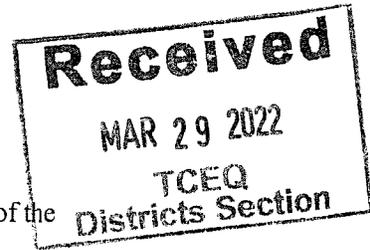


ANNUAL FILING AFFIDAVIT

STATE OF TEXAS }
COUNTY OF Ularo }



I, Lorean M. Sindelar of the
(Name of Duly Authorized District Representative)

Kingsland Municipal Utility District
(Name of District)

hereby swear or affirm, that the District above has review and approved at a meeting of the District's Board of Directors on the 28th day of March, 2022, its annual audit report for the fiscal period ended September 30, 2021 and that copies of the annual audit report have been filed in the District's office, located at 100 Ingram St., Kingsland, Texas 78639.
(Address of the District's Office)

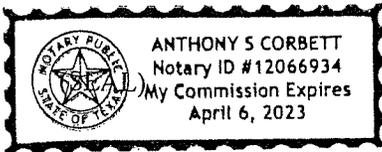
This filing affidavit and the attached copy of the audit report will be submitted to the Texas Commission on Environmental Quality to satisfy the annual filing requirements of Texas Water Code Section 49.194.

Date: March 28, 2022

By: Lorean M. Sindelar
(Signature of District Representative)

Lorean M. Sindelar, President
(Typed Name and Title of District Representative)

Sworn to and subscribed to before me this 28th day of March, 2022.



Anthony S Corbett
(Signature of Notary)

My Commission Expires On: April 6, 2023
Notary Public in the State of Texas

Received
MAR 29 2022
TCEQ
Districts Section

REPORT OF EXAMINATION

**KINGSLAND
MUNICIPAL UTILITY DISTRICT**

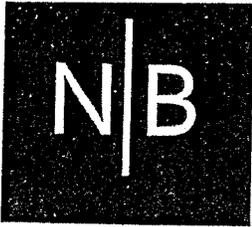
Kingsland, Texas

For the Year Ended
September 30, 2021

KINGSLAND MUNICIPAL UTILITY DISTRICT
BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTAL SCHEDULES
SEPTEMBER 30, 2021

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NEFFENDORF & BLOCKER, P.C.

INDEPENDENT AUDITORS' REPORT

The Board of Directors
Kingsland Municipal Utility District
Kingsland, TX 78639

Members of the Board:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Kingsland Municipal Utility District, as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility 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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Kingsland Municipal Utility District, as of September 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 9 and 22 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The Texas Commission on Environmental Quality requires municipal utility districts to include certain information in the Annual Financial Report in conformity with laws and regulations of the State of Texas. This information is in Exhibits identified in the Table of Contents as Exhibits TSI-1 to TSI-6. These schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Neffendorf & Blocker, P.C.

NEFFENDORF & BLOCKER, P.C.
Fredericksburg, Texas

March 21, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Kingsland Municipal Utility District, we offer readers of the District's financial statements this narrative overview and analysis of the financial statements of the District for the year ended September 30, 2021. Please read it in conjunction with the independent auditors' report on page 1, and District's Basic Financial Statements which begin on page 10.

FINANCIAL HIGHLIGHTS

- The assets of the District exceeded its liabilities at the close of the most recent fiscal year by \$16,228,734 (net position). Of this amount, \$7,519,388 (unrestricted net position) may be used to meet the District's ongoing obligations to citizen's and creditors.
- The District's net position increased by \$1,566,398 as a result of this year's operations.
- At September 30, 2021, the District's governmental funds reported combined ending fund balances of \$7,531,240, an increase of \$678,949 in comparison with the prior year.
- At September 30, 2021, the unassigned fund balance of the general fund was \$7,183,334, or 204 percent of total general fund expenditures.
- The District converted from the proprietary fund system of accounting to the governmental fund system of accounting to more accurately reflect the operations of the District. This conversion required a prior period adjustment to the General Fund in the amount of \$7,810,045.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities (on pages 10 and 11). These provide information about the activities of the District as a whole and present a longer-term view of the District's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements (also on pages 10 & 11) report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources, and supply the basis for tax levies and the appropriations budget.

The notes to the financial statements (starting on page 12) provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The Budgetary Comparison Schedule (operating fund) is presented as required supplemental information on page 22. The section labeled Texas Supplementary Information (TSI) are required supplemental schedules by the Texas Commission on Environmental Quality.

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities

The analysis of the District's overall financial condition and operations begins on page 10. Its primary purpose is to show whether the District is better off or worse off as a result of the year's activities. The Statement of Net Position includes all the District's assets and liabilities at the end of the year while the Statement of Activities includes all the revenues and expenses generated by the District's operations during the year. These apply the accrual basis of accounting which is the basis used by private sector companies.

All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. All the District's assets are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years.

These two statements report the District's net position and changes in them. The District's net position (the difference between assets and liabilities) provide one measure of the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the District, however, you should consider other factors as well, such as changes in the District's customers or its property tax base and the condition of the District's facilities.

In the Statement of Net Position and the Statement of Activities, the District has one kind of activity:

➤ Governmental activity - Most of the District's basic services are reported here, including the wastewater, recreation and administration. Property taxes, and user charges, (wastewater) finance most of these activities.

