



Harris County Municipal Utility District No. 200 Harris County, Texas

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

May 31, 2024



**Harris County Municipal Utility District No. 200,
of Harris County, Texas
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May 31, 2024**

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Independent Auditor's Report

Board of Directors
Harris County Municipal Utility District No. 200,
of Harris County, Texas

Opinions

We have audited the financial statements of the governmental activities and each major fund of Harris County Municipal Utility District No. 200, of Harris County, Texas (the District), as of and for the year ended May 31, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District, as of May 31, 2024, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance, but is not absolute assurance

and, therefore, is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedules required by the Texas Commission on Environmental Quality listed in the table of contents are presented for purposes of

additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Forvis Mazars, LLP

Houston, Texas
October 14, 2024

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Management's Discussion and Analysis
May 31, 2024**

Overview of the Financial Statements

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

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

Government-Wide Financial Statements

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

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

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

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

Fund Financial Statements

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

Governmental Funds

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

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

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

Notes to Financial Statements

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

Financial Analysis of the District as a Whole

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

Summary of Net Position

	<u>2024</u>	<u>2023</u>
Current and other assets	\$ 14,136,839	\$ 13,012,051
Capital assets	<u>15,817,846</u>	<u>16,316,734</u>
Total assets	<u>29,954,685</u>	<u>29,328,785</u>
Deferred outflows of resources	<u>142,171</u>	<u>164,524</u>
Total assets and deferred outflows of resources	<u>\$ 30,096,856</u>	<u>\$ 29,493,309</u>

Summary of Net Position (Continued)

	<u>2024</u>	<u>2023</u>
Long-term liabilities	\$ 13,551,762	\$ 14,194,732
Other liabilities	1,103,826	958,753
Total liabilities	<u>14,655,588</u>	<u>15,153,485</u>
Net position:		
Net investment in capital assets	4,322,962	4,409,605
Restricted	1,703,620	1,428,492
Unrestricted	9,414,686	8,501,727
Total net position	<u>\$ 15,441,268</u>	<u>\$ 14,339,824</u>

The total net position of the District increased by \$1,101,444, or about 8%. The majority of the increase in net position is related to tax revenues intended to pay principal on the District's bonded indebtedness, which is shown as long-term liabilities in the government-wide financial statements, as well as maintenance tax and service revenues exceeding service operations expenses. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Summary of Changes in Net Position

	<u>2024</u>	<u>2023</u>
Revenues:		
Property taxes	\$ 2,877,181	\$ 2,602,500
Sales tax rebates	101,453	85,469
Charges for services	4,034,756	3,968,576
Other revenues	861,511	770,446
Total revenues	<u>7,874,901</u>	<u>7,426,991</u>
Expenses:		
Services	5,582,459	5,029,454
Depreciation	773,682	773,595
Debt service	417,316	401,621
Total expenses	<u>6,773,457</u>	<u>6,204,670</u>
Change in net position	1,101,444	1,222,321
Net position, beginning of year	<u>14,339,824</u>	<u>13,117,503</u>
Net position, end of year	<u>\$ 15,441,268</u>	<u>\$ 14,339,824</u>

Financial Analysis of the District's Funds

The District's combined fund balances as of the end of the fiscal year ended May 31, 2024, were \$12,952,448, an increase of \$956,131 from the prior year.

The general fund's fund balance increased by \$693,417, primarily due to property taxes, sales tax rebates and service revenues and investment income exceeding service operations and capital outlay expenditures.

The special revenue fund's fund balance increased by \$26,905 due to an increase in the District's share of operating reserve.

The debt service fund's fund balance increased by \$114,895, primarily due to property tax revenues exceeding bond principal and interest requirements.

The capital projects fund's fund balance increased by \$120,914, primarily due to investment income exceeding capital outlay expenditures.

General Fund Budgetary Highlights

There were several differences between the final budgetary amounts and actual amounts. The major differences between budget and actual were due to investment income and repairs and maintenance expenditures being greater than anticipated and water service and tap connection and inspection fees revenues, purchased services and capital outlay expenditures being less than anticipated. In addition, regional water fee expenditures incurred were not included in the budget. The fund balance as of May 31, 2024, was expected to be \$9,184,199, and the actual end-of-year fund balance was \$9,128,711.

Capital Assets and Related Debt

Capital Assets

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

Capital Assets (Net of Accumulated Depreciation)

	<u>2024</u>	<u>2023</u>
Land and improvements	\$ 1,458,710	\$ 1,458,710
Construction in progress	508,676	245,979
Water facilities	8,684,349	9,084,353
Wastewater facilities	4,963,441	5,316,384
Buildings and improvements	<u>202,670</u>	<u>211,308</u>
Total capital assets	<u>\$ 15,817,846</u>	<u>\$ 16,316,734</u>

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

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Management's Discussion and Analysis
May 31, 2024**

(Continued)

Construction in progress related to emergency water well No. 3 rework and hydropneumatic tank, Nos. 1 and 2 replacement at water plant, No. 1	\$ 262,697
New service pole and equipment at lift station	<u>12,097</u>
Total additions to capital assets	<u><u>\$ 274,794</u></u>

Debt

The changes in the debt position of the District during the fiscal year ended May 31, 2024, are summarized as follows:

Long-term debt payable, beginning of year	\$ 14,194,732
Decreases in long-term debt	<u>(642,970)</u>
Long-term debt payable, end of year	<u><u>\$ 13,551,762</u></u>

At May 31, 2024, the District had \$73,370,000 of unlimited tax bonds authorized, but unissued, for the purposes of acquiring, constructing and improving the water, sanitary sewer and drainage systems within the District.

The District's bonds carry an underlying rating of "A" from Standard & Poor's. The Refunding Series 2016 and Series 2017 bonds carry a "AA" rating from Standard & Poor's by virtue of bond insurance issued by Build America Mutual Assurance Co. The Refunding Series 2020 and Series 2020A bonds carry a "AA" rating from Standard & Poor's by virtue of bond insurance issued by Assured Guaranty, Inc.

Other Relevant Factors

Relationship to the City of Houston

Under existing Texas law, since the District lies wholly within the extraterritorial jurisdiction of the City of Houston (the City), the District must conform to the City ordinance consenting to the creation of the District.

Strategic Partnership Agreement

Effective November 18, 2003, the District entered into a Strategic Partnership Agreement (the SPA) with the City. Pursuant to the terms of the SPA, the City annexed certain portions of the District for limited purposes. The SPA provides for the levy of City sales tax on qualifying retail sales in the annexed portions of the District. The District will continue to provide water, sewer and drainage services to all properties within its boundaries until full annexation occurs. During the year ended May 31, 2024, the District recorded revenue of \$101,453 under the SPA.

