

**FORT BEND COUNTY MUNICIPAL
UTILITY DISTRICT NO. 155**

FORT BEND COUNTY, TEXAS

FINANCIAL REPORT

April 30, 2023

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McGRATH & CO., PLLC

Certified Public Accountants

2900 North Loop West, Suite 880

Houston, Texas 77092

Independent Auditor's Report

Board of Directors
Fort Bend County Municipal Utility District No. 155
Fort Bend County, Texas

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Fort Bend County Municipal Utility District No. 155 (the "District"), as of and for the year ended April 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 each major fund of Fort Bend County Municipal Utility District No. 155, as of April 30, 2023, 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. 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 budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied

***Board of Directors
Fort Bend County Municipal Utility District No. 155
Fort Bend County, Texas***

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

McGrath & Co, PLLC

Houston, Texas
August 14, 2023

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Management's Discussion and Analysis

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***Fort Bend County Municipal Utility District No. 155
Management's Discussion and Analysis
April 30, 2023***

Using this Annual Report

Within this section of the financial report of Fort Bend County Municipal Utility District No. 155 (the "District"), the District's Board of Directors provides a narrative discussion and analysis of the financial activities of the District for the fiscal year ended April 30, 2023. This analysis should be read in conjunction with the independent auditor's report and the basic financial statements that follow this section.

In addition to this discussion and analysis, this annual report consists of:

- The District's basic financial statements;
- Notes to the basic financial statements, which provide additional information essential to a full understanding of the data provided in the financial statements;
- Supplementary information required by the Governmental Accounting Standards Board (GASB) concerning the District's budget; and
- Other Texas supplementary information required by the District's state oversight agency, the Texas Commission on Environmental Quality (TCEQ).

Overview of the Financial Statements

The District prepares its basic financial statements using a format that combines fund financial statements and government-wide statements onto one financial statement. The combined statements are the *Statement of Net Position and Governmental Funds Balance Sheet* and the *Statement of Activities and Governmental Funds Revenues, Expenditures and Changes in Fund Balances*. Each statement contains an adjustments column which quantifies the differences between the government-wide and fund level statements. Additional details of the adjustments are provided in Note 2 to the basic financial statements.

Government-Wide Financial Statements

The focus of government-wide financial statements is on the overall financial position and activities of the District, both long-term and short-term. The District's government-wide financial statements consist of the *Statement of Net Position* and the *Statement of Activities*, which are prepared using the accrual basis of accounting. The *Statement of Net Position* includes all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the residual reported as net position. Over time, changes in net position may provide a useful indicator of whether the financial position of the District as a whole is improving or deteriorating.

Accounting standards establish three components of net position. The net investment in capital assets component represents the District's investments in capital assets, less any outstanding debt or other borrowings used to acquire those assets. Resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The restricted component of net position consists of financial resources that are restricted for a specific purpose by enabling legislation or external parties. The unrestricted component of net position represents resources not included in the other components.

Fort Bend County Municipal Utility District No. 155
Management's Discussion and Analysis
April 30, 2023

The *Statement of Activities* reports how the District's net position has changed during the fiscal year. All revenues and expenses are included on this statement, regardless of whether cash has been received or paid.

Fund Financial Statements

The fund financial statements include the *Governmental Funds Balance Sheet* and the *Governmental Funds Revenues, Expenditures and Changes in Fund Balances*. The focus of fund financial statements is on specific activities of the District rather than the District as a whole, reported using modified accrual accounting. These statements report on the District's use of available financial resources and the balances of available financial resources at the end of the year. 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, governmental statutes or regulations.

For further discussion on the government-wide and fund financial statements, please refer to Note 1 in the financial statements.

Financial Analysis of the District as a Whole

The District's net position at April 30, 2023, was \$3,568,168. A comparative summary of the District's overall financial position, as of April 30, 2023 and 2022, is as follows:

	2023	2022
Current and other assets	\$ 13,266,331	\$ 9,198,249
Capital assets	28,528,182	29,001,748
Total assets	<u>41,794,513</u>	<u>38,199,997</u>
Total deferred outflows of resources	<u>289,056</u>	<u>312,985</u>
Current liabilities	1,901,350	1,777,857
Long-term liabilities	36,614,051	35,006,231
Total liabilities	<u>38,515,401</u>	<u>36,784,088</u>
Net position		
Net investment in capital assets	(6,385,519)	(6,730,335)
Restricted	4,848,898	4,427,560
Unrestricted	5,104,789	4,031,669
Total net position	<u>\$ 3,568,168</u>	<u>\$ 1,728,894</u>

Fort Bend County Municipal Utility District No. 155
Management's Discussion and Analysis
April 30, 2023

The total net position of the District increased during the current fiscal year by \$1,839,274. A comparative summary of the District's *Statement of Activities* for the past two years is as follows:

	2023	2022
Revenues		
Water and sewer service	\$ 1,482,225	\$ 1,411,586
Property taxes, penalties and interest	4,901,861	4,276,689
Other	1,263,817	877,961
Total revenues	<u>7,647,903</u>	<u>6,566,236</u>
Expenses		
Current service operations	3,682,902	3,437,033
Debt interest and fees	1,072,297	1,132,273
Debt issuance costs	348,884	306,826
Depreciation and amortization	704,546	704,546
Total expenses	<u>5,808,629</u>	<u>5,580,678</u>
Change in net position before other item	1,839,274	985,558
Other item		
Capital contributions		1,071,127
Change in net position	1,839,274	2,056,685
Net position, beginning of year	1,728,894	(327,791)
Net position, end of year	<u>\$ 3,568,168</u>	<u>\$ 1,728,894</u>

Financial Analysis of the District's Funds

The District's combined fund balances, as of April 30, 2023, were \$12,789,033, which consists of \$5,078,089 in the General Fund, \$5,014,650 in the Debt Service Fund, \$2,696,294 in the Capital Projects Fund.

General Fund

A comparative summary of the General Fund's financial position as of April 30, 2023 and 2022 is as follows:

	2023	2022
Total assets	<u>\$ 5,515,583</u>	<u>\$ 4,435,888</u>
Total liabilities	\$ 410,794	\$ 404,219
Total deferred inflows	26,700	19,066
Total fund balance	<u>5,078,089</u>	<u>4,012,603</u>
Total liabilities, deferred inflows and fund balance	<u>\$ 5,515,583</u>	<u>\$ 4,435,888</u>

***Fort Bend County Municipal Utility District No. 155
Management's Discussion and Analysis
April 30, 2023***

A comparative summary of the General Fund's activities for the current and prior fiscal year is as follows:

	<u>2023</u>	<u>2022</u>
Total revenues	\$ 4,929,898	\$ 3,981,685
Total expenditures	<u>(3,864,412)</u>	<u>(3,577,386)</u>
Revenues over expenditures	<u>\$ 1,065,486</u>	<u>\$ 404,299</u>

The District manages its activities with the objectives of ensuring that expenditures will be adequately covered by revenues each year and that an adequate fund balance is maintained. The District's primary financial resources in the General Fund are from a property tax levy, the provision of water and sewer services to customers within the District, fire protection services, and tap connection fees charged to homebuilders in the District. Financial resources are influenced by a variety of factors each year:

- Property tax revenues are dependent upon assessed values in the District and the maintenance tax rate set by the District. Property tax revenues increased because the District increased its maintenance tax levy and assessed values in the District increased from the prior year.
- Water, sewer and surface water revenues are dependent upon customer usage, which fluctuates from year to year as a result of factors beyond the District's control.
- Revenues from providing fire protection services are based on the number of connections in the District and remain consistent from year to year.
- Tap connection fees fluctuate with homebuilding activity within the District.

Debt Service Fund

A comparative summary of the Debt Service Fund's financial position as of April 30, 2023 and 2022 is as follows:

	<u>2023</u>	<u>2022</u>
Total assets	<u>\$ 5,053,954</u>	<u>\$ 4,595,695</u>
Total deferred inflows	\$ 39,304	\$ 36,078
Total fund balance	<u>5,014,650</u>	<u>4,559,617</u>
Total deferred inflows and fund balance	<u>\$ 5,053,954</u>	<u>\$ 4,595,695</u>

Fort Bend County Municipal Utility District No. 155
Management's Discussion and Analysis
April 30, 2023

A comparative summary of the Debt Service Fund's activities for the current and prior fiscal year is as follows:

	<u>2023</u>	<u>2022</u>
Total revenues	\$ 2,658,189	\$ 2,584,853
Total expenditures	<u>(2,203,156)</u>	<u>(2,618,657)</u>
Revenues over/(under) expenditures	455,033	(33,804)
Other changes in fund balance		440,000
Net change in fund balance	<u>\$ 455,033</u>	<u>\$ 406,196</u>

The District's financial resources in the Debt Service Fund in both the current year and prior year are from property tax revenues. The difference between these financial resources and debt service requirements resulted in an increase in fund balance each year. It is important to note that the District sets its annual debt service tax rate as recommended by its financial advisor, who monitors projected cash flows in the Debt Service Fund to ensure that the District will be able to meet its future debt service requirements.

During the prior year, the District issued \$8,610,000 in refunding bonds to refund \$8,170,000 of its outstanding Series 2013 and Series 2014 bonds. This refunding will save the District \$1,562,725 in future debt service requirements.