Reporting the District's Most Significant Funds

Fund Financial Statements

The fund financial statements on pages 10 & 11 and provide detailed information about the most significant funds - not the District as a whole. Governmental fund types include the general fund and debt service fund.

➤ Governmental funds - All of the District's basic services are reported in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the District's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in the adjustments column and Note 3 to the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Our analysis focuses on the net position (Table I) and changes in net position (Table II) of the District's governmental activities.

Net position of the District's governmental activities increased from \$14,662,336 to \$16,228,734. Unrestricted net position - the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements - was \$7,519,388 at September 30, 2021. This increase in governmental net position was the result of three factors. First, the District's revenues exceeded the expenditures by \$678,949. Second, the District acquired capital assets in the amount of \$1,340,369 and third, the District recorded depreciation in the amounts of \$418,988.

Table I
Kingsland Municipal Utility District

NET POSITION
in thousands

	Governmental Activities	
	2021	2020
Current and Other Assets	\$ 8,060	\$ 6,992
Capital Assets	8,709	7,788
Total Assets	\$ 16,769	\$ 14,780
Other Liabilities	540	118
Total Liabilities	\$ 540	\$ 118
Deferred Inflow of Resources		
Property Taxes	\$ -	\$ -
Total Deferred Inflows of Resources	\$ -	\$ -
Net Position		
Net Investment in		
Capital Assets	\$ 8,709	\$ 7,788
Unrestricted	7,519	6,874
Total Net Position	\$ 16,229	\$ 14,662

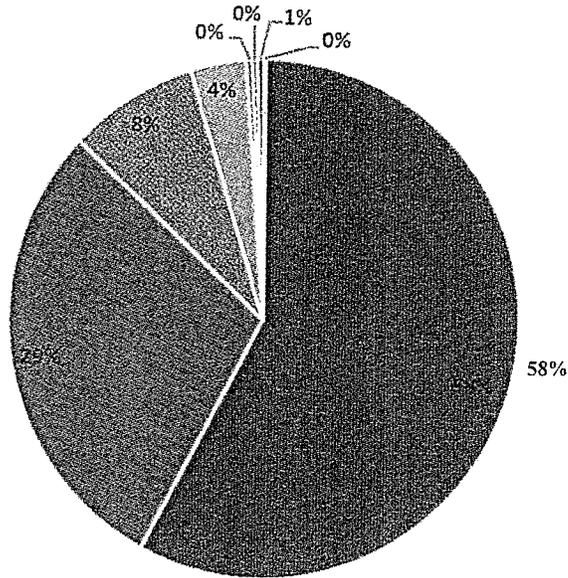
Table II
Kingsland Municipal Utility District

CHANGES IN NET POSITION
in thousands

	Governmental Activities	
	2021	2020
Revenues		
Maintenance & Operations Taxes	\$ 2,430	\$ 2,228
Wastewater Services	1,568	1,485
Fees	150	125
Recreational Facilities	16	2
Recycle Center	15	9
Interest	17	69
Grant		77
Miscellaneous	4	38
Total Revenue	<u>\$ 4,199</u>	<u>\$ 4,033</u>
Expenses:		
Salaries, Benefits & Payroll Taxes	\$ 1,234	\$ 1,213
Insurance and Bonds	55	49
Consultants	161	146
General and Administrative	104	93
Plant and Field	660	1,055
Depreciation	419	476
Total Expenses	<u>\$ 2,633</u>	<u>\$ 3,032</u>
Increase In Net Position	\$ 1,566	\$ 1,001
Net Position Beginning	14,662	13,661
Prior Period Adjustment	-	
Net Position Ending	<u>\$ 16,229</u>	<u>\$ 14,662</u>

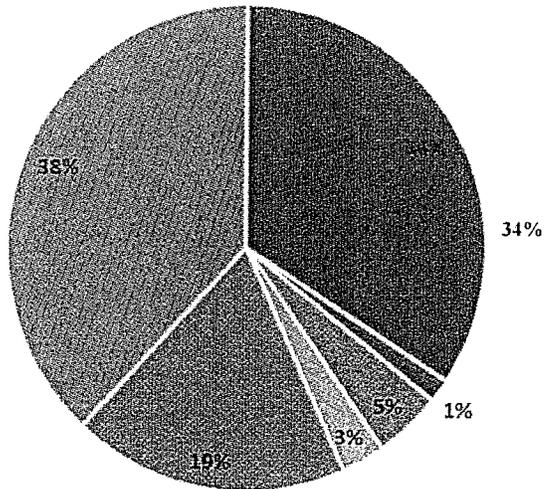
General Fund Revenues

- Property Taxes
- Wastewater Service
- Wastewater Service Installation
- Fees
- Recreational Facilities
- Recycle Center
- Interest
- Miscellaneous



General Fund Expenditures

- Salaries, Benefits & Payroll Taxes
- Insurance and Bonds
- Consultants
- General and Administrative
- Plant and Field
- Capital Outlay



The District's total revenues increased by \$143,701 due to an increase in property tax revenue.

The District's total expenditures decreased by \$172,872 due to a decrease in plant and field expenditures.