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Statement of Net Position and Governmental Funds Balance Sheet
May 31, 2024**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
Assets							
Cash	\$ 368,770	\$ 361,251	\$ 141,437	\$ 460	\$ 871,918	\$ -	\$ 871,918
Certificates of deposit	940,000	-	-	-	940,000	-	940,000
Short-term investments	8,393,280	-	1,101,485	2,333,756	11,828,521	-	11,828,521
Receivables:							
Property taxes	69,171	-	43,368	-	112,539	-	112,539
Service accounts	189,317	-	-	-	189,317	-	189,317
Sales tax rebates	21,219	-	-	-	21,219	6,216	27,435
Accrued penalty and interest	-	-	-	-	-	23,458	23,458
Accrued interest	22,656	-	-	-	22,656	-	22,656
Interfund receivables	11,807	59,679	-	-	71,486	(71,486)	-
Due from others	38,592	-	-	-	38,592	-	38,592
Prepaid expenditures	54,124	-	-	-	54,124	-	54,124
Due from other districts	-	28,279	-	-	28,279	-	28,279
Capital assets (net of accumulated depreciation):							
Land and improvements	-	-	-	-	-	1,458,710	1,458,710
Construction in progress	-	-	-	-	-	508,676	508,676
Infrastructure	-	-	-	-	-	13,647,790	13,647,790
Buildings and improvements	-	-	-	-	-	202,670	202,670
Total assets	<u>10,108,936</u>	<u>449,209</u>	<u>1,286,290</u>	<u>2,334,216</u>	<u>14,178,651</u>	<u>15,776,034</u>	<u>29,954,685</u>
Deferred Outflows of Resources							
Deferred amount on debt refundings	-	-	-	-	-	142,171	142,171
Total assets and deferred outflows of resources	<u>\$ 10,108,936</u>	<u>\$ 449,209</u>	<u>\$ 1,286,290</u>	<u>\$ 2,334,216</u>	<u>\$ 14,178,651</u>	<u>\$ 15,918,205</u>	<u>\$ 30,096,856</u>

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Statement of Net Position and Governmental Funds Balance Sheet
May 31, 2024**

(Continued)

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
Liabilities							
Accounts payable	\$ 425,319	\$ 69,506	\$ 79,323	\$ -	\$ 574,148	\$ -	\$ 574,148
Accrued interest payable	-	-	-	-	-	61,648	61,648
Customer deposits	405,545	-	-	-	405,545	-	405,545
Due to participants	-	41,974	-	-	41,974	-	41,974
Retainage payable	20,511	-	-	-	20,511	-	20,511
Interfund payables	59,679	-	11,807	-	71,486	(71,486)	-
Long-term liabilities:							
Due within one year	-	-	-	-	-	635,000	635,000
Due after one year	-	-	-	-	-	12,916,762	12,916,762
Total liabilities	<u>911,054</u>	<u>111,480</u>	<u>91,130</u>	<u>-</u>	<u>1,113,664</u>	<u>13,541,924</u>	<u>14,655,588</u>
Deferred Inflows of Resources							
Deferred property tax revenues	<u>69,171</u>	<u>-</u>	<u>43,368</u>	<u>-</u>	<u>112,539</u>	<u>(112,539)</u>	<u>-</u>
Fund Balances/Net Position							
Fund balances:							
Nonspendable, prepaid expenditures	54,124	-	-	-	54,124	(54,124)	-
Restricted:							
Unlimited tax bonds	-	-	1,151,792	-	1,151,792	(1,151,792)	-
Water, sewer and drainage	-	-	-	2,334,216	2,334,216	(2,334,216)	-
Committed, wastewater collection and treatment	-	337,729	-	-	337,729	(337,729)	-
Unassigned	<u>9,074,587</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,074,587</u>	<u>(9,074,587)</u>	<u>-</u>
Total fund balances	<u>9,128,711</u>	<u>337,729</u>	<u>1,151,792</u>	<u>2,334,216</u>	<u>12,952,448</u>	<u>(12,952,448)</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 10,108,936</u>	<u>\$ 449,209</u>	<u>\$ 1,286,290</u>	<u>\$ 2,334,216</u>	<u>\$ 14,178,651</u>		
Net position:							
Net investment in capital assets						4,322,962	4,322,962
Restricted for plant operations						337,729	337,729
Restricted for debt service						1,156,970	1,156,970
Restricted for capital projects						208,921	208,921
Unrestricted						<u>9,414,686</u>	<u>9,414,686</u>
Total net position						<u>\$ 15,441,268</u>	<u>\$ 15,441,268</u>

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Statement of Activities and Governmental Funds Revenues,
Expenditures and Changes in Fund Balances
Year Ended May 31, 2024**

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total	Adjustments	Statement of Activities
Revenues							
Property taxes	\$ 1,778,542	\$ -	\$ 1,078,903	\$ -	\$ 2,857,445	\$ 19,736	\$ 2,877,181
Sales tax rebates	100,146	-	-	-	100,146	1,307	101,453
Sewer surcharge	27,818	-	-	-	27,818	-	27,818
Water service	805,432	-	-	-	805,432	-	805,432
Sewer service	633,410	-	-	-	633,410	-	633,410
Garbage service	200,980	-	-	-	200,980	-	200,980
Regional water fee	1,805,114	-	-	-	1,805,114	-	1,805,114
Water and sewer service to others	413,684	1,113,740	-	-	1,527,424	(965,422)	562,002
Penalty and interest	104,469	-	80,092	-	184,561	(534)	184,027
Tap connection and inspection fees	37,270	-	-	-	37,270	-	37,270
Investment income	461,894	-	52,361	124,518	638,773	-	638,773
Other income	1,071	370	-	-	1,441	-	1,441
Total revenues	6,369,830	1,114,110	1,211,356	124,518	8,819,814	(944,913)	7,874,901
Expenditures/Expenses							
Service operations:							
Purchased services	2,125,775	-	-	-	2,125,775	(965,422)	1,160,353
Regional water fee	668,187	-	-	-	668,187	-	668,187
Professional fees	264,358	25,554	16,942	-	306,854	61,372	368,226
Contracted services	1,046,451	164,036	55,249	-	1,265,736	1,452	1,267,188
Utilities	116,476	104,852	-	-	221,328	-	221,328
Repairs and maintenance	721,222	681,758	-	-	1,402,980	102,773	1,505,753
Other expenditures	294,819	64,161	18,512	97	377,589	-	377,589
Tap connections	13,835	-	-	-	13,835	-	13,835
Capital outlay	363,135	73,749	-	3,507	440,391	(440,391)	-
Depreciation	-	-	-	-	-	773,682	773,682
Debt service:							
Principal retirement	-	-	615,000	-	615,000	(615,000)	-
Interest and fees	-	-	390,758	-	390,758	(8,692)	382,066
Debt issuance costs	35,250	-	-	-	35,250	-	35,250
Total expenditures/expenses	5,649,508	1,114,110	1,096,461	3,604	7,863,683	(1,090,226)	6,773,457
Excess of Revenues Over Expenditures	720,322	-	114,895	120,914	956,131	145,313	