Capital Projects Fund

A comparative summary of the Capital Projects Fund's financial position as of April 30, 2023 and 2022 is as follows:

	<u>2023</u>	<u>2022</u>
Total assets	<u>\$ 2,696,794</u>	<u>\$ 166,666</u>
Total liabilities	\$ 500	\$ 503
Total fund balance	<u>2,696,294</u>	<u>166,163</u>
Total liabilities and fund balance	<u>\$ 2,696,794</u>	<u>\$ 166,666</u>

A comparative summary of activities in the Capital Projects Fund for the current and prior fiscal year is as follows:

	<u>2023</u>	<u>2022</u>
Total revenues	\$ 48,956	\$ 11
Total expenditures	<u>(1,518,825)</u>	<u>(30,272)</u>
Revenues under expenditures	(1,469,869)	(30,261)
Other changes in fund balance	4,000,000	
Net change in fund balance	<u>\$ 2,530,131</u>	<u>\$ (30,261)</u>

Fort Bend County Municipal Utility District No. 155
Management's Discussion and Analysis
April 30, 2023

The District has had considerable capital asset activity in the current year, which was financed with proceeds from the issuance of its Series 2022 Unlimited Tax Park Bonds. The District did not have considerable capital asset activity in the prior year.

General Fund Budgetary Highlights

The Board of Directors adopts an annual unappropriated budget for the General Fund prior to the beginning of each fiscal year. The Board amended the budget during the year to reflect changes in anticipated expenditures.

Since the District's budget is primarily a planning tool, actual results varied from the budgeted amounts. Actual net change in fund balance was \$1,023,906 greater than budgeted. The *Budgetary Comparison Schedule* on page 38 of this report provides variance information per financial statement line item.

Capital Assets

The District has entered into financing agreements with its developers for the financing of the construction of capital assets within the District. Developers will be reimbursed from proceeds of future bond issues or other lawfully available funds. These developer funded capital assets are recorded on the District's financial statements upon completion of construction.

Capital assets held by the District at April 30, 2023 and 2022 are summarized as follows:

	<u>2023</u>	<u>2022</u>
Capital assets not being depreciated		
Land and improvements	\$ 8,630,897	\$ 8,630,897
Construction in progress	477,713	246,733
	<u>9,108,610</u>	<u>8,877,630</u>
Capital assets being depreciated/amortized		
Infrastructure	20,167,501	20,167,501
Investment in regional facilities	3,556,180	3,556,180
Connection charges	2,156,487	2,156,487
Landscaping improvements	142,606	142,606
	<u>26,022,774</u>	<u>26,022,774</u>
Less accumulated depreciation/amortization		
Infrastructure	(4,632,296)	(4,181,197)
Investment in regional facilities	(952,863)	(873,836)
Connection charges	(984,961)	(817,654)
Landscaping improvements	(33,082)	(25,969)
	<u>(6,603,202)</u>	<u>(5,898,656)</u>
Depreciable capital assets, net	<u>19,419,572</u>	<u>20,124,118</u>
Capital assets, net	<u>\$ 28,528,182</u>	<u>\$ 29,001,748</u>

Fort Bend County Municipal Utility District No. 155
Management's Discussion and Analysis
April 30, 2023

The District's construction in progress is for improvements to existing facilities and the District's share of improvements to regional facilities.

Long-Term Debt and Related Liabilities

At April 30, 2023 and 2022, the District had total bonded debt outstanding as shown below:

Series	2023	2022
2013	\$ -	\$ 25,000
2014		165,000
2015 Refunding	3,760,000	4,070,000
2016	4,825,000	4,945,000
2016A	3,385,000	3,515,000
2018	6,830,000	7,040,000
2018A Refunding	1,490,000	1,565,000
2019	3,895,000	4,020,000
2021	1,450,000	1,450,000
2021 Refunding	8,480,000	8,525,000
2022	4,000,000	
	<u>\$ 38,115,000</u>	<u>\$ 35,320,000</u>

During the current year, the District issued \$4,000,000 in unlimited tax park bonds. At April 30, 2023, the District had \$55,870,000 unlimited tax bonds authorized, but unissued for the purposes of acquiring, constructing and improving the water, sanitary sewer and drainage systems within the District; \$7,000,000 for parks and recreational facilities; and \$61,450,000 for refunding purposes.

Next Year's Budget

In establishing the budget for the next fiscal year, the Board considered various economic factors that may affect the District, most notably projected revenues from property taxes and water/sewer services and the projected cost of operating the District and providing services to customers. A comparison of next year's budget to current year actual amounts for the General Fund is as follows:

	2023 Actual	2024 Budget
Total revenues	\$ 4,929,898	\$ 4,736,113
Total expenditures	(3,864,412)	(5,101,920)
Revenues over/(under) expenditures	1,065,486	(365,807)
Beginning fund balance	4,012,603	5,078,089
Ending fund balance	<u>\$ 5,078,089</u>	<u>\$ 4,712,282</u>

Property Taxes

The District's property tax base increased approximately \$60,332,000 for the 2023 tax year from \$504,395,164 to \$564,726,717, based on preliminary values.

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Basic Financial Statements

Fort Bend County Municipal Utility District No. 155
Statement of Net Position and Governmental Funds Balance Sheet
April 30, 2023

	General Fund	Debt Service Fund	Capital Projects Fund	Total	Adjustments	Statement of Net Position
Assets						
Cash	\$ 163,854	\$ -	\$ 797	\$ 164,651	\$ -	\$ 164,651
Investments	4,988,626	5,014,650	2,700,497	12,703,773		12,703,773
Taxes receivable	26,700	39,304		66,004		66,004
Customer service receivables	252,403			252,403		252,403
Internal balances	4,500		(4,500)			
Operating reserve	60,000			60,000		60,000
Prepaid items	19,500			19,500		19,500
Capital assets not being depreciated					9,108,610	9,108,610
Capital assets, net					19,419,572	19,419,572
Total Assets	\$ 5,515,583	\$ 5,053,954	\$ 2,696,794	\$ 13,266,331	28,528,182	41,794,513
Deferred Outflows of Resources						
Deferred difference on refunding					289,056	289,056
Liabilities						
Accounts payable	\$ 133,840	\$ -	\$ 500	\$ 134,340		134,340
Other payables	3,597			3,597		3,597
Customer deposits	55,570			55,570		55,570
Due to other governments	217,787			217,787		217,787
Accrued interest payable					205,056	205,056
Long-term debt						
Due within one year					1,285,000	1,285,000
Due after one year					36,614,051	36,614,051
Total Liabilities	410,794		500	411,294	38,104,107	38,515,401
Deferred Inflows of Resources						
Deferred property taxes	26,700	39,304		66,004	(66,004)	
Fund Balances/Net Position						
Fund Balances						
Nonspendable	79,500			79,500	(79,500)	
Restricted		5,014,650	2,696,294	7,710,944	(7,710,944)	
Unassigned	4,998,589			4,998,589	(4,998,589)	
Total Fund Balances	5,078,089	5,014,650	2,696,294	12,789,033	(12,789,033)	
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 5,515,583	\$ 5,053,954	\$ 2,696,794	\$ 13,266,331		
Net Position						
Net investment in capital assets					(6,385,519)	(6,385,519)
Restricted for debt service					4,848,898	4,848,898
Unrestricted					5,104,789	5,104,789
Total Net Position					\$ 3,568,168	\$ 3,568,168

See notes to basic financial statements.

Fort Bend County Municipal Utility District No. 155
Statement of Activities and Governmental Funds Revenues, Expenditures and Changes in Fund Balances
For the Year Ended April 30, 2023

	General Fund	Debt Service Fund	Capital Projects Fund	Total	Adjustments	Statement of Activities
Revenues						
Water service	\$ 593,471	\$ -	\$ -	\$ 593,471	\$ -	\$ 593,471
Sewer service	888,754			888,754		888,754
Property taxes	2,312,622	2,518,412		4,831,034	8,728	4,839,762
Penalties and interest	54,783	5,184		59,967	2,132	62,099
Tap connection and inspection	11,455			11,455		11,455
Surface water	532,121			532,121		532,121
Fire protection	400,671			400,671		400,671
Miscellaneous	7,174			7,174		7,174
Investment earnings	128,847	134,593	48,956	312,396		312,396
Total Revenues	4,929,898	2,658,189	48,956	7,637,043	10,860	7,647,903
Expenditures/Expenses						
Current service operations						
Purchased services	1,201,937			1,201,937		1,201,937
Professional fees	195,171		44,470	239,641		239,641
Contracted services	1,052,875			1,052,875		1,052,875
Repairs and maintenance	443,665			443,665		443,665
Utilities	9,506			9,506		9,506
Surface water	615,978			615,978		615,978
Administrative	80,382			80,382		80,382
Other	38,918			38,918		38,918
Capital outlay	225,980		1,125,471	1,351,451	(1,351,451)	
Debt service						
Principal		1,205,000		1,205,000	(1,205,000)	
Interest and fees		998,156		998,156	74,141	1,072,297
Debt issuance costs			348,884	348,884		348,884
Depreciation and amortization					704,546	704,546
Total Expenditures/Expenses	3,864,412	2,203,156	1,518,825	7,586,393	(1,777,764)	5,808,629
Revenues Over/(Under)						
Expenditures	1,065,486	455,033	(1,469,869)	50,650	(50,650)	
Other Financing Sources						
Proceeds from sale of bonds			4,000,000	4,000,000	(4,000,000)	
Net Change In Fund Balances	1,065,486	455,033	2,530,131	4,050,650	(4,050,650)	
Change in Net Position					1,839,274	1,839,274
Fund Balance/Net Position						
Beginning of the year	4,012,603	4,559,617	166,163	8,738,383	(7,009,489)	1,728,894
End of the year	\$ 5,078,089	\$ 5,014,650	\$ 2,696,294	\$ 12,789,033	\$ (9,220,865)	\$ 3,568,168

See notes to basic financial statements.

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Note 1 – Summary of Significant Accounting Policies

The accounting policies of Fort Bend County Municipal Utility District No. 155 (the “District”) conform with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board (“GASB”). The following is a summary of the most significant policies:

Creation

The District was organized, created and established pursuant to an order of the Texas Commission on Environmental Quality dated August 26, 2005, and operates in accordance with the Texas Water Code, Chapters 49 and 54. The Board of Directors held its first meeting on September 2, 2005 and the first bonds were issued on July 10, 2008.