The cost of all governmental activities this year was \$2,632,727. However, as shown in the Statement of Activities on page 11, the amount that our taxpayers ultimately financed for these activities through District taxes was only \$2,429,745 because the other costs were paid by those who directly benefited from the programs \$1,752,245.

THE DISTRICT'S FUNDS

As the District completed the year, its governmental funds (as presented in the balance sheet on page 10) reported a combined fund balance of \$7,531,240, which is more than last year's total of \$6,852,291. Included in this year's total change in fund balance is an increase of \$678,949 in the District's General Fund.

The Board of Directors adopted the General Fund Budget. During the year the District did amend the original budget. Actual revenues exceeded the budgeted amounts and actual expenditures were less than budgeted amounts.

CAPITAL ASSET AND DEBT ADMINISTRATION

At the end of 2021, the District had \$20,442,072 invested in a broad range of capital assets, including land, buildings, wastewater systems, machinery and equipment and other improvements. This amount represents a net increase of \$1,340,369, or 7.0 percent, more than last year.

This year's major additions included:

Wastewater System Improvements	\$ 372,117
Kingsland Community Center Project	812,287
	<u>\$ 1,184,404</u>

More detailed information about the District's capital assets is presented in Note 6 to the financial statements.

Debt

At year end the District had no outstanding long-term debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The District's elected officials and management considered many factors when setting the fiscal-year 2022 budget and tax rates. Factors considered in establishing a budget are the funding needs of the District operations and programs necessary to meet the objectives of the District. Amounts available for appropriation in the General Fund budget are \$4,410,752 and expenditures are estimated to be \$4,257,210.

If these estimates are realized, the District's budgetary General Fund balance is expected to increase by the close of 2022.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's business office, at Kingsland Municipal Utility District, Kingsland, Texas.

BASIC FINANCIAL STATEMENTS

KINGSLAND MUNICIPAL UTILITY DISTRICT
STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET
SEPTEMBER 30, 2021

	General Fund	Total	Adjust- ments (Note 3)	Statement of Net Position
ASSETS				
Cash on Hand	\$ 200	\$ 200	\$	\$ 200
Cash in Bank	7,251,892	7,251,892		7,251,892
Investments	307,832	307,832		307,832
Receivables:				
Taxes	21,926	21,926		21,926
Accounts	104,327	104,327		104,327
Inventory	347,906	347,906		347,906
Prepaid Items	9,874	9,874		9,874
Other Assets	15,846	15,846		15,846
Capital Assets (Net of Accumulated Depreciation) Property, Plant and Equipment		-	8,709,346	8,709,346
Total Assets	<u>\$ 8,059,803</u>	<u>\$ 8,059,803</u>	<u>\$ 8,709,346</u>	<u>\$ 16,769,149</u>
LIABILITIES				
Accounts Payable	123,674	123,674		123,674
Other Current Liabilities	382,963	382,963	33,779	416,742
Total Liabilities	<u>506,637</u>	<u>506,637</u>	<u>33,779</u>	<u>540,416</u>
DEFERRED INFLOW OF RESOURCES				
Deferred Resources Inflow				
Property Taxes	21,926	21,926	(21,926)	-
Total Deferred Inflows of Resources	<u>21,926</u>	<u>21,926</u>	<u>(21,926)</u>	<u>-</u>
FUND BALANCE/NET POSITION				
Fund Balances:				
Non-Spendable - Inventories	347,906	347,906	(347,906)	
Unassigned	7,183,334	7,183,334	(7,183,334)	
Total Fund Balances	<u>7,531,240</u>	<u>7,531,240</u>	<u>(7,531,240)</u>	<u>-</u>
Total Liabilities & Fund Balances	<u>\$ 8,059,803</u>	<u>\$ 8,059,803</u>		
Net Position:				
Net Investment in, Capital Assets			8,709,346	8,709,346
Unrestricted			7,519,388	7,519,388
Total Net Position			<u>\$ 16,228,734</u>	<u>\$ 16,228,734</u>

The notes to the Financial Statements are an integral part of this statement.

KINGSLAND MUNICIPAL UTILITY DISTRICT
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE FOR THE YEAR ENDED - SEPTEMBER 30, 2021

	General Fund	Total	Adjust- ments (Note 3)	Statement of Activities
Revenues:				
Property Taxes	\$ 2,429,898	\$ 2,429,898	\$ (153)	\$ 2,429,745
Wastewater Service	1,222,486	1,222,486		1,222,486
Wastewater Service Installation	345,769	345,769		345,769
Fees	149,799	149,799		149,799
Recreational Facilities	15,623	15,623		15,623
Recycle Center	14,785	14,785		14,785
Interest	17,135	17,135		17,135
Miscellaneous	3,783	3,783		3,783
Total Revenues	4,199,278	4,199,278	(153)	4,199,125
Expenditures/Expenses:				
Service Operations:				
Salaries, Benefits & Payroll Taxes	\$ 1,200,685	\$ 1,200,685	\$ 33,779	\$ 1,234,464
Insurance and Bonds	55,100	55,100		55,100
Consultants	160,782	160,782		160,782
General and Administrative	103,812	103,812		103,812
Plant and Field	659,581	659,581		659,581
Capital Outlay	1,340,369	1,340,369	(1,340,369)	-
Depreciation		-	418,988	418,988
Total Expenditures/Expenses	3,520,329	3,520,329	(887,602)	2,632,727
Excess (deficiency) of revenues over expenditures	678,949	678,949		
Change in Net Assets			1,566,398	1,566,398
Fund Balance/Net Position:				
Beginning of the Year	14,662,336	14,662,336	-	14,662,336
Prior Period Adjustment	(7,810,045)	(7,810,045)	7,810,045	-
End of the Year	\$ 7,531,240	\$ 7,531,240	\$ 9,376,443	\$ 16,228,734

The notes to the Financial Statements are an integral part of this statement.