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Statement of Activities and Governmental Funds Revenues,
Expenditures and Changes in Fund Balances
Year Ended May 31, 2024**

(Continued)

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Other Financing Sources (Uses)							
Interfund transfers in (out)	\$ (26,905)	\$ 26,905	\$ -	\$ -	\$ -	\$ -	
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	693,417	26,905	114,895	120,914	956,131	(956,131)	
Change in Net Position						1,101,444	\$ 1,101,444
Fund Balances/Net Position							
Beginning of year	8,435,294	310,824	1,036,897	2,213,302	11,996,317	-	14,339,824
End of year	<u>\$ 9,128,711</u>	<u>\$ 337,729</u>	<u>\$ 1,151,792</u>	<u>\$ 2,334,216</u>	<u>\$ 12,952,448</u>	<u>\$ -</u>	<u>\$ 15,441,268</u>

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

Harris County Municipal Utility District No. 200, of Harris County, Texas (the District) was created by an order of the Texas Water Commission, now known as the Texas Commission on Environmental Quality (the Commission), effective October 8, 1980, in accordance with the Texas Water Code, Chapter 54. The District operates in accordance with Chapters 49 and 54 of the Texas Water Code and is subject to the continuing supervision of the Commission. The principal functions of the District are to finance, construct, own and operate waterworks, wastewater and drainage facilities and to provide such facilities and services to the customers of the District.

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

Reporting Entity

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

The District is a participant in a joint wastewater treatment plant (the Plant), which was formed to maintain and operate wastewater treatment facilities on behalf of all participants, as further described in Note 9. The Board has the responsibility of approving budgets, setting rates and determining the day-to-day operations. The District retains an ongoing financial interest and responsibility. All financial transactions of the Plant are included in the special revenue fund. No separate financial statements are issued for the Plant. Additional financial information regarding the Plant may be obtained from Schwartz, Page & Harding, L.L.P., 1300 Post Oak Boulevard, Suite 1400, Houston, Texas 77056.

Government-Wide and Fund Financial Statements

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

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

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

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Notes to Financial Statements
May 31, 2024**

The District presents the following major governmental funds:

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

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

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

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

Fund Balances – Governmental Funds

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

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

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

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

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

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

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

Measurement Focus and Basis of Accounting

Government-Wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows.

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

Fund Financial Statements

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

Deferred Outflows and Inflows of Resources

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

Interfund Transactions

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

Pension Costs

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

Use of Estimates

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

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Notes to Financial Statements
May 31, 2024**

Investments and Investment Income

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

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

Property Taxes

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

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

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

Capital Assets

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

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

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

	<u>Years</u>
Water production and distribution facilities	10-45
Wastewater collection and treatment facilities	10-45
Buildings and improvements	10-40

Deferred Amount on Debt Refundings

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

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Notes to Financial Statements
May 31, 2024**

Debt Issuance Costs

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

Long-Term Obligations

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

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

Net Position/Fund Balances

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

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

Reconciliation of Government-Wide and Fund Financial Statements

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

Capital assets used in governmental activities are not financial resources and are not reported in the funds.	\$ 15,817,846
Property tax revenue recognition and the related reduction of deferred inflows of resources are subject to availability of funds in the fund financial statements.	112,539
Penalty and interest on delinquent taxes is not receivable in the current period and is not reported in the funds.	23,458
Deferred amount on debt refundings for governmental activities are not financial resources and are not reported in the funds.	142,171
Accrued interest on long-term liabilities is not payable with current financial resources and is not reported in the funds.	(61,648)
Certain sales tax rebate receivables are not receivable in the current period and are not reported in the funds.	6,216
Long-term debt obligations are not due and payable in the current period and are not reported in the funds.	<u>(13,551,762)</u>
Adjustment to fund balances to arrive at net position.	<u><u>\$ 2,488,820</u></u>

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Notes to Financial Statements
May 31, 2024**

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

Change in fund balances.	\$ 956,131
Governmental funds report capital outlays as expenditures. However, for government-wide financial statements, the cost of capitalized assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense and noncapitalized costs exceeded capital outlay expenditures in the current period.	(498,888)
Governmental funds report principal payments on debt as expenditures. These transactions, however, do not have any effect on net position.	615,000
Revenues that do not provide current financial resources are not as revenues for the funds but are reported as revenues in the activities.	20,509
Some expenses previously reported in the statement of activities are reported as expenditures in governmental funds.	<u>8,692</u>
Change in net position of governmental activities.	<u><u>\$ 1,101,444</u></u>

Note 2. Deposits, Investments and Investment Income

Deposits

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

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

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

Investments

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

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Notes to Financial Statements
May 31, 2024**

The District's investment policy may be more restrictive than the Public Funds Investment Act.

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

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

Type	Fair Value	Maturities in Years			
		Less Than 1	1-5	6-10	More Than 10
Texas CLASS	<u>\$ 11,828,521</u>	<u>\$ 11,828,521</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

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

Summary of Carrying Values

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

Carrying value:	
Deposits	\$ 1,811,918
Investments	<u>11,828,521</u>
Total	<u><u>\$ 13,640,439</u></u>

Included in the following statement of net position captions:

Cash	\$ 871,918
Certificates of deposit	940,000
Short-term investments	<u>11,828,521</u>
Total	<u><u>\$ 13,640,439</u></u>

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Notes to Financial Statements
May 31, 2024**

Investment Income

Investment income of \$638,773 for the year ended May 31, 2024, consisted of interest income.

Fair Value Measurements

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

- Pooled investments of \$11,828,521 are valued at fair value per share of the pool's underlying portfolio.

Note 3. Capital Assets

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

Governmental Activities	Balances, Beginning of Year	Additions	Reclassifi- cations	Balances, End of Year
Capital assets, non-depreciable:				
Land and improvements	\$ 1,458,710	\$ -	\$ -	\$ 1,458,710
Construction in progress	245,979	262,697	-	508,676
Total capital assets, non-depreciable	<u>1,704,689</u>	<u>262,697</u>	<u>-</u>	<u>1,967,386</u>
Capital assets, depreciable:				
Water production and distribution facilities	\$ 15,297,697	-	-	15,297,697
Wastewater collection and treatment facilities	10,567,954	12,097	-	10,580,051
Buildings and improvements	324,280	-	-	324,280
Total capital assets, depreciable	<u>26,189,931</u>	<u>12,097</u>	<u>-</u>	<u>26,202,028</u>
Less accumulated depreciation:				
Water production and distribution facilities	(6,213,344)	(400,004)	-	(6,613,348)
Wastewater collection and treatment facilities	(5,251,570)	(365,040)	-	(5,616,610)
Buildings and improvements	(112,972)	(8,638)	-	(121,610)
Total accumulated depreciation	<u>(11,577,886)</u>	<u>(773,682)</u>	<u>-</u>	<u>(12,351,568)</u>
Total governmental activities, net	<u>\$ 16,316,734</u>	<u>\$ (498,888)</u>	<u>\$ -</u>	<u>\$ 15,817,846</u>

