2023	2022
REVENUES		
Property Taxes	\$ 1,712,296	\$ 1,704,734
Penalty and Interest	33,906	4,255
Sales Tax	1,113,737	977,707
EMS Revenues	2,616,634	1,743,489
Grant Revenue		59,081
Investment and Miscellaneous Revenues	264,566	85,464
TOTAL REVENUES	\$ 5,741,139	\$ 4,574,730
 EXPENDITURES		
Current:		
Emergency Services	\$ 2,988,618	\$ 2,854,743
General Administration	1,186,732	780,230
Capital Outlay	499,633	682,401
TOTAL EXPENDITURES	\$ 4,694,983	\$ 4,317,374
 EXCESS (DEFICIENCY) OF REVENUES		
NET CHANGE IN FUND BALANCE	\$ 1,046,156	\$ 257,356
 OTHER FINANCING SOURCES (USES)		
Transfers In (Out)	\$ (61,420)	\$ (115,307)
 NET CHANGE IN FUND BALANCE	\$ 984,736	\$ 142,049
 BEGINNING FUND BALANCE	1,138,491	996,442
 ENDING FUND BALANCE	\$ 2,123,227	\$ 1,138,491

See accompanying independent auditor's report.

WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
COMPARATIVE BALANCE SHEETS – DEBT SERVICE FUND
SEPTEMBER 30, 2023 AND 2022

	Amounts	
	2023	2022
ASSETS		
Property Taxes	\$ 6,322	\$ 2,305
LIABILITIES		
Accounts Payable	\$ -0-	\$ -0-
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	\$ 6,322	\$ 2,305
FUND BALANCE		
Unassigned	\$ -0-	\$ -0-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 6,322	\$ 2,305

See accompanying independent auditor's report.

**WILSON COUNTY EMERGENCY SERVICES DISTRICT NO. 3
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE – DEBT SERVICE FUND
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022**

	Amounts	
	2023	2022
REVENUES		
Property Taxes	\$ 232,988	\$ 115,313
EXPENDITURES		
Debt Service:		
Principal	\$ 235,398	\$ 165,975
Interest Expense	59,010	64,645
TOTAL EXPENDITURES	\$ 294,408	\$ 230,620
EXCESS (DEFICIENCY) OF REVENUES		
NET CHANGE IN FUND BALANCE	\$ (61,420)	\$ (115,307)
OTHER FINANCING SOURCES (USES)		
Transfers In (Out)	\$ 61,420	\$ 115,307
NET CHANGE IN FUND BALANCE	\$ - 0 -	\$ - 0 -
BEGINNING FUND BALANCE	_____	_____
ENDING FUND BALANCE	\$ - 0 -	\$ - 0 -

See accompanying independent auditor's report.