KINGSLAND MUNICIPAL UTILITY DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1. CREATION OF DISTRICT

Kingsland Municipal Utility District (the District), a political subdivision of the State of Texas, was created on December 19, 1972, by the Texas Water Rights Commission pursuant to the provisions of Chapters 49 and 54 of the Texas Water Code. The District was created and organized for the purpose of providing sewer services to residential and commercial establishments within the District. The District is also authorized to provide recreational facilities.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Kingsland Municipal Utility District conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies:

- A. Reporting Entity - The District has developed criteria to determine if the activities of any outside agencies or organizations should be included within its financial statements. The criteria includes the amount of oversight responsibility exercised by the District over the activities of an agency or organization, the scope of public service of an agency or organization, and the nature of any special financing relationships which may exist between the District and an agency or organization. Oversight responsibility includes financial interdependency, selection of the governing authority, designation of management, the ability to significantly influence operations, and accountability for fiscal matters. The District's financial statements include all funds over which the District exercises oversight responsibility. The District does not exercise oversight responsibility over any other reporting entity. Also, The District is not included as a part of any other reporting entity.
- B. Government-Wide and Fund Financial Statements
The Statement of Net position and the Statement of Activities display information about the District as a whole. The District's Statement of Net Position and Statement of Activities are combined with the governmental fund financial statements. The District is viewed as a special-purpose government and has the option of combining these financial statements. They report information on all of the Kingsland Municipal Utility District nonfiduciary activities with most, if any, of the interfund activities removed. *Governmental activities* include sources supported by taxes, fees and charges for services.

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

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

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

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The modified accrual basis of accounting recognizes revenues in the accounting period in which they become both measurable and available, and it recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest and principal on long-term debt, which is recognized when due. The expenditures related to certain compensated absences and claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources. The District considers all revenues available if they are collectible within 60 days after year end.

Revenues from local sources consist primarily of property taxes and user charges. Property tax revenues and revenues received from customers are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

The government reports the following major governmental funds:

The general fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, liabilities, and net position or equity

1. Deposits and investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of twelve months or less from the date of acquisition.

Temporary investments are stated at cost.

2. Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Property taxes are recorded as revenue when collected, and the amount of billed but uncollected taxes are deferred pending collection.

Service accounts receivable are recorded using the allowance method of accounting for bad debts. Under this method of accounting, a provision for uncollectible accounts is charged to earnings. The allowance account is increased or decreased based on past collection history and management's evaluation of accounts receivable. All amounts considered uncollectible are charged against the allowance account, and recoveries of previously charged off accounts are added to the allowance. As of the end of the fiscal year, the allowance for uncollectible accounts was \$0.

3. Inventories

Inventories are recorded with the purchases method whereby inventories are recorded as expenditures upon acquisition. Significant inventories on hand at year end are reflected as an asset and are fully reserved in the fund equity section.

4. Capital Assets

Capital assets which include property, plant, equipment, and infrastructure assets are reported in the government-wide Statement of Net Position. Capital assets are defined by the District as assets with an initial, individual cost of at least \$1,000. All capital assets are valued at historical cost or estimated historical cost if actual historical

cost is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenditures in the governmental fund incurred and as an expense in the government-wide Statement of Activities. Capital asset additions, improvements and preservation costs that extend the life of an asset are capitalized and depreciated over the estimated useful life of the asset. Engineering fees and certain other costs are capitalized as part of the asset.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciable assets of the District are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Plant & Compost Facility	10-30
Collections & Septic System	15-30
Engineering Fees	40
Buildings	30
Park Improvements	10
Machinery & Equipment	5-15
Trucks	5

5. Paid Time Off

The District has included and adopted a paid time off policy in their personnel manual. Paid time off accrues based on the length of service for each employee. Employees may carry over paid time off accruals from year to year but no more than 256 hours will be paid upon termination.

6. Pensions

The District has made available a retirement plan for the eligible employees whereby the District contributes 9.5% of wages and the employee contributes a voluntary amount with the lowest being 1.45%. For the year ended September 30, 2021, the District contributed a total of \$57,460. The plan is administered by VOYA Financial, Hartford CT. A summary of plan assets and current earnings is available at the District office.

7. Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

8. Fund Equity

The District has implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances

more transparent. The following classifications describe the relative strength of the spending constraints:

- Non-spendable fund balance – amounts that are not in non-spendable form (such as inventory) or are required to be maintained intact.
- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- Committed fund balance – amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e. Board of Directors). To be reported as committed, amounts cannot be used for any other purpose unless the District takes the same highest level action to remove or change the constraint.
- Assigned fund balance – amounts the District intends to use for a specific purpose. Intent can be expressed by the Board of Directors or by an official or body to which the Board of Directors delegates the authority.
- Unassigned fund balance – amounts that are available for any purpose. Positive amounts are reported only in the general fund.