The District’s primary activities include construction, maintenance and operation of water, sewer and drainage facilities. The District has contracted with various consultants to provide services to operate and administer the affairs of the District. The District has no employees, related payroll or pension costs.

Reporting Entity

The District is a political subdivision of the State of Texas governed by an elected five-member board. The GASB has established the criteria for determining the reporting entity for financial statement reporting purposes. To qualify as a primary government, a government must have a separately elected governing body, be legally separate, and be fiscally independent of other state and local governments, while a component unit is a legally separate government for which the elected officials of a primary government are financially accountable. Fiscal independence implies that the government has the authority to adopt a budget, levy taxes, set rates, and/or issue bonds without approval from other 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 statements as component units.

Government-Wide and Fund Financial Statements

Government-wide financial statements display information about the District as a whole. These statements focus on the sustainability of the District as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. Interfund activity, if any, has been removed from these statements. These aggregated statements consist of the *Statement of Net Position* and the *Statement of Activities*.

Fund financial statements display information at the individual fund level. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for a specific purpose. Each fund is considered to be a separate accounting entity. Most governments typically have many funds; however, governmental financial statements focus on the most important or “major” funds with non-major funds aggregated in a single column. The District has three governmental funds, which are all considered major funds.

Note 1 – Summary of Significant Accounting Policies (continued)

Government-Wide and Fund Financial Statements (continued)

The following is a description of the various funds used by the District:

- The General Fund is used to account for the operations of the District’s water and sewer system and all other financial transactions not reported in other funds. The principal sources of revenue are property taxes and water and sewer service fees. Expenditures include costs associated with the daily operations of the District.
- The Debt Service Fund is used to account for the payment of interest and principal on the District’s general long-term debt. The primary source of revenue for debt service is property taxes. Expenditures include costs incurred in assessing and collecting these taxes.
- The Capital Projects Fund is used to account for the expenditures of bond proceeds for the construction of the District’s water, sewer and drainage facilities.

As a special-purpose government engaged in a single governmental program, the District has opted to combine its government-wide and fund financial statements in a columnar format showing an adjustments column for reconciling items between the two.

Measurement Focus and Basis of Accounting

The government-wide financial statements use the economic resources measurement focus and the full accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenue in the year for which they are levied.

The fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized in the accounting period in which it becomes both available and measurable to finance expenditures of the current period. For this purpose, the government considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Revenues susceptible to accrual include property taxes, interest earned on investments and income from District operations. Property taxes receivable at the end of the fiscal year are treated as deferred inflows because they are not considered available to pay liabilities of the current period. Expenditures are recognized in the accounting period in which the liability is incurred, if measurable, except for unmatured interest on long-term debt, which is recognized when due.

Note 2 further details the adjustments from the governmental fund presentation to the government-wide presentation.

Use of Restricted Resources

When both restricted and unrestricted resources are available for use, the District uses restricted resources first, then unrestricted resources as they are needed.

Note 1 – Summary of Significant Accounting Policies (continued)

Prepaid Items

Certain payments made by the District reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

Receivables

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Receivables from and payables to external parties are reported separately and are not offset, unless a legal right of offset exists. At April 30, 2023, an allowance for uncollectible accounts was not considered necessary.

Unbilled Service Revenues

Utility revenue is recorded when earned. Customers are billed monthly. The estimated value of services provided but unbilled at year-end has been included in the accompanying financial statements.

Interfund Activity

During the course of operations, transactions occur between individual funds. This can include internal transfers, payables and receivables. This activity is combined as internal balances and is eliminated in both the government-wide and fund financial statement presentation.

Capital Assets

Capital assets do not provide financial resources at the fund level, and, therefore, are reported only in the government-wide statements. The District defines capital assets as assets with an initial cost of \$50,000 or more and an estimated useful life in excess of one year. Capital assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at acquisition value, which is the price that would be paid to acquire the asset on the acquisition date. The District has not capitalized interest incurred during the construction of its capital assets. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

Depreciable capital assets, which primarily consist of water, wastewater and drainage facilities, are depreciated (or amortized in the case of intangible assets) using the straight-line method as follows:

Assets	Useful Life
Infrastructure	20-45 years
Connection charges	25 years [max]
Landscaping improvements	10-25 years

The District’s detention facilities and drainage channels are considered improvements to land and are non-depreciable.

Note 1 – Summary of Significant Accounting Policies (continued)

Deferred Inflows and Outflows of Financial Resources

A deferred inflow of financial resources is the acquisition of resources in one period that is applicable to a future period, while a deferred outflow of financial resources is the consumption of financial resources in one period that is applicable to a future period. A deferred inflow results from the acquisition of an asset without a corresponding revenue or assumption of a liability. A deferred outflow results from the use of an asset without a corresponding expenditure or reduction of a liability.

At the fund level, property taxes receivable not collected within 60 days of fiscal year end do not meet the availability criteria required for revenue recognition and are recorded as deferred inflows of financial resources.

Deferred outflows of financial resources at the government-wide level are from a refunding bond transaction in which the amount required to repay the old debt exceeded the net carrying amount of the old debt. This amount is being amortized to interest expense.

Net Position – Governmental Activities

Governmental accounting standards establish the following three components of net position:

Net investment in capital assets – represents the District’s investments in capital assets, less any outstanding debt or other borrowings used to acquire those assets.

Restricted – consists of financial resources that are restricted for a specific purpose by enabling legislation or external parties.

Unrestricted – resources not included in the other components.

Fund Balances – Governmental Funds

Governmental accounting standards establish the following fund balance classifications:

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. The District’s nonspendable fund balance consists of prepaid items and operating reserves paid to Fort Bend County Municipal Utility District No. 152 for the joint wastewater treatment plant.

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments. The District’s restricted fund balances consist of unspent bond proceeds in the Capital Projects Fund and property taxes levied for debt service in the Debt Service Fund.

Note 1 – Summary of Significant Accounting Policies (continued)

Fund Balances – Governmental Funds

Committed - amounts that can be used only for specific purposes determined by a formal action of the Board of Directors. The Board is the highest level of decision-making authority for the District. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. 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 not adopted a formal policy regarding the assignment of fund balances and does not have any assigned fund balances.

Unassigned - all other spendable amounts in the General Fund.

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

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and revenues and expenses/expenditures during the period reported. These estimates include, among others, the collectability of receivables; the value of unbilled utility revenues and receivables; the useful lives and impairment of capital assets; the value of amounts due to developer and the value of capital assets for which the developer has not been fully reimbursed. Estimates and assumptions are reviewed periodically, and the effects of revisions are reflected in the financial statements in the period they are determined to be necessary. Actual results could differ from the estimates.

Fort Bend County Municipal Utility District No. 155
Notes to Financial Statements
April 30, 2023

Note 2 – Adjustment from Governmental to Government-wide Basis

Reconciliation of the *Governmental Funds Balance Sheet* to the *Statement of Net Position*

Total fund balance, governmental funds		\$ 12,789,033
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds.

Historical cost		\$ 35,131,384
Less accumulated depreciation/amortization		<u>(6,603,202)</u>
Change due to capital assets		28,528,182

The difference between the face amount of bonds refunded and the amount paid to the escrow agent is recorded as a deferred difference on refunding in the *Statement of Net Position* and amortized to interest expense. It is not recorded in the fund statements because it is not a financial resource.

289,056

Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds, the difference consists of:

Bonds payable, net		(37,899,051)
Interest payable on bonds		<u>(205,056)</u>
Change due to long-term debt		(38,104,107)

Property taxes receivable and related penalties and interest have been levied and are due, but are not available soon enough to pay current period expenditures and, therefore, are deferred in the funds.

Property taxes receivable		57,713
Penalty and interest receivable		<u>8,291</u>
Change due to property taxes		66,004

Total net position - governmental activities		<u><u>\$ 3,568,168</u></u>
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Fort Bend County Municipal Utility District No. 155
Notes to Financial Statements
April 30, 2023

Note 2 – Adjustment from Governmental to Government-wide Basis (continued)

Reconciliation of the *Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances* to the *Statement of Activities*

Net change in fund balances - total governmental funds \$ 4,050,650

Governmental funds do not report revenues that are not available to pay current obligations. In contrast, such revenues are reported in the *Statement of Activities* when earned. The difference is for property taxes and related penalties and interest. 10,860

Governmental funds report capital outlays for construction costs as expenditures in the funds. In the government-wide statements, the cost of capital assets are charged to expense over the remaining life of asset. 1,351,451

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal uses current financial resources. However, neither transaction has any effect on net assets. Other elements of debt financing are reported differently between the fund and government-wide statements.

Proceeds from sale of bonds	\$ (4,000,000)	
Principal payments	1,205,000	
Interest expense accrual	(74,141)	
		(2,869,141)

In the *Statement of Activities*, the cost of capital assets is charged to depreciation/amortization expense over the estimated useful life of the asset. (704,546)

Change in net position of governmental activities \$ 1,839,274

Note 3 – Deposits and Investments

Deposit Custodial Credit Risk

Custodial credit risk as it applies to deposits (i.e. cash) is the risk that, in the event of the failure of the depository institution, a government will not be able to recover its deposits or will not be able to recover collateral securities. The *Public Funds Collateral Act* (Chapter 2257, Texas Government Code) requires that all of the District’s deposits with financial institutions be covered by federal depository insurance and, if necessary, pledged collateral held by a third-party custodian. The act further specifies the types of securities that can be used as collateral. The District’s written investment policy establishes additional requirements for collateralization of deposits.