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Notes to Financial Statements
May 31, 2024**

Note 4. Long-Term Liabilities

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

Governmental Activities	Balances, Beginning of Year	Decreases	Balances, End of Year	Amounts Due in One Year
Bonds payable:				
General obligation bonds	\$ 14,115,000	\$ 615,000	\$ 13,500,000	\$ 635,000
Add premiums on bonds	222,159	34,455	187,704	-
Less discounts on bonds	142,427	6,485	135,942	-
Total governmental activities long-term liabilities	<u>\$ 14,194,732</u>	<u>\$ 642,970</u>	<u>\$ 13,551,762</u>	<u>\$ 635,000</u>

General Obligation Bonds

	Refunding Series 2016	Series 2017
Amounts outstanding, May 31, 2024	\$2,575,000	\$1,895,000
Interest rates	3.00% to 4.00%	2.00% to 3.50%
Maturity dates, serially beginning/ending	April 1, 2025/2029	April 1, 2025/2040
Interest payment dates	October 1/ April 1	October 1/ April 1
Callable dates*	April 1, 2023	April 1, 2024
	Refunding Series 2020	Series 2020A
Amounts outstanding, May 31, 2024	\$1,825,000	\$7,205,000
Interest rates	2.00% to 3.00%	2.00% to 2.50%
Maturity dates, serially beginning/ending	April 1, 2025/2033	April 1, 2030/2042
Interest payment dates	October 1/ April 1	October 1/ April 1
Callable dates*	April 1, 2025	April 1, 2026

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

Annual Debt Service Requirements

The following schedule shows the annual debt service requirements to pay principal and interest on general obligation bonds outstanding at May 31, 2024.

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Notes to Financial Statements
May 31, 2024**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 635,000	\$ 369,889	\$ 1,004,889
2026	650,000	346,189	996,189
2027	680,000	322,488	1,002,488
2028	705,000	297,588	1,002,588
2029	735,000	271,687	1,006,687
2030-2034	3,625,000	1,057,416	4,682,416
2035-2039	3,970,000	617,162	4,587,162
2040-2042	2,500,000	123,370	2,623,370
Total	<u>\$ 13,500,000</u>	<u>\$ 3,405,789</u>	<u>\$ 16,905,789</u>

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

Bonds voted	\$ 107,700,000
Bonds sold	34,330,000
Refunding bonds voted	29,000,000
Refunding bond authorization used	140,000

Note 5. Significant Bond Order and Commission Requirements

The Bond Orders require that the District levy and collect an ad valorem debt service tax sufficient to pay interest and principal on bonds when due. During the year ended May 31, 2024, the District levied an ad valorem debt service tax at the rate of \$0.2100 per \$100 of assessed valuation, which resulted in a tax levy of \$1,121,825 on the taxable valuation of \$534,203,847 for the 2023 tax year. The interest and principal requirements to be paid from the tax revenues and available resources are \$994,114, of which \$809,169 has been paid and \$184,945 is due October 1, 2024.

Note 6. Maintenance Taxes

At an election held November 3, 2015, voters authorized a maintenance tax not to exceed \$0.75 per \$100 of assessed valuation on all property within the District subject to taxation. During the year ended May 31, 2024, the District levied an ad valorem maintenance tax at the rate of \$0.3467 per \$100 of assessed valuation, which resulted in a tax levy of \$1,852,080 on the taxable valuation of \$534,203,847 for the 2023 tax year. The maintenance tax is being used by the general fund to pay expenditures of operating the District.

Note 7. Strategic Partnership Agreement

The District entered into a Strategic Partnership Agreement (the SPA) with the City of Houston (the City) effective November 18, 2003. Pursuant to the terms of the SPA, the City annexed certain portions of the District for limited purposes. The SPA provides for the levy of City sales tax on qualifying retail sales in the annexed portions of the District. The District will continue to provide water, sewer and drainage services to all properties within its boundaries unless and until full annexation of the District occurs. During the current year, the District recorded \$101,453 in revenues related to the SPA.

Note 8. Regional Water Authority

The District is a member of the Central Harris County Regional Water Authority (the Authority), which was created by the Texas Legislature effective September 1, 2005. The Authority has contracted with the City to provide surface water to collectively (i) reduce groundwater withdrawals, (ii) facilitate compliance with certain regulatory requirements of the Harris-Galveston Subsidence District, and (iii) coordinate the provision of services, facilities and systems in connection therewith. As of May 31, 2024, the Authority was billing the District \$3.51 per 1,000 gallons of water pumped from its wells and \$3.85 for surface water purchased from the Authority. The fees will be used to pay costs of operating the Authority and are subject to future increases.

Note 9. Contracts With Other Districts

Water Supply Contracts

On March 19, 1985, the District entered into an interim water supply contract with Harris County Municipal Utility District No. 205 (District No. 205). The contract was amended and restated September 21, 1993. Effective January 10, 2002, the interim contract was superseded by a permanent water supply agreement between the parties. The agreement was amended August 17, 2004, and again May 18, 2010. Under the permanent water supply agreement, the District agrees to provide water to District No. 205 in the maximum amount of 714,000 gallons per day (gpd) with a minimum monthly payment of \$1,000. The water supply rate charged is to be recalculated and revised annually, beginning December 1, 2003. As of May 31, 2024, the District was charging District No. 205 a rate of \$5.76 per 1,000 gallons of water supplied. During the current year, the District billed \$176,077 to District No. 205 for water.

The District entered into a water supply contract with Harris County Municipal Utility District No. 399 (District No. 399). Under the water supply agreement, the District agrees to provide water to District No. 399 at a rate to be recalculated and revised annually during the term of the agreement. As of May 31, 2024, the District was charging District No. 399 a rate of \$5.76 per 1,000 gallons of water supplied. During the current year, the District billed \$235,892 to District No. 399 for water.

Wastewater Treatment Plant

On January 26, 1982, and as amended October 21, 1986, December 1, 1989, August 31, 2009 and April 25, 2016, the District and Harris County Municipal Utility District No. 215 (District No. 215) entered into an agreement to expand the District's existing 750,000 gpd wastewater treatment plant by 1,100,000 gpd. The expansion was completed in a prior year, with the District owning 1,425,000 gpd capacity and District No. 215 owning 425,000 gpd capacity. The District is to operate and maintain the facility.

The 1989 amendment describes certain plant modifications and, upon completion of the modifications, revised the plant capacity to 1,440,000 gpd. The District's capacity in the facility has been reduced on a proportionate basis.

The District's share of fixed operating costs is based upon the proportionate ownership interest of each district. The District's share of variable operating costs is based on the District's percentage of sewage flow to the treatment facility. Transactions for the current year included in the special revenue fund are summarized as follows.