The Board of Directors establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by the Board of Directors through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or other purposes).

9. Budget

The Board of Directors adopts an annual budget for the general fund in accordance with the Accounting Principles applicable to this fund.

10. Use of Estimates

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

11. Deferred Inflows/Deferred Outflows

A deferred outflow of resources is a consumption of net position that is applicable to a future reporting period while a deferred inflow of resources is an acquisition of net position. These items are presented in separate sections following assets (deferred outflows) or liabilities (deferred inflows) on the statement of net position.

Revenues are recognized when they become both measurable and available in the fund statements. Available means when due, or past due, and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period.

Revenues not expected to be available for the current period are reflected as deferred revenue. Unavailable revenues arise when assets are recognized before revenue recognition criteria have been satisfied.

12. Future Adoption of Accounting Principles – The GASB has issued the following potentially significant statements which the District has not yet adopted, and which require adoption subsequent to September 30, 2021.

Statement No.	Title	Adoption Required
87	Leases	September 30, 2022

NOTE 3. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

Total Fund Balance - Governmental Funds	\$ 7,531,240
1 Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. At the beginning of the year, the cost of these assets was \$19,101,703 and the accumulated depreciation was \$11,313,738. The effect of including the beginning balances for capital assets (net of depreciation) is to increase net position.	7,787,965
2 Current year capital outlays are expenditures in the fund financial statements, but they should be shown as increases in capital assets in the government wide financial statements. The net effect of including the 2021 capital outlays is to increase net position.	1,340,369
3 The 2021 depreciation expense increases accumulated depreciation. The net effect of the current year's depreciation is to decrease net position.	(418,988)
4 Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing unavailable revenue from property taxes as revenue. The net effect of these reclassifications and recognitions is to decrease net position.	<u>(11,852)</u>
Net Position of Governmental Activities	<u>\$ 16,228,734</u>

Reconciliation of the Governmental Fund Statement of Revenues, Expenditure,
and Changes in Fund Balance to the Statement of Activities

Total Net Change in Fund Balances - Governmental Funds	\$	678,949
1 Current year capital outlays are expenditures in the fund financial statements, but they should be shown as increases in capital assets in the government wide financial statements. The net effect of removing the 2021 capital outlays is to increase net position.		1,340,369
2 Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease net position.		(418,988)
3 Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue, adjusting current year revenue to show the revenue earned from the current year's tax levy. The net effect of these reclassifications and recognitions is to decrease the change in net position.		<u>(33,932)</u>
Change in Net Position of Governmental Activities	\$	<u><u>1,566,398</u></u>

NOTE 4. DEPOSITS AND INVESTMENTS

The funds of the District must be deposited and invested under the terms of a contract, contents of which are set out in the Depository Contract Law. The depository bank places approved pledged securities for safekeeping and trust with the District's agent bank in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

At September 30, 2021, the carrying amount of the District's deposits was \$7,251,892 and the bank balance was \$7,277,467. The District's cash deposits at September 30, 2021 and during the year ended September 30, 2021 were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the District to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit. Statutes authorize the District to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, (10) and common trust funds. The Act also requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. The District is not in substantial compliance with the requirements of the Act and with local policies.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Policies Governing Deposits and Investments

In compliance with the **Public Funds Investment Act**, the District has adopted a deposit and investment policy. That policy does address the following risks:

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

Custodial Credit Risk - Deposits: This is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District was not exposed to custodial credit risk since its deposits at year-end and during the year ended September 30, 2021 were covered by depository insurance or by pledged collateral held by the District's agent bank in the District's name.

The District's temporary investments at year end are shown below:

<u>Investment</u>	<u>Fair Value</u>			
	<u>Level</u>	<u>Rating</u>	<u>Maturity</u>	<u>Fair Value</u>
Certificates of Deposit	2	AAA	120 Days Avg	307,832

NOTE 5. PROPERTY TAXES

Kingsland Municipal Utility District contracts with Burnet County Appraisal District and Llano County Appraisal District for tax appraisal and Burnet County Appraisal District and Llano County Tax Assessor/Collector for collection of taxes. By September 1 of each year, the rate of taxation is set by the Board of Directors based upon the valuation of property within the District as of January 1. Taxes are due October 1, and become delinquent after January 31 of the following year.

For the 2020 tax roll, the District levied an ad valorem maintenance tax at a rate of \$.209 per \$100 of assessed valuation, which resulted in a tax levy (before corrections and adjustments) of \$2,417,027 on the taxable valuation of \$1,156,472,136.