Fort Bend County Municipal Utility District No. 155
Notes to Financial Statements
April 30, 2023

Note 3 – Deposits and Investments (continued)

Investments

The District is authorized by the *Public Funds Investment Act* (Chapter 2256, Texas Government Code) to invest in the following: (1) obligations, including letters of credit, of the United States or its agencies and instrumentalities, including Federal Home Loan Banks, (2) direct obligations of the State of Texas or its agencies and instrumentalities, (3) certain collateralized mortgage obligations, (4) other obligations, which are unconditionally guaranteed or insured by the State of Texas or the United States or its agencies or 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, (5) certain A rated or higher obligations of states and political subdivisions of any state, (6) bonds issued, assumed or guaranteed by the State of Israel, (7) certain insured or collateralized certificates of deposit and share certificates, (8) certain fully collateralized repurchase agreements, (9) bankers' acceptances with limitations, (10) commercial paper rated A-1 or P-1 or higher and a maturity of 270 days or less, (11) no-load money market mutual funds and no-load mutual funds, with limitations, (12) certain guaranteed investment contracts, (13) certain qualified governmental investment pools and (14) a qualified securities lending program.

The District has adopted a written investment policy to establish the principles by which the District's investment program should be managed. This policy further restricts the types of investments in which the District may invest.

As of April 30, 2023, the District's investments consist of the following:

Type	Fund	Carrying Value	Percentage of Total	Rating	Weighted Average Maturity
TexPool	General	\$ 323			
	Capital Projects	177,683			
		<u>178,006</u>	<u>1%</u>	AAAm	20 days
Texas CLASS	General	4,988,303			
	Debt Service	5,014,650			
	Capital Projects	2,522,814			
		<u>12,525,767</u>	<u>99%</u>	AAAm	40 days
Total		<u>\$ 12,703,773</u>	<u>100%</u>		

The District's investments in certificates of deposit are reported at cost.

Note 3 – Deposits and Investments (continued)

TexPool

The District participates in TexPool, the Texas Local Government Investment Pool. The State Comptroller of Public Accounts exercises oversight responsibility of TexPool, which includes (1) the ability to significantly influence operations, (2) designation of management and (3) accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The Advisory Board members review the investment policy and management fee structure.

As permitted by GAAP, TexPool uses amortized cost (which excludes unrealized gains and losses) rather than market value to compute share price and seeks to maintain a constant dollar value per share. Accordingly, the fair value of the District's position in TexPool is the same as the value of TexPool shares. Investments in TexPool may be withdrawn on a same day basis, as long as the transaction is executed by 3:30 p.m.

Texas CLASS

The District also participates in Texas Cooperative Liquid Assets Securities System (Texas CLASS). Texas CLASS is managed by an elected Board of Trustees consisting of members of the pool. Additionally, the Board of Trustees has established an advisory board, the function of which is to provide guidance on investment policies and strategies. The Board of Trustees has selected Public Trust Advisors, LLC as the program administrator and UMB Bank N.A., as the custodian.

The District's investment in Texas CLASS is reported at fair value because Texas CLASS uses fair value to report investments (other than repurchase agreements which are valued at amortized cost). Governmental accounting standards establish the following hierarchy of inputs used to measure fair value: Level 1 inputs are based on quoted prices in active markets, Level 2 inputs are based on significant other observable inputs, and Level 3 inputs are based on significant unobservable inputs. The District's investment in Texas CLASS is measured using published fair value per share (level 1 inputs).

Investments in Texas CLASS may be withdrawn via wire transfer on a same day basis, as long as the transaction is executed by 4 p.m. ACH withdrawals made by 4 p.m. will settle on the next business day.

Investment Credit and Interest Rate Risk

Investment credit risk is the risk that the investor may not recover the value of an investment from the issuer, while interest rate risk is the risk that the value of an investment will be adversely affected by changes in interest rates. The District's investment policies do not address investment credit and interest rate risk beyond the rating and maturity restrictions established by state statutes.

Fort Bend County Municipal Utility District No. 155
Notes to Financial Statements
April 30, 2023

Note 4 – Interfund Balances and Transactions

Amounts due to/from other funds at April 30, 2023, consist of the following:

Receivable Fund	Payable Fund	Amounts	Purpose
General Fund	Capital Projects Fund	\$ 4,500	Bond application fees paid by the General Fund

Amounts reported as internal balances between funds are considered temporary balances and will be paid during the following fiscal year.

Note 5 – Capital Assets

A summary of changes in capital assets, for the year ended April 30, 2023, is as follows:

	Beginning Balances	Additions	Ending Balances
Capital assets not being depreciated			
Land and improvements	\$ 8,630,897	\$ -	\$ 8,630,897
Construction in progress	246,733	230,980	477,713
	<u>8,877,630</u>	<u>230,980</u>	<u>9,108,610</u>
Capital assets being depreciated/amortized			
Infrastructure	20,167,501		20,167,501
Investment in regional facilities	3,556,180		3,556,180
Connection charges	2,156,487		2,156,487
Landscaping improvements	142,606		142,606
	<u>26,022,774</u>		<u>26,022,774</u>
Less accumulated depreciation/amortization			
Infrastructure	(4,181,197)	(451,099)	(4,632,296)
Investment in regional facilities	(873,836)	(79,027)	(952,863)
Connection charges	(817,654)	(167,307)	(984,961)
Landscaping improvements	(25,969)	(7,113)	(33,082)
	<u>(5,898,656)</u>	<u>(704,546)</u>	<u>(6,603,202)</u>
Subtotal depreciable capital assets, net	<u>20,124,118</u>	<u>(704,546)</u>	<u>19,419,572</u>
Capital assets, net	<u>\$ 29,001,748</u>	<u>\$ (473,566)</u>	<u>\$ 28,528,182</u>

Depreciation/amortization expense for the current year was \$704,546.

Fort Bend County Municipal Utility District No. 155
Notes to Financial Statements
April 30, 2023

Note 6 – Due to Developers

The District has entered into financing agreements with its developers for the financing of the construction of water, sewer, drainage, and park and recreational facilities. Under the agreements, the developers will advance funds for the construction of facilities to serve the District. The developers will be reimbursed from proceeds of future bond issues or other lawfully available funds, subject to approval by TCEQ, as applicable. The District does not record the capital asset and related liability on the government-wide statements until construction of the facilities is complete. The initial cost is estimated based on construction costs plus 10-15% for engineering and other fees. Estimates are trued up when the developer is reimbursed.

Changes in the estimated amounts due to developers during the year are as follows:

Due to developers, beginning of year	\$ 1,120,471
Developer reimbursements	<u>(1,120,471)</u>
Due to developers, end of year	<u><u>\$ -</u></u>

Note 7 – Long-Term Debt

Long-term debt is comprised of the following:

Bonds payable	\$ 38,115,000
Unamortized discounts	<u>(215,949)</u>
	<u><u>\$ 37,899,051</u></u>
 Due within one year	 <u><u>\$ 1,285,000</u></u>

Fort Bend County Municipal Utility District No. 155
Notes to Financial Statements
April 30, 2023

Note 7 – Long-Term Debt (continued)

The District’s bonds payable at April 30, 2023, consists of unlimited tax bonds as follows:

Series	Amounts Outstanding	Original Issue	Interest Rates	Maturity Date, Serially, Beginning/ Ending	Interest Payment Dates	Call Dates
2013	\$ -	\$ 2,050,000	2.00% - 4.00%	September 1, 2014/2022	September 1, March 1	September 1, 2020
2014	-	7,235,000	2.00% - 4.00%	September 1, 2017/2022	September 1, March 1	September 1, 2021
2015 Refunding	3,760,000	5,650,000	2.00% - 3.25%	September 1, 2016/2032	September 1, March 1	September 1, 2022
2016	4,825,000	5,375,000	2.00% - 3.50%	September 1, 2018/2040	September 1, March 1	September 1, 2023
2016A	3,385,000	3,970,000	2.00% - 4.50%	September 1, 2018/2040	September 1, March 1	September 1, 2023
2018	6,830,000	7,430,000	2.05% - 3.80%	September 1, 2020/2042	September 1, March 1	September 1, 2023
2018A Refunding	1,490,000	1,670,000	2.30% - 4.00%	September 1, 2019/2033	September 1, March 1	September 1, 2023
2019	3,895,000	4,140,000	2.00% - 3.00%	September 1, 2022/2043	September 1, March 1	September 1, 2024
2021	1,450,000	1,450,000	2.00% - 3.00%	September 1, 2023/2043	September 1, March 1	September 1, 2026
2021 Refunding	8,480,000	8,610,000	2.00% - 3.00%	September 1, 2021/2038	September 1, March 1	September 1, 2026
2022	4,000,000	4,000,000	4.00% - 6.00%	September 1, 2025/2044	September 1, March 1	September 1, 2027
	<u>\$ 38,115,000</u>					

Payments of principal and interest on all series of bonds are to be provided from taxes levied on all properties within the District. Investment income realized by the Debt Service Fund from investment of idle funds will be used to pay outstanding bond principal and interest. The District is in compliance with the terms of its bond resolutions.

At April 30, 2023, the District had authorized but unissued bonds in the amount of \$55,870,000 for water, sewer and drainage facilities; \$7,000,000 for park and recreational facilities; and \$61,450,000 for refunding purposes.

Fort Bend County Municipal Utility District No. 155
Notes to Financial Statements
April 30, 2023

Note 7 – Long-Term Debt (continued)

On December 15, 2022, the District issued its \$4,000,000 Series 2022 Unlimited Tax Park Bonds at a net effective interest rate of 4.615186%. Proceeds of the bonds were used to (1) reimburse developers for the cost of capital assets constructed within the District and (2) fund infrastructure improvements in the District, including parks, sidewalks and the recreational center enhancements.