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Notes to Financial Statements
May 31, 2024**

	<u>The District</u>	<u>District No. 215</u>	<u>Total</u>
Receivable, beginning of year	\$ 90,289	\$ 11,781	\$ 102,070
Billings to participants	965,422	148,318	1,113,740
Payments by and credits to participants	<u>(996,032)</u>	<u>(131,820)</u>	<u>(1,127,852)</u>
Receivable, end of year	<u>\$ 59,679</u>	<u>\$ 28,279</u>	<u>\$ 87,958</u>

The District deposited \$337,729 and District No. 215 deposited \$39,101 in the special revenue fund to ensure that monthly expenditures would be paid on a timely basis.

Note 10. Risk Management

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

Required Supplementary Information

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Budgetary Comparison Schedule – General Fund
Year Ended May 31, 2024**

	<u>Original Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Property taxes	\$ 1,699,904	\$ 1,778,542	\$ 78,638
Sales tax rebates	98,200	100,146	1,946
Sewer surcharge	21,900	27,818	5,918
Water service	934,500	805,432	(129,068)
Sewer service	634,500	633,410	(1,090)
Garbage service	203,800	200,980	(2,820)
Regional water fee	1,774,100	1,805,114	31,014
Water and sewer service to others	348,400	413,684	65,284
Penalty and interest	95,800	104,469	8,669
Tap connection and inspection fees	180,865	37,270	(143,595)
Investment income	301,100	461,894	160,794
Other income	38,300	1,071	(37,229)
Total revenues	<u>6,331,369</u>	<u>6,369,830</u>	<u>38,461</u>
Expenditures			
Service operations:			
Purchased services	2,490,917	2,125,775	365,142
Regional water fee	-	668,187	(668,187)
Professional fees	261,700	264,358	(2,658)
Contracted services	999,200	1,046,451	(47,251)
Utilities	125,500	116,476	9,024
Repairs and maintenance	619,420	721,222	(101,802)
Other expenditures	226,800	294,819	(68,019)
Tap connections	94,927	13,835	81,092
Capital outlay	764,000	363,135	400,865
Debt issuance costs	-	35,250	(35,250)
Total expenditures	<u>5,582,464</u>	<u>5,649,508</u>	<u>(67,044)</u>
Excess of Revenues Over Expenditures	748,905	720,322	(28,583)
Other Financing Uses			
Interfund transfers out	-	(26,905)	(26,905)
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	748,905	693,417	(55,488)
Fund Balance, Beginning of Year	<u>8,435,294</u>	<u>8,435,294</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 9,184,199</u>	<u>\$ 9,128,711</u>	<u>\$ (55,488)</u>

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Budgetary Comparison Schedule – Special Revenue Fund
Year Ended May 31, 2024**

	<u>Original Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Sewer service	\$ 977,520	\$ 1,113,740	\$ 136,220
Other income	600	370	(230)
Total revenues	<u>978,120</u>	<u>1,114,110</u>	<u>135,990</u>
Expenditures			
Service operations:			
Professional fees	20,200	25,554	(5,354)
Contracted services	121,900	164,036	(42,136)
Utilities	100,300	104,852	(4,552)
Repairs and maintenance	598,600	681,758	(83,158)
Other expenditures	62,120	64,161	(2,041)
Capital outlay	75,000	73,749	1,251
Total expenditures	<u>978,120</u>	<u>1,114,110</u>	<u>(135,990)</u>
Excess of Revenues Over Expenditures	-	-	-
Other Financing Sources			
Interfund transfers in	-	26,905	26,905
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	-	26,905	26,905
Fund Balance, Beginning of Year	<u>310,824</u>	<u>310,824</u>	-
Fund Balance, End of Year	<u>\$ 310,824</u>	<u>\$ 337,729</u>	<u>\$ 26,905</u>

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Notes to Required Supplementary Information
May 31, 2024**

Budgets and Budgetary Accounting

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

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

Supplementary Information

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Other Schedules Included Within This Report
May 31, 2024**

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

- [X] Notes Required by the Water District Accounting Manual
See "Notes to Financial Statements," Pages 13-24
- [X] Schedule of Services and Rates
- [X] Schedule of General Fund Expenditures
- [X] Schedule of Temporary Investments
- [X] Analysis of Taxes Levied and Receivable
- [X] Schedule of Long-Term Debt Service Requirements by Years
- [X] Changes in Long-Term Bonded Debt
- [X] Comparative Schedule of Revenues and Expenditures – General Fund and Debt Service Fund –
Five Years
- [X] Board Members, Key Personnel and Consultants

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Schedule of Services and Rates
Year Ended May 31, 2024**

1. Services provided by the District:

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

2. Retail service providers

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

	<u>Minimum Charge</u>	<u>Minimum Usage</u>	<u>Flat Rate Y/N</u>	<u>Rate Per 1,000 Gallons Over Minimum</u>	<u>Usage Levels</u>
Water:	\$ 9.89	10,000	N	\$ 0.90 \$ 1.10 \$ 1.50	10,001 to 20,000 20,001 to 30,000 30,001 to No Limit
Wastewater:	\$ 26.19	0	Y		
Regional water fee:	\$ 3.94	1,000	N	\$ 3.94	1,001 to No Limit

Does the District employ winter averaging for wastewater usage?

Yes No

Total charges per 10,000 gallons usage (including fees):

Water \$ 49.29

Wastewater \$ 26.19

b. Water and wastewater retail connections:

<u>Meter Size</u>	<u>Total Connections</u>	<u>Active Connections</u>	<u>ESFC Factor</u>	<u>Active ESFC*</u>
Unmetered	-	-	x1.0	-
≤ 3/4"	1,115	1,112	x1.0	1,112
1"	12	8	x2.5	20
1 1/2"	12	12	x5.0	60
2"	47	45	x8.0	360
3"	2	2	x15.0	30
4"	14	14	x25.0	350
6"	4	4	x50.0	200
8"	-	-	x80.0	-
10"	-	-	x115.0	-
Total water	1,206	1,197		2,132
Total wastewater	1,171	1,168	x1.0	1,168

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

Gallons pumped into the system:

507,893

Gallons billed to customers:

497,067

Water accountability ratio (gallons billed/gallons pumped):

97.87%

*"ESFC" means equivalent single-family connections

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Schedule of General Fund Expenditures
Year Ended May 31, 2024**

Personnel (including benefits)		\$	-
Professional Fees			
Auditing	\$	24,600	
Legal		81,573	
Engineering		158,185	
Financial advisor		-	264,358
Purchased Services for Resale			
Bulk water and wastewater service purchases			2,125,775
Regional Water Fee			668,187
Contracted Services			
Bookkeeping		65,267	
General manager		-	
Appraisal district		-	
Tax collector		-	
Security		611,304	
Other contracted services		164,927	841,498
Utilities			116,476
Repairs and Maintenance			721,222
Administrative Expenditures			
Directors' fees		19,890	
Office supplies		16,915	
Insurance		53,769	
Other administrative expenditures		204,245	294,819
Capital Outlay			
Capitalized assets		274,794	
Expenditures not capitalized		88,341	363,135
Tap Connection Expenditures			13,835
Solid Waste Disposal			204,953
Fire Fighting			-
Parks and Recreation			-
Other Expenditures			35,250
Total expenditures			\$ 5,649,508