NOTE 6. CAPITAL ASSET ACTIVITY

Capital asset activity for the District for the year September 30, 2021, was as follows:

	Primary Government			
	Beginning			Ending
	Balance	Additions	Retirements	Balance
	10/1/20			9/30/21
Governmental Activities				
Land	\$ 1,849,698	\$ -	\$ -	\$ 1,849,698
Plant	4,400,271	19,000		4,419,271
Septic Facility	264,730		-	264,730
Collection System	7,228,570	353,117		7,581,687
Compost Facility	575,312			575,312
Engineering	756,952			756,952
Buildings	1,513,215	812,287		2,325,502
Park Improvements	246,748	4,885		251,633
Machinery & Equipment	1,225,223	59,900		1,285,123
Trucks	915,620	42,550		958,170
Office Furniture	125,364	7,255		132,619
Construction in Progress		41,375		41,375
Totals	\$ 19,101,703	\$ 1,340,369	\$ -	\$ 20,442,072
Less Accumulated Depreciation	(11,313,738)	(418,988)		(11,732,726)
Capital Assets, Net	\$ 7,787,965	\$ 921,381	\$ -	\$ 8,709,346

NOTE 7. 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; injuries to employees; and natural disasters. The District contracts with the Texas Municipal League (TML) to provide insurance coverage for identified risks. TML is a multi-government group that provides for a combination of modified self-insurance and stop-loss coverage. Contributions are set annually by TML. Liability by the District is generally limited to the contributed amounts. Annual contributions for the year ended September 30, 2021 were \$54,407.

NOTE 8. INSURANCE

All regular employees of the District are eligible under the group hospitalization insurance program provided by the District through Scott & White Health Plan and the life insurance program provided by the District through The Hartford. The District pays the premium for eligible employees and the employees are responsible for any dependent coverage.

NOTE 9. MONEY PURCHASE PENSION PLAN AND TRUST

Plan Description: Kingsland Municipal Utility District Money Purchase Pension Plan and Trust (Plan) was adopted February 1, 1982 and the Plan was amended and re-stated effective October 1, 2015. The District contracts with VOYA Financial to administer the Plan. A money purchase pension plan and trust is a 401(a) retirement plan.

Contributions: The District contributes 9.5% of wages and the employee contributes a voluntary amount with the lowest percentage being 1.45%. All money contributed to the plan is held in a Trust Fund. The Trustees are responsible for the safekeeping of the Trust Fund and must hold and invest Plan assets in a prudent manner and in the best interest of the plan participants and their

beneficiaries. The Trust Fund is the funding medium used for the accumulation of assets from which benefits will be distributed. While all the Plan assets are held in a Trust Fund, the Administrator separately accounts for each Participant's interest in the Plan.

Employees are eligible at the time of employment to participate in the plan. Contributions an employee makes and the earnings on those contributions are immediately fully vested. The contributions made by the District and the earnings on those contributions require the employee to work for the District for five (5) years before they are fully vested. The contributions will not be considered forfeit until the earlier of (1) the last day of the plan year in which the former participant incurs five (5) consecutive 1-year breaks in service or (2) the distribution of the entire vested portion of the participant's account. Forfeitures will be used to reduce any employer contributions. District contributions to the plan for the year ended September 30, 2021 were \$57,460 (net of \$15,674 in forfeitures).

NOTE 10. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

Actual expenditures exceeded appropriations in the Capital Outlay line item but not in total.

NOTE 11. PRIOR PERIOD ADJUSTMENT

The District converted from a governmental fund system of accounting to a proprietary fund system on January 1, 1983. The District has re-evaluated the accounting system and determined a conversion back to a governmental fund system of accounting would more accurately reflect the accounting transactions of the District. The activities of the District are currently supported by charges for utility services and property tax collections. The property tax collections exceed the utility service collections. Therefore the utility service expenditures are tax supported. This supports converting the proprietary fund system back to a governmental fund structure. The definition of a governmental fund is a fund used to account for tax-supported activities.

A prior period adjustment in the amount of \$7,810,045 was made to convert the proprietary fund back to a governmental fund (General Fund). The beginning fund balance was \$14,662,336. The restated beginning fund balance is \$6,852,291.

NOTE 12. SUBSEQUENT EVENTS

The District has evaluated subsequent events through March 21, 2022, the date which the financial statements were available to be issued. The District is not aware of any subsequent events that materially impact the financial statements.

REQUIRED SUPPLEMENTAL SCHEDULE

KINGSLAND MUNICIPAL UTILITY DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION - BUDGETARY COMPARISON
 SCHEDULE - GENERAL FUND - FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts		Actual Amounts (GAAP Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
	<u>Revenues:</u>			
Property Taxes	\$ 2,421,645	\$ 2,421,645	\$ 2,429,898	\$ 8,253
Wastewater Service	1,247,292	1,247,292	1,222,486	(24,806)
Wastewater Service Installation	120,750	120,750	345,769	225,019
Fees	700	700	149,799	149,099
Recreational Facilities	1,800	1,800	15,623	13,823
Recycle Center	11,000	11,000	14,785	3,785
Interest	36,000	36,000	17,135	(18,865)
Miscellaneous	1,000	1,000	3,783	2,783
Total Revenues	<u>3,840,187</u>	<u>3,840,187</u>	<u>4,199,278</u>	<u>359,091</u>
<u>Expenditures/Expenses:</u>				
<u>Service Operations:</u>				
Salaries, Benefits & Payroll Taxes	\$ 1,513,000	\$ 1,522,520	\$ 1,200,685	\$ 321,835
Insurance and Bonds	55,400	58,234	55,100	3,134
Consultants	292,000	269,610	160,782	108,828
General and Administrative	167,450	168,516	103,812	64,704
Plant and Field	1,068,950	1,077,920	659,581	418,339
<u>Capital Outlay</u>	<u>820,000</u>	<u>820,000</u>	<u>1,340,369</u>	<u>(520,369)</u>
Total Expenditures/Expenses	<u>3,916,800</u>	<u>3,916,800</u>	<u>3,520,329</u>	<u>396,471</u>
Excess (deficiency) of revenues over expenditures	(76,613)	(76,613)	678,949	755,562
<u>Fund Balance/Net Position:</u>				
Beginning of the Year	14,662,336	14,662,336	14,662,336	-
Prior Period Adjustment	(7,810,045)	(7,810,045)	(7,810,045)	
End of the Year	<u>\$ 6,775,678</u>	<u>\$ 6,775,678</u>	<u>\$ 7,531,240</u>	<u>\$ 755,562</u>