The change in the District’s long-term debt during the year is as follows:

Bonds payable, beginning of year	\$ 35,320,000
Bonds issued	4,000,000
Bonds retired	<u>(1,205,000)</u>
Bonds payable, end of year	<u><u>\$ 38,115,000</u></u>

As of April 30, 2023, annual debt service requirements on bonds outstanding are as follows:

Year	Principal	Interest	Totals
2024	\$ 1,285,000	\$ 1,174,891	\$ 2,459,891
2025	1,330,000	1,120,714	2,450,714
2026	1,510,000	1,078,758	2,588,758
2027	1,560,000	1,011,367	2,571,367
2028	1,620,000	963,464	2,583,464
2029	1,675,000	916,382	2,591,382
2030	1,745,000	867,867	2,612,867
2031	1,810,000	816,094	2,626,094
2032	1,875,000	761,725	2,636,725
2033	1,955,000	704,309	2,659,309
2034	2,020,000	642,124	2,662,124
2035	2,115,000	581,432	2,696,432
2036	2,180,000	523,777	2,703,777
2037	2,240,000	463,871	2,703,871
2038	2,330,000	401,247	2,731,247
2039	2,405,000	335,732	2,740,732
2040	2,585,000	257,257	2,842,257
2041	2,700,000	164,881	2,864,881
2042	1,085,000	98,062	1,183,062
2043	1,130,000	57,969	1,187,969
2044	655,000	25,807	680,807
2045	305,000	7,053	312,053
	<u><u>\$ 38,115,000</u></u>	<u><u>\$ 12,974,783</u></u>	<u><u>\$ 51,089,783</u></u>

Fort Bend County Municipal Utility District No. 155
Notes to Financial Statements
April 30, 2023

Note 8 – Property Taxes

On November 8, 2005, the voters of the District authorized the District’s Board of Directors to levy taxes annually for use in financing general operations limited to \$1.50 per \$100 of assessed value. The District’s bond resolutions require that property taxes be levied for use in paying interest and principal on long-term debt and for use in paying the cost of assessing and collecting taxes. Taxes levied to finance debt service requirements on long-term debt are without limitation as to rate or amount.

All property values and exempt status, if any, are determined by the Fort Bend Central 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.

Property taxes are collected based on rates adopted in the year of the levy. The District’s 2023 fiscal year was financed through the 2022 tax levy, pursuant to which the District levied property taxes of \$0.96 per \$100 of assessed value, of which \$0.46 was allocated to maintenance and operations and \$0.50 was allocated to debt service. The resulting tax levy was \$4,842,194 on the adjusted taxable value of \$504,395,164.

Property taxes receivable, at April 30, 2023, consisted of the following:

Current year taxes receivable	\$ 47,428
Prior years taxes receivable	10,285
	<u>57,713</u>
Penalty and interest receivable	8,291
Property taxes receivable	<u><u>\$ 66,004</u></u>

Note 9 – Water Supply Contract with the City of Rosenberg

On February 22, 2005, Bonbrook Plantation, L.P. and Beazer Homes, L.P. (the “Developers”) entered into a Water Supply and Wastewater Services Agreement (the “Agreement”) with the City of Rosenberg, Texas (the “City”). The Agreement was assigned to the District by the Developers on October 19, 2005. Under the terms of the Agreement, the District will obtain water supply services from the City on a permanent basis. The District will pay the City a monthly fee for these services based on then current rates of the City’s own customers, minus any amount by which the City Council has reduced those rates. During the year ended April 30, 2023, the District recorded expenditures of \$592,629 for water used by customers of the District.

The District will pay a connection charge to the City, for each equivalent single-family connection (ESFC), to cover capital costs incurred by the City related to the provision of water supply facilities. The City will reserve water capacity to the District for payment of the connection charges. The City agreed to provide up to 1,730 ESFCs to the District. The District also owns a non-potable lake replenishment well that is in the City’s plan.

Note 9 – Water Supply Contract with the City of Rosenberg (continued)

The First Supplement to the Agreement (the “Supplement”), effective December 18, 2012, updated and expanded the original Agreement. Based on development at the time of the Supplement, the ultimate number of ESFC is 1,293, instead of 1,730 as originally projected. The cost of the agreed upon connections of 1,293 for water supply capacity was \$738 per ESFC. Any additional ESFCs, above the agreed upon 1,293, will be paid in accordance with the City’s connection charges and/or impact fees in effect at that time.

The District receives wastewater treatment services pursuant to its contracts with other Districts (See Note 11) and does not pay the City a connection charge for wastewater capacity or a monthly fee for wastewater services at this time. The District shall continue to receive wastewater treatment services by the terms of these contracts and, consequently, shall not be required to pay any connection charge to the City that is attributable to wastewater capacity for any areas within the District as of the date of the Supplement.

As of April 30, 2023, the District has paid \$2,156,487 in water capacity charges to the City.

Note 10 – Groundwater Reduction Plan Agreement

The Texas Legislature created the Fort Bend Subsidence District in order to regulate groundwater pumping, and the Subsidence District adopted a Regulatory Plan that certain water well permit holders, including the District, must reduce groundwater usage, either individually or by participating in a group. To satisfy this mandate, on May 5, 2009, the District and the City of Rosenberg (the “City”) entered into a Groundwater Reduction Plan Participation Agreement (the “Plan”).

The Plan states that the City will be the administrator and is responsible for producing and submitting a Plan to the Subsidence District conforming to the minimum requirements. The City also agrees to pay all costs associated with the Plan with future bond proceeds issued by the City.

The District agrees to pay the City a surface water fee (“GRP Fee”) based on water pumped by or supplied by the City to the District at the rate of which the City charges to its customers. Effective January 1, 2020, the GRP rate is \$2.60 per 1,000 gallons of groundwater pumped from the District’s wells. The District passes this fee on to its customers. The Plan will remain in effect as long as the regulatory plan for surface water conversion is in effect. During the current year, the District recorded \$532,121 in revenue and \$615,978 in expenditures pursuant to this agreement.

Note 11 – Cost-Sharing Agreement for the Interim Wastewater Treatment Plant

The District has entered into cost-sharing agreements with Fort Bend County Municipal Utility District No. 152 (“MUD 152”) and Fort Bend County Municipal Utility District No. 158 (“MUD 158”) for the construction, maintenance and operation of an interim wastewater treatment plant (“WWTP”). Pursuant to the terms of these agreements, MUD 152 is responsible for the operation and maintenance of the plant and will invoice the other districts on a monthly basis for their pro-rata share of the subsequent fiscal year’s budgeted operating expenses. On April 6, 2016, the District entered into a cost-sharing agreement with MUD 152 and MUD 158 for the construction, maintenance and operation of phase four of the WWTP.

During the current fiscal year, the District recorded \$532,584 in operating expenditures related to these agreements. The District has also paid \$60,000 to meet the reserve requirement of the joint wastewater treatment plant.

As of April 30, 2023, the District has paid \$246,733 to MUD 152 for its estimated share of Phase Four of the Interim Wastewater Treatment Plant initial construction costs. The total estimated cost of the project is \$1,060,000 with the District’s share being \$454,846.

Note 12 – Cost-Sharing Agreement for the Second Lift Station and Force Main

On August 2, 2016, the District entered into a cost-sharing agreement with MUD 152 and MUD 158 for the construction, maintenance and operation of the second lift station and force main. Pursuant to the terms of this agreement, the District is responsible for its pro rata share of the construction costs. MUD 152 is responsible for the operation and maintenance of the lift station facilities and will invoice the other districts on an annual basis for their pro-rata share of the subsequent fiscal year’s budgeted expenses. Upon completion of the second lift station facilities, the District’s right of capacity in the facilities was increased to 42.91%, equivalent to 1,682 ESFCs, of total capacity.

During the current fiscal year, the District recorded \$76,724 in operating expenditures related to this agreement.

Note 13 – Fire Protection Agreement

On September 4, 2012, the District and the City of Rosenberg (the “City”) entered into a Restated and Amended Fire Station Agreement (the “Agreement”). Pursuant to this agreement, the District charges \$20.00 per residential property and per 2,000 square feet of each improved nonresidential property that is connected to public water supply system. The charge can be adjusted once every two years. In return, the District will receive fire protection services for residential and commercial improvements in the District. For the year ended April 30, 2023, the District has recorded \$400,620 in fire protection fees related to this agreement.

Fort Bend County Municipal Utility District No. 155
Notes to Financial Statements
April 30, 2023

Note 14 – 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 personal injuries. The risk of loss is covered by commercial insurance. There have been no significant reductions in insurance coverage from the prior year. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

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Required Supplementary Information

Fort Bend County Municipal Utility District No. 155

Required Supplementary Information - Budgetary Comparison Schedule - General Fund

For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Water service	\$ 610,000	\$ 610,000	\$ 593,471	\$ (16,529)
Sewer service	970,000	970,000	888,754	(81,246)
Property taxes	1,613,103	1,613,103	2,312,622	699,519
Penalties and interest	45,120	45,120	54,783	9,663
Tap connection and inspection			11,455	11,455
Surface water	500,000	500,000	532,121	32,121
Fire protection	400,560	400,560	400,671	111
Miscellaneous	8,400	8,400	7,174	(1,226)
Investment earnings	10,800	10,800	128,847	118,047
Total Revenues	<u>4,157,983</u>	<u>4,157,983</u>	<u>4,929,898</u>	<u>771,915</u>
Expenditures				
Current service operations				
Purchased services	1,322,095	1,322,095	1,201,937	120,158
Professional fees	461,365	461,365	195,171	266,194
Contracted services	1,098,268	1,061,738	1,052,875	8,863
Repairs and maintenance	447,637	447,637	443,665	3,972
Utilities	11,760	11,760	9,506	2,254
Surface water	475,000	475,000	615,978	(140,978)
Administrative	85,293	85,293	80,382	4,911
Other	27,095	27,095	38,918	(11,823)
Capital outlay	224,420	224,420	225,980	(1,560)
Total Expenditures	<u>4,152,933</u>	<u>4,116,403</u>	<u>3,864,412</u>	<u>251,991</u>
Revenues Over Expenditures	5,050	41,580	1,065,486	1,023,906
Fund Balance				
Beginning of the year	4,012,603	4,012,603	4,012,603	
End of the year	<u>\$ 4,017,653</u>	<u>\$ 4,054,183</u>	<u>\$ 5,078,089</u>	<u>\$ 1,023,906</u>

Fort Bend County Municipal Utility District No. 155
Notes to Required Supplementary Information
April 30, 2023

Budgets and Budgetary Accounting

An annual unappropriated budget is adopted for the General Fund by the District's Board of Directors. The budget is prepared using the same method of accounting as for financial reporting. The budget was amended during the year to reflect changes in anticipated expenditures.