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Schedule of Temporary Investments
May 31, 2024**

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Face Amount</u>	<u>Accrued Interest Receivable</u>
General Fund				
Certificates of Deposit				
No. 91300012112288	5.50%	09/26/24	\$ 235,000	\$ 8,747
No. 440056979	5.50%	09/20/24	235,000	2,408
No. 6000028586	5.50%	01/07/25	235,000	5,099
No. 6550134811	5.65%	12/07/24	235,000	6,402
Texas CLASS	5.43%	Demand	<u>8,393,280</u>	<u>-</u>
			<u>9,333,280</u>	<u>22,656</u>
Debt Service Fund				
Texas CLASS	5.43%	Demand	<u>1,101,485</u>	<u>-</u>
Capital Projects				
Texas CLASS	5.43%	Demand	<u>2,333,756</u>	<u>-</u>
Total			<u><u>\$ 12,768,521</u></u>	<u><u>\$ 22,656</u></u>

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Analysis of Taxes Levied and Receivable
Year Ended May 31, 2024**

	<u>Maintenance Taxes</u>	<u>Debt Service Taxes</u>
Receivable, Beginning of Year	\$ 55,801	\$ 37,002
Additions and corrections to prior years' taxes	<u>(60,168)</u>	<u>(36,556)</u>
Adjusted receivable, beginning of year	<u>(4,367)</u>	<u>446</u>
2023 Original Tax Levy	1,644,778	996,260
Additions and corrections	<u>207,302</u>	<u>125,565</u>
Adjusted tax levy	<u>1,852,080</u>	<u>1,121,825</u>
Total to be accounted for	1,847,713	1,122,271
Tax (collections) repayments:		
Current year	(1,798,934)	(1,089,634)
Prior years	<u>20,392</u>	<u>10,731</u>
Receivable, end of year	<u>\$ 69,171</u>	<u>\$ 43,368</u>
Receivable, by Years		
2023	\$ 53,146	\$ 32,191
2022	8,942	5,180
2021	2,207	1,547
2020	1,692	1,316
2019	1,111	937
2018	591	499
2017	615	636
2016	432	446
2015	333	355
2014	89	229
2013	<u>13</u>	<u>32</u>
Receivable, end of year	<u>\$ 69,171</u>	<u>\$ 43,368</u>

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Analysis of Taxes Levied and Receivable (Continued)
Year Ended May 31, 2024**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Property Valuations				
Land	\$ 146,307,262	\$ 95,104,243	\$ 94,771,939	\$ 90,239,777
Improvements	447,515,325	421,950,801	363,145,978	345,580,498
Personal property	21,189,216	33,443,192	25,995,616	31,283,674
Exemptions	<u>(80,807,956)</u>	<u>(73,283,831)</u>	<u>(58,594,293)</u>	<u>(53,826,243)</u>
Total property valuations	<u>\$ 534,203,847</u>	<u>\$ 477,214,405</u>	<u>\$ 425,319,240</u>	<u>\$ 413,277,706</u>
Tax Rates per \$100 Valuation				
Debt service tax rates	\$ 0.2100	\$ 0.2100	\$ 0.2400	\$ 0.2550
Maintenance tax rates*	<u>0.3467</u>	<u>0.3625</u>	<u>0.3425</u>	<u>0.3280</u>
Total tax rates per \$100 valuation	<u>\$ 0.5567</u>	<u>\$ 0.5725</u>	<u>\$ 0.5825</u>	<u>\$ 0.5830</u>
Tax Levy	<u>\$ 2,973,905</u>	<u>\$ 2,732,046</u>	<u>\$ 2,477,478</u>	<u>\$ 2,409,402</u>
Percent of Taxes Collected to Taxes Levied**	<u>97%</u>	<u>99%</u>	<u>99%</u>	<u>99%</u>

*Maximum tax rate approved by voters: \$0.75 on November 3, 2015

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

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Schedule of Long-Term Debt Service Requirements by Years
May 31, 2024**

Due During Fiscal Years Ending May 31	Refunding Series 2016		
	Principal Due April 1	Interest Due October 1, April 1	Total
2025	\$ 465,000	\$ 103,000	\$ 568,000
2026	485,000	84,400	569,400
2027	515,000	65,000	580,000
2028	540,000	44,400	584,400
2029	570,000	22,800	592,800
Totals	<u>\$ 2,575,000</u>	<u>\$ 319,600</u>	<u>\$ 2,894,600</u>

Harris County Municipal Utility District No. 200,
of Harris County, Texas
Schedule of Long-Term Debt Service Requirements by Years
May 31, 2024

(Continued)

Due During Fiscal Years Ending May 31	Series 2017		
	Principal Due April 1	Interest Due October 1, April 1	Total
2025	\$ 100,000	\$ 60,688	\$ 160,688
2026	100,000	57,688	157,688
2027	100,000	54,688	154,688
2028	100,000	51,687	151,687
2029	100,000	48,687	148,687
2030	105,000	45,687	150,687
2031	105,000	42,537	147,537
2032	105,000	39,387	144,387
2033	105,000	36,237	141,237
2034	135,000	33,087	168,087
2035	140,000	28,700	168,700
2036	140,000	24,150	164,150
2037	140,000	19,425	159,425
2038	140,000	14,700	154,700
2039	140,000	9,800	149,800
2040	140,000	4,900	144,900
Totals	<u>\$ 1,895,000</u>	<u>\$ 572,048</u>	<u>\$ 2,467,048</u>

Harris County Municipal Utility District No. 200,
of Harris County, Texas
Schedule of Long-Term Debt Service Requirements by Years
May 31, 2024

(Continued)

Due During Fiscal Years Ending May 31	Refunding Series 2020		
	Principal Due April 1	Interest Due October 1, April 1	Total
2025	\$ 70,000	\$ 42,419	\$ 112,419
2026	65,000	40,318	105,318
2027	65,000	39,018	104,018
2028	65,000	37,718	102,718
2029	65,000	36,418	101,418
2030	355,000	35,118	390,118
2031	370,000	27,575	397,575
2032	380,000	19,250	399,250
2033	390,000	9,750	399,750
Totals	<u>\$ 1,825,000</u>	<u>\$ 287,584</u>	<u>\$ 2,112,584</u>

Harris County Municipal Utility District No. 200,
of Harris County, Texas
Schedule of Long-Term Debt Service Requirements by Years
May 31, 2024

(Continued)