The notes to the Financial Statements are an integral part of this statement.

TEXAS SUPPLEMENTARY INFORMATION

KINGSLAND MUNICIPAL UTILITY DISTRICT
TEXAS SUPPLEMENTARY INFORMATION (TSI)

SEPTEMBER 30, 2021

- TSI-1. Services and Rates
- TSI-2. General Fund Expenditures
- TSI-3. Temporary Investments
- TSI-4. Taxes Levied and Receivable
- TSI-5. Comparative Schedule of Revenue and Expenditures -
General and Debt Service Funds - Five Years
- TSI-6. Board Members, Key Personnel and Consultants

KINGSLAND MUNICIPAL UTILITY DISTRICT
TSI-1. SERVICES AND RATES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

1 Services Provided by the District during the Fiscal Year:

- | | | |
|--|---|-------------------------------------|
| <input type="checkbox"/> Retail Water | <input type="checkbox"/> Wholesale Water | <input 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 type="checkbox"/> Security |
| <input type="checkbox"/> Solid Waste/Garbage | <input type="checkbox"/> Flood Control | <input type="checkbox"/> Roads |
| <input type="checkbox"/> Participates in joint venture, regional system, and/or wastewater service (other than emergency Interconnect) | | |
| <input checked="" type="checkbox"/> Other (specify): Parks | | |

2 Retail Service Providers

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

	Minimum Charge	Minimum Usage	Flat Rate Y/N	Rate per first 1000 Gallons Over Minimum	late per additional 1000 Gallons Over Minimum
WATER:	\$ -	-	N	\$ -	\$ -
WASTEWATER:	\$ 26.00	-	Y	\$ -	\$ -
SURCHARGE:	\$ -			\$ -	\$ -

District employs winter averaging for wastewater usage? Yes No

Total charges per 10,000 gallons usage: Water: \$ - Wastewater: \$ 26.00

b. Water and Wastewater Retail Connections:

	Active Connections	Active ESFC	Inactive Connections (ESFC)
Single Family	2768	2	176
Multi-Family & Commercial	157		
Other-Recreational Centers	35		
Government, VFD & Nonprofit	19		
Total	2979	2	176

3 Total Water Consumption during the Fiscal Year (rounded to the nearest thousand):

Gallons pumped into system: N/A

Gallons billed to customers: N/A

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 (required for first audit year or when information changes, otherwise this information may be omitted):

County(ies) in which the District is located:

Llano and Burnet

Is the District located entirely within one county?

Yes No

Is the District located within a city?

Entirely Partly

Not at all

City(ies) in which the District is located:

N/A

Is the District located within a city's extra territorial jurisdiction (ETJ)?

ETJs in which the District is located:

Entirely Partly

Not at all

Are Board members appointed by an office outside the district?

Yes

No

If Yes, by whom?

KINGSLAND MUNICIPAL UTILITY DISTRICT
 TSI-2. GENERAL FUND EXPENDITURES
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

Personnel Expenditures (including benefits)*	\$	1,200,685
Insurance and Bonds:		
Insurance		55,000
Director's Bonds		100
Consultants:		
Legal		34,699
Audit		8,850
Tax Collection and Appraisal Fees		65,957
Engineering		47,076
Other		4,200
General and Administrative		
Telecommunications		13,103
Computer Expense		22,745
Environmental Quality Control		8,546
Other		59,418
Plant and Field:		
Plant Maintenance		40,932
Field Maintenance		252,370
Lift Station Repairs		63,702
Equipment Repairs		22,534
Chemicals		45,000
Lab Supplies		27,307
Utilities		112,404
Other		95,332
Capital Outlay:		
Capitalized Assets		1,340,369
 TOTAL EXPENDITURES	 \$	 <u><u>3,520,329</u></u>

* Number of persons employed by the District: 20 Full-Time 0 Part-Time

KINGSLAND MUNICIPAL UTILITY DISTRICT
 TSI-3. TEMPORARY INVESTMENTS
 SEPTEMBER 30, 2021

Funds	Account or Certificate Number	Interest Rate	Maturity Date	Balance at End of Year	Accrued Interest Received at End of Year
Bancorp South Certificate of Deposit	93100011865600	0.25%	10/25/2021	\$ 140,811	
Security State Bank Certificate of Deposit	46684	0.4%	8/4/2022	167,020	
Total General Fund				\$ <u>307,832</u>	<u>-</u>