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Texas Supplementary Information

Fort Bend County Municipal Utility District No. 155
TSI-1. Services and Rates
April 30, 2023

1. Services provided by the District During the Fiscal Year:

- Retail Water Wholesale Water Solid Waste / Garbage Drainage
 Retail Wastewater Wholesale Wastewater Flood Control Irrigation
 Parks / Recreation Fire Protection Roads Security
 Participates in joint venture, regional system and/or wastewater service (other than emergency interconnect)
 Other (Specify): _____

2. Retail Service Providers

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

	Minimum Charge	Minimum Usage	Flat Rate (Y / N)	Rate per 1,000 Gallons Over Minimum Usage	Usage Levels
Water:	\$ 16.00	0	N	\$ 1.50	0 to no limit
Wastewater:	\$ 30.00	0	N	\$ 2.30	0 to no limit
Surface water:	\$ -	0	N	\$ 2.60	0 to no limit

District employs winter averaging for wastewater usage? Yes No

Total charges per 10,000 gallons usage: Water \$ 57.00 Wastewater \$ 53.00

b. Water and Wastewater Retail Connections:

Meter Size	Total Connections	Active Connections	ESFC Factor	Active ESFCs
Unmetered			x 1.0	
less than 3/4"	1,513	1,507	x 1.0	1,507
1"	159	159	x 2.5	398
1.5"	7	7	x 5.0	35
2"	18	18	x 8.0	144
3"			x 15.0	
4"			x 25.0	
6"			x 50.0	
8"			x 80.0	
10"			x 115.0	
Total Water	1,697	1,691		2,084
Total Wastewater	1,673	1,667	x 1.0	1,667

See accompanying auditor's report.

Fort Bend County Municipal Utility District No. 155
TSI-1. Services and Rates
April 30, 2023

3. Total Water Consumption during the fiscal year (rounded to the nearest thousand):

Gallons purchased from the City of Rosenberg:	<u>205,543,000</u>	Water Accountability Ratio: (Gallons billed / Gallons pumped)
Gallons billed to customers:	<u>205,543,000</u>	

4. Standby Fees (authorized only under TWC Section 49.231):

Does the District have Debt Service standby fees? Yes No

If yes, Date of the most recent commission Order: _____

Does the District have Operation and Maintenance standby fees? Yes No

If yes, Date of the most recent commission Order: _____

5. Location of District:

Is the District located entirely within one county? Yes No

County(ies) in which the District is located: Fort Bend County

Is the District located within a city? Entirely Partly Not at all

City(ies) in which the District is located: _____

Is the District located within a city's extra territorial jurisdiction (ETJ)?
 Entirely Partly Not at all

ETJs in which the District is located: City of Rosenberg

Are Board members appointed by an office outside the district? Yes No

If Yes, by whom? _____

See accompanying auditors' report.

*Fort Bend County Municipal Utility District No. 155
 TSI-2. General Fund Expenditures
 For the Year Ended April 30, 2023*

Purchased services	<u>\$ 1,201,937</u>
Professional fees	
Legal	126,928
Audit	13,750
Engineering	54,493
	<u>195,171</u>
Contracted services	
Bookkeeping	35,811
Operator	51,707
Garbage collection	287,703
Tap connection and inspection	5,148
Lift station	14,831
Security	227,858
Fire service	400,620
Appraisal district	29,197
	<u>1,052,875</u>
Repairs and maintenance	<u>443,665</u>
Utilities	<u>9,506</u>
Surface water	<u>615,978</u>
Administrative	
Directors fees	17,401
Printing and office supplies	36,059
Insurance	9,056
Other	17,866
	<u>80,382</u>
Other	<u>38,918</u>
Capital outlay	<u>225,980</u>
Total expenditures	<u><u>\$ 3,864,412</u></u>

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-3. Investments
April 30, 2023

Fund	Interest Rate	Maturity Date	Balance at End of Year
General			
TexPool	Variable	N/A	\$ 323
Texas CLASS	Variable	N/A	4,988,303
			<u>4,988,626</u>
Debt Service			
Texas CLASS	Variable	N/A	<u>5,014,650</u>
Capital Projects			
TexPool	Variable	N/A	177,683
Texas CLASS	Variable	N/A	2,522,814
			<u>2,700,497</u>
Total - All Funds			<u><u>\$ 12,703,773</u></u>

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-4. Taxes Levied and Receivable
April 30, 2023

	Maintenance Taxes	Debt Service Taxes	Totals	
Taxes Receivable, Beginning of Year	\$ 19,066	\$ 29,918	\$ 48,984	
Adjustments	(1,543)	(2,421)	(3,964)	
Adjusted Receivable	17,523	27,497	45,020	
2022 Original Tax Levy	2,329,401	2,531,958	4,861,359	
Adjustments	(9,183)	(9,982)	(19,165)	
Adjusted Tax Levy	2,320,218	2,521,976	4,842,194	
Total to be accounted for	2,337,741	2,549,473	4,887,214	
Tax collections				
Current year	2,297,492	2,497,274	4,794,766	
Prior years	13,549	21,186	34,735	
Total Collections	2,311,041	2,518,460	4,829,501	
Taxes Receivable, End of Year	\$ 26,700	\$ 31,013	\$ 57,713	
Taxes Receivable, By Years				
2022	\$ 22,726	\$ 24,702	\$ 47,428	
2021	2,321	3,631	5,952	
2020	1,179	1,844	3,023	
2019 and prior	474	836	1,310	
Taxes Receivable, End of Year	\$ 26,700	\$ 31,013	\$ 57,713	
	2022	2021	2020	2019
Property Valuations:				
Land	\$ 67,682,580	\$ 67,124,800	\$ 61,777,500	\$ 57,621,370
Improvements	499,381,253	363,063,600	326,065,590	293,401,970
Personal Property	2,275,910	2,284,540	1,846,690	1,544,730
Exemptions	(64,944,579)	(10,780,701)	(9,036,345)	(8,379,361)
Total Property Valuations	\$ 504,395,164	\$ 421,692,239	\$ 380,653,435	\$ 344,188,709
Tax Rates per \$100 Valuation				
Maintenance tax rates *	\$ 0.46	\$ 0.39	\$ 0.39	\$ 0.36
Debt service tax rates	0.50	0.61	0.61	0.64
Total Tax Rates per \$100 Valuation	\$ 0.96	\$ 1.00	\$ 1.00	\$ 1.00
Adjusted Tax Levy	\$ 4,842,194	\$ 4,216,922	\$ 3,806,534	\$ 3,441,887
Percentage of Taxes Collected to Taxes Levied **	99.02%	99.86%	99.92%	99.96%

* Maximum Maintenance Tax Rate Approved by Voters: \$1.50 on November 8, 2005

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

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-5. Long-Term Debt Service Requirements
Series 2015 Refunding--by Years
April 30, 2023

<u>Due During Fiscal Years Ending</u>	<u>Principal Due September 1</u>	<u>Interest Due September 1, March 1</u>	<u>Total</u>
2024	\$ 320,000	\$ 111,138	\$ 431,138
2025	335,000	101,313	436,313
2026	345,000	91,113	436,113
2027	355,000	80,613	435,613
2028	370,000	69,738	439,738
2029	380,000	58,488	438,488
2030	395,000	46,616	441,616
2031	405,000	34,116	439,116
2032	420,000	20,963	440,963
2033	435,000	7,069	442,069
	<u>\$ 3,760,000</u>	<u>\$ 621,167</u>	<u>\$ 4,381,167</u>

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-5. Long-Term Debt Service Requirements
Series 2016--by Years
April 30, 2023

<u>Due During Fiscal Years Ending</u>	<u>Principal Due September 1</u>	<u>Interest Due September 1, March 1</u>	<u>Total</u>
2024	\$ 115,000	\$ 157,713	\$ 272,713
2025	120,000	155,288	275,288
2026	120,000	152,663	272,663
2027	125,000	149,750	274,750
2028	120,000	146,613	266,613
2029	125,000	143,319	268,319
2030	125,000	139,725	264,725
2031	130,000	135,900	265,900
2032	125,000	132,075	257,075
2033	130,000	127,925	257,925
2034	130,000	123,375	253,375
2035	135,000	118,738	253,738
2036	135,000	114,013	249,013
2037	140,000	109,200	249,200
2038	135,000	104,388	239,388
2039	140,000	99,575	239,575
2040	1,355,000	73,413	1,428,413
2041	1,420,000	24,850	1,444,850
	<u>\$ 4,825,000</u>	<u>\$ 2,208,523</u>	<u>\$ 7,033,523</u>

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-5. Long-Term Debt Service Requirements
Series 2016A--by Years
April 30, 2023