Due During Fiscal Years Ending May 31	Series 2020A		
	Principal Due April 1	Interest Due October 1, April 1	Total
2025	\$ -	\$ 163,782	\$ 163,782
2026	-	163,783	163,783
2027	-	163,782	163,782
2028	-	163,783	163,783
2029	-	163,782	163,782
2030	250,000	163,783	413,783
2031	250,000	158,782	408,782
2032	250,000	153,783	403,783
2033	250,000	148,782	398,782
2034	575,000	143,658	718,658
2035	600,000	131,582	731,582
2036	620,000	118,683	738,683
2037	650,000	105,042	755,042
2038	685,000	90,418	775,418
2039	715,000	74,662	789,662
2040	750,000	57,860	807,860
2041	780,000	39,860	819,860
2042	830,000	20,750	850,750
Totals	\$ 7,205,000	\$ 2,226,557	\$ 9,431,557

Harris County Municipal Utility District No. 200,
of Harris County, Texas
Schedule of Long-Term Debt Service Requirements by Years
May 31, 2024

(Continued)

Due During Fiscal Years Ending May 31	Annual Requirements For All Series		
	Total Principal Due	Total Interest Due	Total Principal and Interest Due
2025	\$ 635,000	\$ 369,889	\$ 1,004,889
2026	650,000	346,189	996,189
2027	680,000	322,488	1,002,488
2028	705,000	297,588	1,002,588
2029	735,000	271,687	1,006,687
2030	710,000	244,588	954,588
2031	725,000	228,894	953,894
2032	735,000	212,420	947,420
2033	745,000	194,769	939,769
2034	710,000	176,745	886,745
2035	740,000	160,282	900,282
2036	760,000	142,833	902,833
2037	790,000	124,467	914,467
2038	825,000	105,118	930,118
2039	855,000	84,462	939,462
2040	890,000	62,760	952,760
2041	780,000	39,860	819,860
2042	830,000	20,750	850,750
Totals	\$ 13,500,000	\$ 3,405,789	\$ 16,905,789

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Changes in Long-Term Bonded Debt
Year Ended May 31, 2024**

	Bond Issues				Totals
	Refunding Series 2016	Series 2017	Refunding Series 2020	Series 2020A	
Interest rates	3.00% to 4.00%	2.00% to 3.50%	2.00% to 3.00%	2.00% to 2.50%	
Dates interest payable	October 1/ April 1	October 1/ April 1	October 1/ April 1	October 1/ April 1	
Maturity dates	April 1, 2025/2029	April 1, 2025/2040	April 1, 2025/2033	April 1, 2030/2042	
Bonds outstanding, beginning of current year	\$ 3,020,000	\$ 1,995,000	\$ 1,895,000	\$ 7,205,000	\$ 14,115,000
Retirements, principal	<u>445,000</u>	<u>100,000</u>	<u>70,000</u>	<u>-</u>	<u>615,000</u>
Bonds outstanding, end of current year	<u>\$ 2,575,000</u>	<u>\$ 1,895,000</u>	<u>\$ 1,825,000</u>	<u>\$ 7,205,000</u>	<u>\$ 13,500,000</u>
Interest paid during current year	<u>\$ 116,350</u>	<u>\$ 63,688</u>	<u>\$ 44,519</u>	<u>\$ 163,783</u>	<u>\$ 388,340</u>

Paying agent's name and address:

Series 2016 - Regions Bank, N.A., Houston, Texas
Series 2017 - Regions Bank, N.A., Houston, Texas
Series 2020 - Regions Bank, N.A., Houston, Texas
Series 2020A - Regions Bank, N.A., Houston, Texas

Bond authority:

	Tax Bonds	Other Bonds	Refunding Bonds
Amount authorized by voters	\$ 107,700,000	\$ -	\$ 29,000,000
Amount issued	<u>\$ 34,330,000</u>	<u>\$ -</u>	<u>\$ 140,000</u>
Remaining to be issued	<u>\$ 73,370,000</u>	<u>\$ -</u>	<u>\$ 28,860,000</u>

Debt service fund cash and temporary investment balances as of May 31, 2024: \$ 1,242,922

Average annual debt service payment (principal and interest) for remaining term of all debt: \$ 939,211

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Comparative Schedule of Revenues and Expenditures – General Fund
Five Years Ended May 31,**

	Amounts				
	2024	2023	2022	2021	2020
General Fund					
Revenues					
Property taxes	\$ 1,778,542	\$ 1,679,323	\$ 1,490,389	\$ 1,227,865	\$ 1,158,893
Sales tax rebates	100,146	85,637	81,636	82,225	77,572
Sewer surcharge	27,818	21,335	21,411	21,703	14,551
Water service	805,432	947,260	969,587	917,530	932,223
Sewer service	633,410	626,974	624,488	620,028	624,775
Garbage service	200,980	201,562	193,582	188,229	175,917
Regional water fee	1,805,114	1,709,586	1,590,247	1,554,552	1,582,988
Water and sewer service to others	413,684	322,299	241,745	249,626	258,225
Penalty and interest	104,469	89,346	78,239	37,414	50,779
Tap connection and inspection fees	37,270	221,145	35,535	61,190	57,765
Investment income	461,894	263,399	19,201	39,364	119,778
Other income	1,071	40,388	29,433	24,725	32,660
Total revenues	<u>6,369,830</u>	<u>6,208,254</u>	<u>5,375,493</u>	<u>5,024,451</u>	<u>5,086,126</u>
Expenditures					
Service operations:					
Purchased services	2,125,775	1,772,678	2,292,527	1,553,619	1,671,645
Regional water fee	668,187	819,279	379,574	623,380	734,431
Professional fees	264,358	304,862	226,537	204,596	186,774
Contracted services	1,046,451	967,476	909,856	887,642	862,838
Utilities	116,476	121,280	98,250	108,327	100,270
Repairs and maintenance	721,222	488,582	447,818	507,279	419,785
Other expenditures	294,819	193,719	212,162	155,802	168,171
Tap connections	13,835	116,287	-	19,396	20,371
Debt service, debt issuance costs	35,250	-	-	-	67,155
Capital outlay	363,135	142,376	473,258	79,076	666,771
Total expenditures	<u>5,649,508</u>	<u>4,926,539</u>	<u>5,039,982</u>	<u>4,139,117</u>	<u>4,898,211</u>
Excess of Revenues Over Expenditures	720,322	1,281,715	335,511	885,334	187,915
Other Financing Sources (Uses)					
Interfund transfers in (out)	<u>(26,905)</u>	<u>(48,847)</u>	<u>17,400</u>	<u>304,203</u>	<u>(146,926)</u>
Excess of Revenues and Other Financial Sources Over Expenditures and Other Financial Uses	693,417	1,232,868	352,911	1,189,537	40,989
Fund Balance, Beginning of Year	<u>8,435,294</u>	<u>7,202,426</u>	<u>6,849,515</u>	<u>5,659,978</u>	<u>5,618,989</u>
Fund Balance, End of Year	<u>\$ 9,128,711</u>	<u>\$ 8,435,294</u>	<u>\$ 7,202,426</u>	<u>\$ 6,849,515</u>	<u>\$ 5,659,978</u>
Total Active Retail Water Connections	<u>1,197</u>	<u>1,234</u>	<u>1,184</u>	<u>1,183</u>	<u>1,171</u>
Total Active Retail Wastewater Connections	<u>1,168</u>	<u>1,203</u>	<u>1,153</u>	<u>1,155</u>	<u>1,140</u>