KINGSLAND MUNICIPAL UTILITY DISTRICT
TSI-4. TAXES LEVIED AND RECEIVABLE
SEPTEMBER 30, 2021

	Maintenance
	Taxes
Taxes Receivable, October 1, 2020	\$ 24,446
2020 Year - Original Tax Roll	2,417,027
Adjustments	10,271
Total to be accounted for	\$ 2,451,744
Less: Collection	
Current Year	\$ 2,401,481
Prior Years	28,337
Total Collections	\$ 2,429,818
Taxes Receivable, September 30, 2021	\$ 21,926

Taxes Receivable, by years -	
2010 and prior	\$ 2,090
2011	474
2012	493
2013	506
2014	579
2015	631
2016	669
2017	1,009
2018	1,972
2019	3,323
2020	10,179
Taxes Receivable, September 30, 2021	\$ 21,926

	2020	2019	2018	2017	2016
<u>Property Valuations</u>					
Total Valuation	\$ 1,156,472,136	\$ 173,213,791	\$ 978,041,700	\$ 896,077,625	\$ 814,307,507

	2020	2019	2018	2017	2016
<u>Tax Rates per \$100 Valuation</u>					
Debt Service	-	-	-	-	-
Maintenance	0.2090	0.2190	0.2190	0.2190	0.2200
Total	0.2090	0.2190	0.2190	0.2190	0.2200
Original Tax Levy	\$ 2,417,027	\$ 2,208,040	\$ 2,141,911	\$ 1,962,410	\$ 1,791,477

Percent of Taxes Collected to Taxes Levied	99.36%	99.52%	99.80%	99.18%	99.94%
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AMOUNTS		PERCENT OF FUND TOTAL REVENUES				
2018	2017	2021	2020	2019	2018	2017
\$ 1,978,648	\$ 1,799,933	57.9%	55.5%	57.8%	56.3%	55.3%
1,173,757	1,238,089	29.1%	29.6%	31.6%	33.4%	38.0%
195,937	172,715	8.2%	7.0%	4.6%	5.6%	5.3%
103,463	5,025	3.6%	3.1%	3.6%	2.9%	0.2%
2,327	2,300	0.4%	0.1%	0.0%	0.1%	0.1%
25,255	18,120	0.4%	0.2%	0.3%	0.7%	0.6%
27,229	17,863	0.4%	1.7%	1.6%	0.8%	0.5%
5,973	3,597	0.0%	1.9%	0.0%	0.0%	0.0%
<u>\$ 3,512,589</u>	<u>\$ 3,257,642</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>
\$ 1,046,904	\$ 1,048,544	28.6%	29.9%	30.9%	29.8%	32.2%
45,362	45,000	1.3%	1.2%	1.3%	1.3%	1.4%
331,154	356,514	3.8%	3.6%	3.6%	9.4%	10.9%
108,576	43,300	2.5%	2.3%	2.9%	3.1%	1.3%
682,370	765,954	15.7%	21.6%	20.0%	19.4%	23.5%
<u>2,191,151</u>	<u>386,231</u>	<u>31.9%</u>	<u>32.5%</u>	<u>15.2%</u>	<u>62.4%</u>	<u>11.9%</u>
<u>\$ 4,405,517</u>	<u>\$ 2,645,543</u>	<u>83.8%</u>	<u>91.1%</u>	<u>73.9%</u>	<u>125.4%</u>	<u>81.2%</u>
<u>\$ (892,928)</u>	<u>\$ 612,099</u>	<u>16.2%</u>	<u>8.9%</u>	<u>26.1%</u>	<u>-25.4%</u>	<u>18.8%</u>

KINGSLAND MUNICIPAL UTILITY DISTRICT
 TSI-6. BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS
 SEPTEMBER 30,2021

Complete District Mailing Address:

P.O. Box 748
 Kingsland, TX 78639
 (325)388-4559

District Business Telephone Number:

Limit on Fees of Office that a Director may receive during a fiscal year: \$7,200
 (Set by Board Resolution - TWC Section 49.060)

Name	Term of Office Elected & Expires or Date Hired	Fees of Office	Reimbursements	Title
Lorean Sindelar	5/2018-5/2022	\$ 7,200	\$ 241	President
Larry Denney	5/2018 to 5/2022	\$ 6,150	\$ 272	Vice - President
Kenneth Martin	5/2018 to 5/2022	\$ 6,150	\$ 304	Secretary - Treasurer
Dianne Wolfington	11/2020-5/2024	\$ 4,950	\$ 20	Director
Karen Oustad	11/2020-5/2024	\$ 5,400	\$ 127	Director

Note: No director is disqualified from serving on this board under the Texas Water Code.

Key Personnel

Mary A. Hefner	\$ 55,600	Interim General Manager
Thomas Stewart	\$ 86,005	O&M Supervisor

Consultants

Llano County Tax Assessor/Collector	\$ 3,200	Tax Collection
Llano Central Appraisal District	\$ 63,235	Tax Appraisal
Burnet Central Appraisal District	\$ 11,299	Tax Appraisal and Collection
West. Davis & Company, LLP	\$ 8,850	Auditor
McLean & Howard, LLP	\$ 32,124	Attorney
MRB Group	\$ 18,057	Consultant
Jones-Heroy & Associates, Inc.	\$ 88,451	Engineering

See auditors' report on supplemental information