<u>Due During Fiscal Years Ending</u>	<u>Principal Due September 1</u>	<u>Interest Due September 1, March 1</u>	<u>Total</u>
2024	\$ 140,000	\$ 94,488	\$ 234,488
2025	140,000	91,688	231,688
2026	155,000	88,738	243,738
2027	155,000	85,541	240,541
2028	165,000	81,831	246,831
2029	175,000	77,581	252,581
2030	180,000	72,694	252,694
2031	190,000	67,144	257,144
2032	200,000	61,294	261,294
2033	215,000	55,069	270,069
2034	175,000	49,219	224,219
2035	185,000	43,819	228,819
2036	195,000	38,119	233,119
2037	200,000	32,193	232,193
2038	215,000	25,833	240,833
2039	220,000	19,037	239,037
2040	235,000	11,780	246,780
2041	245,000	3,981	248,981
	<u>\$ 3,385,000</u>	<u>\$ 1,000,049</u>	<u>\$ 4,385,049</u>

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-5. Long-Term Debt Service Requirements
Series 2018--by Years
April 30, 2023

<u>Due During Fiscal Years Ending</u>	<u>Principal Due September 1</u>	<u>Interest Due September 1, March 1</u>	<u>Total</u>
2024	\$ 215,000	\$ 226,656	\$ 441,656
2025	225,000	219,506	444,506
2026	240,000	211,950	451,950
2027	250,000	204,144	454,144
2028	260,000	196,338	456,338
2029	270,000	188,388	458,388
2030	285,000	180,063	465,063
2031	295,000	171,178	466,178
2032	310,000	161,725	471,725
2033	325,000	151,600	476,600
2034	340,000	140,793	480,793
2035	355,000	129,500	484,500
2036	370,000	117,488	487,488
2037	385,000	104,747	489,747
2038	405,000	91,163	496,163
2039	420,000	76,726	496,726
2040	440,000	61,401	501,401
2041	460,000	45,088	505,088
2042	480,000	27,750	507,750
2043	500,000	9,372	509,372
	<u>\$ 6,830,000</u>	<u>\$ 2,715,576</u>	<u>\$ 9,545,576</u>

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-5. Long-Term Debt Service Requirements
Series 2018A Refunding--by Years
April 30, 2023

<u>Due During Fiscal Years Ending</u>	<u>Principal Due September 1</u>	<u>Interest Due September 1, March 1</u>	<u>Total</u>
2024	\$ 75,000	\$ 57,725	\$ 132,725
2025	80,000	75,000	155,000
2026	80,000	71,800	151,800
2027	85,000	48,500	133,500
2028	90,000	45,000	135,000
2029	85,000	41,500	126,500
2030	90,000	38,000	128,000
2031	100,000	34,200	134,200
2032	100,000	30,200	130,200
2033	105,000	26,100	131,100
2034	600,000	12,000	612,000
	<u>\$ 1,490,000</u>	<u>\$ 480,025</u>	<u>\$ 1,970,025</u>

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-5. Long-Term Debt Service Requirements
Series 2019--by Years
April 30, 2021

<u>Due During Fiscal Years Ending</u>	<u>Principal Due September 1</u>	<u>Interest Due September 1, March 1</u>	<u>Total</u>
2024	\$ 130,000	\$ 103,319	\$ 233,319
2025	135,000	100,669	235,669
2026	140,000	97,919	237,919
2027	140,000	95,119	235,119
2028	145,000	92,269	237,269
2029	150,000	89,131	239,131
2030	160,000	85,644	245,644
2031	165,000	81,781	246,781
2032	170,000	77,594	247,594
2033	175,000	73,172	248,172
2034	180,000	68,513	248,513
2035	190,000	63,300	253,300
2036	195,000	57,525	252,525
2037	200,000	51,600	251,600
2038	210,000	45,450	255,450
2039	215,000	39,075	254,075
2040	225,000	32,475	257,475
2041	230,000	25,650	255,650
2042	240,000	18,600	258,600
2043	245,000	11,325	256,325
2044	255,000	3,825	258,825
	<u>\$ 3,895,000</u>	<u>\$ 1,313,955</u>	<u>\$ 5,208,955</u>

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-5. Long-Term Debt Service Requirements
Series 2021--by Years
April 30, 2023

Due During Fiscal Years Ending	Principal Due September 1	Interest Due September 1, March 1	Total
2024	\$ 40,000	\$ 30,494	\$ 70,494
2025	40,000	29,294	69,294
2026	45,000	28,019	73,019
2027	45,000	26,669	71,669
2028	45,000	25,544	70,544
2029	50,000	24,594	74,594
2030	55,000	23,544	78,544
2031	55,000	22,444	77,444
2032	60,000	21,293	81,293
2033	65,000	20,043	85,043
2034	65,000	18,743	83,743
2035	70,000	17,394	87,394
2036	75,000	15,944	90,944
2037	75,000	14,443	89,443
2038	80,000	12,894	92,894
2039	85,000	11,244	96,244
2040	90,000	9,494	99,494
2041	95,000	7,643	102,643
2042	100,000	5,631	105,631
2043	105,000	3,453	108,453
2044	110,000	1,169	111,169
	<u>\$ 1,450,000</u>	<u>\$ 369,990</u>	<u>\$ 1,819,990</u>

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-5. Long-Term Debt Service Requirements
Series 2021 Refunding--by Years
April 30, 2023

Due During Fiscal Years Ending	Principal Due September 1	Interest Due September 1, March 1	Total
2024	\$ 250,000	\$ 176,350	\$ 426,350
2025	255,000	168,775	423,775
2026	265,000	160,975	425,975
2027	280,000	152,800	432,800
2028	290,000	145,700	435,700
2029	300,000	139,800	439,800
2030	310,000	133,700	443,700
2031	315,000	127,450	442,450
2032	330,000	121,000	451,000
2033	335,000	114,350	449,350
2034	350,000	107,500	457,500
2035	990,000	94,100	1,084,100
2036	1,015,000	74,050	1,089,050
2037	1,035,000	53,550	1,088,550
2038	1,065,000	32,550	1,097,550
2039	1,095,000	10,950	1,105,950
	<u>\$ 8,480,000</u>	<u>\$ 1,813,600</u>	<u>\$ 10,293,600</u>

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-5. Long-Term Debt Service Requirements
Series 2022 Park--by Years
April 30, 2023

Due During Fiscal Years Ending	Principal Due September 1	Interest Due September 1, March 1	Total
2024	\$ -	\$ 217,008	\$ 217,008
2025		179,181	179,181
2026	120,000	175,581	295,581
2027	125,000	168,231	293,231
2028	135,000	160,431	295,431
2029	140,000	153,581	293,581
2030	145,000	147,881	292,881
2031	155,000	141,881	296,881
2032	160,000	135,581	295,581
2033	170,000	128,981	298,981
2034	180,000	121,981	301,981
2035	190,000	114,581	304,581
2036	195,000	106,638	301,638
2037	205,000	98,138	303,138
2038	220,000	88,969	308,969
2039	230,000	79,125	309,125
2040	240,000	68,694	308,694
2041	250,000	57,669	307,669
2042	265,000	46,081	311,081
2043	280,000	33,819	313,819
2044	290,000	20,813	310,813
2045	305,000	7,053	312,053
	<u>\$ 4,000,000</u>	<u>\$ 2,451,898</u>	<u>\$ 6,451,898</u>

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 155
TSI-5. Long-Term Debt Service Requirements
All Bonded Debt Series--by Years
April 30, 2023

<u>Due During Fiscal Years Ending</u>	<u>Principal Due September 1</u>	<u>Interest Due September 1, March 1</u>	<u>Total</u>
2024	\$ 1,285,000	\$ 1,174,891	\$ 2,459,891
2025	1,330,000	1,120,714	2,450,714
2026	1,510,000	1,078,758	2,588,758
2027	1,560,000	1,011,367	2,571,367
2028	1,620,000	963,464	2,583,464
2029	1,675,000	916,382	2,591,382
2030	1,745,000	867,867	2,612,867
2031	1,810,000	816,094	2,626,094
2032	1,875,000	761,725	2,636,725
2033	1,955,000	704,309	2,659,309
2034	2,020,000	642,124	2,662,124
2035	2,115,000	581,432	2,696,432
2036	2,180,000	523,777	2,703,777
2037	2,240,000	463,871	2,703,871
2038	2,330,000	401,247	2,731,247
2039	2,405,000	335,732	2,740,732
2040	2,585,000	257,257	2,842,257
2041	2,700,000	164,881	2,864,881
2042	1,085,000	98,062	1,183,062
2043	1,130,000	57,969	1,187,969
2044	655,000	25,807	680,807
2045	305,000	7,053	312,053
	<u>\$ 38,115,000</u>	<u>\$ 12,974,783</u>	<u>\$ 51,089,783</u>

See accompanying auditors' report.

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Fort Bend County Municipal Utility District No. 155
TSI-6. Change in Long-Term Bonded Debt
April 30, 2023

	Bond Issue				
	Series 2013	Series 2014	Series 2015 Refunding	Series 2016	Series 2016A
Interest rate	2.0% - 4.0%	2.0% - 4.0%	2.0% - 3.25%	2.0% - 3.5%	2.0% - 4.5%
Dates interest payable	9/1 ; 3/1	9/1 ; 3/1	9/1 ; 3/1	9/1 ; 3/1	9/1 ; 3/1
Maturity dates	9/1/14 - 9/1/22	9/1/17 - 9/1/22	9/1/16 - 9/1/32	9/1/18 - 9/1/40	9/1/18 - 9/1/40
Beginning bonds outstanding	\$ 25,000	\$ 165,000	\$ 4,070,000	\$ 4,945,000	\$ 3,515,000
Bonds issued					
Bonds retired	<u>(25,000)</u>	<u>(165,000)</u>	<u>(310,000)</u>	<u>(120,000)</u>	<u>(130,000)</u>
Ending bonds outstanding	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,760,000</u>	<u>\$ 4,825,000</u>	<u>\$ 3,385,000</u>
Interest paid during fiscal year	<u>\$ 375</u>	<u>\$ 2,475</u>	<u>\$ 120,588</u>	<u>\$ 160,063</u>	<u>\$ 97,513</u>
Paying agent's name and city	<u>Wells Fargo Bank, N.A., Houston, Texas</u>				
Series 2011 and 2018AR	<u>The Bank of New York Mellon Trust Company, N.A., Dallas, Texas</u>				
All other series	<u>The Bank of New York Mellon Trust Company, N.A., Dallas, Texas</u>				
Bond Authority:	Water, Sewer and Drainage Bonds	Recreational Bonds	Refunding Bonds		
Amount Authorized by Voters	\$ 96,000,000	\$ 11,000,000	\$ 62,400,000		
Amount Issued	<u>(40,130,000)</u>	<u>(4,000,000)</u>	<u>(950,000)</u>		
Remaining To Be Issued	<u>\$ 55,870,000</u>	<u>\$ 7,000,000</u>	<u>\$ 61,450,000</u>		

All bonds are secured with tax revenues. Bonds may also be secured with other revenues in combination with taxes.