Percent of Fund Total Revenues

<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
27.9 %	27.0 %	27.7 %	24.4 %	22.8 %
1.6	1.4	1.5	1.6	1.5
0.4	0.3	0.4	0.4	0.3
12.7	15.3	18.0	18.3	18.3
9.9	10.1	11.6	12.3	12.3
3.2	3.3	3.6	3.8	3.5
28.3	27.5	29.6	30.9	31.1
6.5	5.2	4.5	5.0	5.1
1.6	1.4	1.5	0.8	1.0
0.6	3.6	0.7	1.2	1.1
7.3	4.2	0.4	0.8	2.4
0.0	0.7	0.5	0.5	0.6
100.0	100.0	100.0	100.0	100.0
33.4	28.5	42.7	30.9	32.9
10.5	13.2	7.1	12.4	14.4
4.2	4.9	4.2	4.1	3.7
16.4	15.6	16.9	17.7	17.0
1.8	2.0	1.8	2.1	2.0
11.3	7.9	8.3	10.1	8.2
4.6	3.1	4.0	3.1	3.3
0.2	1.9	-	0.4	0.4
0.6	-	-	-	1.3
5.7	2.3	8.8	1.6	13.1
88.7	79.4	93.8	82.4	96.3
11.3 %	20.6 %	6.2 %	17.6 %	3.7 %

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Comparative Schedule of Revenues and Expenditures – Debt Service Fund
Five Years Ended May 31,**

	Amounts				
	2024	2023	2022	2021	2020
Debt Service Fund					
Revenues					
Property taxes	\$ 1,078,903	\$ 965,236	\$ 1,051,984	\$ 954,455	\$ 977,747
Penalty and interest	80,092	40,648	45,930	12,667	55,031
Investment income	52,361	34,917	3,358	9,666	23,695
Total revenues	<u>1,211,356</u>	<u>1,040,801</u>	<u>1,101,272</u>	<u>976,788</u>	<u>1,056,473</u>
Expenditures					
Current:					
Professional fees	16,942	6,037	13,318	5,487	8,064
Contracted services	55,249	51,391	47,475	46,119	41,734
Other expenditures	18,512	13,385	9,315	12,846	13,073
Debt service:					
Principal retirement	615,000	595,000	580,000	570,000	535,000
Interest and fees	390,758	409,220	419,908	397,783	287,863
Debt issuance costs	-	-	-	897	111,613
Debt defeasance	-	-	-	-	30,000
Total expenditures	<u>1,096,461</u>	<u>1,075,033</u>	<u>1,070,016</u>	<u>1,033,132</u>	<u>1,027,347</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>114,895</u>	<u>(34,232)</u>	<u>31,256</u>	<u>(56,344)</u>	<u>29,126</u>
Other Financing Sources (Uses)					
General obligation bonds issued	-	-	-	-	2,105,000
Deposit with escrow agent	-	-	-	-	(1,976,345)
Discount on debt issued	-	-	-	-	(12,186)
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>116,469</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	<u>114,895</u>	<u>(34,232)</u>	<u>31,256</u>	<u>(56,344)</u>	<u>145,595</u>
Fund Balance, Beginning of Year	<u>1,036,897</u>	<u>1,071,129</u>	<u>1,039,873</u>	<u>1,096,217</u>	<u>950,622</u>
Fund Balance, End of Year	<u>\$ 1,151,792</u>	<u>\$ 1,036,897</u>	<u>\$ 1,071,129</u>	<u>\$ 1,039,873</u>	<u>\$ 1,096,217</u>

Percent of Fund Total Revenues

<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
89.1 %	92.7 %	95.5 %	97.7 %	92.6 %
6.6	3.9	4.2	1.3	5.2
4.3	3.4	0.3	1.0	2.2
<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>
1.4	0.6	1.2	0.6	0.8
4.6	4.9	4.3	4.7	4.0
1.5	1.3	0.9	1.3	1.2
50.8	57.2	52.7	58.4	50.6
32.2	39.3	38.1	40.7	27.2
-	-	-	0.1	10.6
-	-	-	-	2.8
<u>90.5</u>	<u>103.3</u>	<u>97.2</u>	<u>105.8</u>	<u>97.2</u>
<u>9.5 %</u>	<u>(3.3) %</u>	<u>2.8 %</u>	<u>(5.8) %</u>	<u>2.8 %</u>

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Board Members, Key Personnel and Consultants
Year Ended May 31, 2024**

Complete District mailing address:	Harris County Municipal Utility District No. 200, of Harris County, Texas c/o Schwartz, Page & Harding, L.L.P. 1300 Post Oak Boulevard, Suite 2400 Houston, Texas 77056
District business telephone number:	713.623.4531
Submission date of the most recent District Registration Form (TWC Sections 36.054 and 49.054):	July 16, 2024
Limit on fees of office that a director may receive during a fiscal year:	\$ 7,200

<u>Board Members</u>	<u>Term of Office Elected & Expires</u>	<u>Fees*</u>	<u>Expense Reimbursements</u>	<u>Title at Year-End</u>
James Wright	Elected 05/22- 05/26	\$ 5,083	\$ 2,848	President
George Robinson	Elected 05/22- 05/26	4,199	1,268	Assistant Secretary
Tanya Wilson	Elected 05/24- 05/28	3,757	1,328	Assistant Secretary
Margaret Sokolowksa	Elected 05/24- 05/28	-	-	Director
Deanna Brown	Elected 05/22- 05/24	4,199	1,546	Resigned
Yvonne Smith	Elected 05/24- 05/28	2,652	167	Term Expired

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

**Harris County Municipal Utility District No. 200,
of Harris County, Texas
Board Members, Key Personnel and Consultants
Year Ended May 31, 2024**

(Continued)

Consultants	Date Hired	Fees and Expense Reimbursements	Title
FORVIS, LLP	04/10/86	\$ 28,400	Auditor
Harris Central Appraisal District	Legislative Action	16,013	Appraiser
Masterson Advisors LLC	05/15/18	0	Financial Advisor
Municipal Accounts & Consulting, L.P.	11/18/80	86,235	Bookkeeper
Municipal Operations & Consulting, Inc.	08/01/02	1,831,182	Operator
Quiddity Engineering LLC	10/14/80	353,638	Engineer
Schwartz, Page & Harding, L.L.P.	10/14/80	118,709	General Counsel
Ted A. Cox, P.C.	04/16/96	1,465	Delinquent Tax Attorney
Wheeler & Associates, Inc.	01/22/81	47,373	Tax Assessor/ Collector
Investment Officers			
Mark M. Burton and Ghia Lewis	07/20/04	N/A	Bookkeepers