Debt Service Fund cash and investment balances as of April 30, 2023: \$ 5,014,650

Average annual debt service payment (principal and interest) for remaining term of all debt: \$ 2,322,263

See accompanying auditors' report.

Bond Issue

Series 2018	Series 2018A Refunding	Series 2019	Series 2021	Series 2021 Refunding	Series 2022 Park	Totals
2.05% - 3.75%	2.30% - 4.00%	2.00% - 3.00%	2.00% - 3.00%	2.00% - 3.00%	4.00% - 6.00%	
9/1 ; 3/1	3/1 ; 9/1	3/1 ; 9/1	3/1 ; 9/1	3/1 ; 9/1	3/1 ; 9/1	
9/1/20 - 9/1/42	9/1/19 - 9/1/33	9/1/22 - 9/1/43	9/1/23 - 9/1/43	9/1/21 - 9/1/38	9/1/25 - 9/1/44	
\$ 7,040,000	\$ 1,565,000	\$ 4,020,000	\$ 1,450,000	\$ 8,525,000	\$ -	\$ 35,320,000
					4,000,000	4,000,000
(210,000)	(75,000)	(125,000)		(45,000)		(1,205,000)
<u>\$ 6,830,000</u>	<u>\$ 1,490,000</u>	<u>\$ 3,895,000</u>	<u>\$ 1,450,000</u>	<u>\$ 8,480,000</u>	<u>\$ 4,000,000</u>	<u>\$ 38,115,000</u>
<u>\$ 233,431</u>	<u>\$ 59,975</u>	<u>\$ 105,869</u>	<u>\$ 31,094</u>	<u>\$ 180,775</u>	<u>\$ -</u>	<u>\$ 992,156</u>

Fort Bend County Municipal Utility District No. 155

TSI-7a. Comparative Schedule of Revenues and Expenditures - General Fund

For the Last Five Fiscal Years

	Amounts				
	2023	2022	2021	2020	2019
Revenues					
Water service	\$ 593,471	\$ 538,564	\$ 558,661	\$ 494,910	\$ 450,344
Sewer service	888,754	873,022	864,944	770,047	704,919
Property taxes	2,312,622	1,650,267	1,479,318	1,235,910	1,141,763
Penalties and interest	54,783	46,923	40,074	50,641	47,543
Tap connection and inspection	11,455	35,747	99,560	94,669	81,949
Surface water	532,121	416,107	472,543	358,655	290,721
Fire protection	400,671	408,479	392,884	366,210	339,442
Miscellaneous	7,174	8,135	11,026	4,839	2,525
Investment earnings	128,847	4,441	8,750	57,175	64,396
Total Revenues	<u>4,929,898</u>	<u>3,981,685</u>	<u>3,927,760</u>	<u>3,433,056</u>	<u>3,123,602</u>
Expenditures					
Current service operations					
Purchased services	1,201,937	1,025,129	1,039,819	992,165	911,076
Professional fees	195,171	181,596	179,026	170,124	140,736
Contracted services	1,052,875	1,020,009	1,016,868	868,508	831,424
Repairs and maintenance	443,665	530,794	397,300	418,831	707,244
Utilities	9,506	10,997	8,091	7,487	8,142
Surface water	615,978	530,743	498,226	410,335	304,633
Administrative	80,382	75,679	61,522	68,090	69,184
Other	38,918	38,374	36,187	32,099	20,241
Pavilion project			6,185	340,485	
Capital outlay	225,980	164,065	319,661	84,938	
Total Expenditures	<u>3,864,412</u>	<u>3,577,386</u>	<u>3,562,885</u>	<u>3,393,062</u>	<u>2,992,680</u>
Revenues Over Expenditures	<u>\$ 1,065,486</u>	<u>\$ 404,299</u>	<u>\$ 364,875</u>	<u>\$ 39,994</u>	<u>\$ 130,922</u>

*Percentage is negligible

See accompanying auditors' report.

Percent of Fund Total Revenues

2023	2022	2021	2020	2019
12%	15%	14%	15%	13%
18%	22%	22%	22%	23%
47%	41%	38%	36%	37%
1%	1%	1%	1%	2%
*	1%	3%	3%	3%
11%	10%	12%	10%	9%
8%	10%	10%	11%	11%
*	*	*	*	*
3%	*	*	2%	2%
100%	100%	100%	100%	100%

24%	26%	26%	29%	29%
4%	5%	5%	5%	5%
21%	26%	26%	25%	27%
9%	13%	10%	12%	23%
*	*	*	*	*
12%	13%	13%	12%	10%
2%	2%	2%	2%	2%
1%	1%	1%	1%	1%
		*	10%	
5%	4%	8%	2%	
78%	90%	91%	98%	97%
22%	10%	9%	2%	3%

Fort Bend County Municipal Utility District No. 155
TSI-7b. Comparative Schedule of Revenues and Expenditures - Debt Service Fund
For the Last Five Fiscal Years

	Amounts				
	2023	2022	2021	2020	2019
Revenues					
Property taxes	\$ 2,518,412	\$ 2,573,229	\$ 2,316,680	\$ 2,197,126	\$ 2,028,236
Penalties and interest	5,184	6,683	5,838	6,882	3,828
Investment earnings	134,593	4,941	9,803	65,541	62,517
Total Revenues	<u>2,658,189</u>	<u>2,584,853</u>	<u>2,332,321</u>	<u>2,269,549</u>	<u>2,094,581</u>
Expenditures					
Tax collection services		191	7	9	3,858
Debt service					
Principal	1,205,000	1,200,000	965,000	745,000	705,000
Interest and fees	998,156	1,118,391	1,184,011	1,073,891	1,084,754
Debt issuance costs		300,075			114,300
Total Expenditures	<u>2,203,156</u>	<u>2,618,657</u>	<u>2,149,018</u>	<u>1,818,900</u>	<u>1,907,912</u>
Revenues Over/(Under)					
Expenditures	<u>\$ 455,033</u>	<u>\$ (33,804)</u>	<u>\$ 183,303</u>	<u>\$ 450,649</u>	<u>\$ 186,669</u>
Total Active Retail Water Connections	<u>1,691</u>	<u>1,685</u>	<u>1,684</u>	<u>1,566</u>	<u>1,473</u>
Total Active Retail Wastewater Connections	<u>1,667</u>	<u>1,661</u>	<u>1,661</u>	<u>1,541</u>	<u>1,449</u>

*Percentage is negligible

See accompanying auditors' report.

Percent of Fund Total Revenues

2023	2022	2021	2020	2019
95%	100%	100%	97%	97%
*	*	*	*	*
5%	*	*	3%	3%
100%	100%	100%	100%	100%
	*	*	*	*
45%	46%	41%	33%	34%
38%	43%	51%	47%	52%
	12%			5%
83%	101%	92%	80%	91%
17%	(1%)	8%	20%	9%

Fort Bend County Municipal Utility District No. 155
TSI-8. Board Members, Key Personnel and Consultants
For the Year Ended April 30, 2023

Complete District Mailing Address: 3200 Southwest Freeway, Suite 2600, Houston, Texas 77027
District Business Telephone Number: (713) 860-6400
Submission Date of the most recent District Registration Form
(TWC Sections 36.054 and 49.054): December 12, 2022
Limit on Fees of Office that a Director may receive during a fiscal year: \$ 7,200
(Set by Board Resolution -- TWC Section 49.0600)

Names:	Term of Office (Elected or Appointed) or Date Hired	Fees of Office Paid *	Expense Reimburse- ments	Title at Year End
Board Members				
Donna Johnson	5/20 - 5/24	\$ 2,400	\$ 30	President
Brett Telford	5/18 - 5/26	3,900	3,091	Vice President
Christina Garcia	5/20 - 5/24	5,100	2,322	Assistant Vice President
Dwayne Grigar	5/20 - 5/24	3,000	1,254	Assistant Secretary
Jessica Robach	2/22 - 5/26	3,000	1,406	Secretary
Consultants				
Allen Boone Humphries Robinson LLP	2005	Amounts Paid		Attorney
<i>General legal fees</i>		\$ 130,728		
<i>Bond counsel</i>		119,278		
Si Environmental	2012	251,409		Operator
McLennan & Associates, LP	2005	41,844		Bookkeeper
Fort Bend County	2016			Tax Collector
Fort Bend Central Appraisal District	Legislation	36,753		Property Valuation
LJA Engineering and Surveying, Inc.	2005	85,095		Former Engineer
Costello Engineering	2023	3,023		Engineer
McGrath & Co., PLLC	2011	21,375		Auditor
Rathmann and Associates, LP	2005	81,500		Financial Advisor

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

See accompanying auditors' report.