

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
HARRIS COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
NOVEMBER 30, 2024

McCALL GIBSON SWEDLUND BARFOOT ELLIS PLLC
Certified Public Accountants

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McCall Gibson Swedlund Barfoot Ellis PLLC

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Harris County Municipal
Management District No. 1
Harris County, Texas

Opinions

We have audited the accompanying financial statements of the governmental activities and major fund of Harris County Municipal Management District No. 1 (the "District") as of and for the year ended November 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and major fund of the District as of November 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund 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 certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Board of Directors
Harris County Municipal
Management District No. 1

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 supplementary information required by the Texas Commission on Environmental Quality as published in the *Water District Financial Management Guide* is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

McCall Gibson Swedlund Barfoot Ellis PLLC

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
Houston, Texas

March 19, 2025

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED NOVEMBER 30, 2024

Management's discussion and analysis of Harris County Municipal Management District No. 1's (the "District") financial performance provides an overview of the District's financial activities for the year ended November 30, 2024. Please read it in conjunction with the District's financial statements.

USING THIS ANNUAL REPORT

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

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

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

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

FUND FINANCIAL STATEMENTS

The combined statements also include fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District has one governmental fund type. The General Fund accounts for assessment revenues, operating costs and general expenditures.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED NOVEMBER 30, 2024

FUND FINANCIAL STATEMENTS (Continued)

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

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

NOTES TO THE FINANCIAL STATEMENTS

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

OTHER INFORMATION

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of the District's financial position. In the case of the District, assets exceeded liabilities by \$6,783,902 as of November 30, 2024.

The following is a comparative analysis of government-wide changes in net position:

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED NOVEMBER 30, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

	Summary of Changes in the Statement of Net Position		
	2024	2023	Change Positive (Negative)
Current and Other Assets	\$ 9,981,273	\$ 8,813,147	\$ 1,168,126
Capital Assets (Net of Accumulated Depreciation)	690,997	650,369	40,628
Total Assets	\$ 10,672,270	\$ 9,463,516	\$ 1,208,754
Total Liabilities	\$ 59,684	\$ 41,481	\$ (18,203)
Deferred Inflows of Resources	\$ 3,828,684	\$ 4,207,541	\$ 378,857
Net Position:			
Net Investment in Capital Assets	\$ 690,997	\$ 650,369	\$ 40,628
Unrestricted	6,092,905	4,564,125	1,528,780
Total Net Position	\$ 6,783,902	\$ 5,214,494	\$ 1,569,408

The following table provides a summary of the District's operations for the years ended November 30, 2024, and November 30, 2023.

	Summary of Changes in the Statement of Activities		
	2024	2023	Change Positive (Negative)
Revenues:			
Assessment Revenue	\$ 3,949,567	\$ 3,785,633	\$ 163,934
Other Revenues	358,246	258,047	100,199
Total Revenues	\$ 4,307,813	\$ 4,043,680	\$ 264,133
Expenses for Services	2,738,405	2,565,760	(172,645)
Change in Net Position	\$ 1,569,408	\$ 1,477,920	\$ 91,488
Net Position, Beginning of Year	5,214,494	3,736,574	1,477,920
Net Position, End of Year	\$ 6,783,902	\$ 5,214,494	\$ 1,569,408

**HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED NOVEMBER 30, 2024**

FINANCIAL ANALYSIS OF THE DISTRICT'S GOVERNMENTAL FUNDS

The District's General Fund fund balance as of November 30, 2024, was \$6,068,446, an increase of \$1,505,468 during the current year.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Board of Directors did not amend the budget during the current fiscal year. Actual revenues were \$84,501 more than budgeted. Actual expenditures were \$2,974,819 less than budgeted. This resulted in a positive budget variance of \$3,059,320. See the budget to actual comparison for further information.

CAPITAL ASSETS

Capital assets as of November 30, 2024, total \$690,997 (net of accumulated depreciation) and include district monuments and equipment.

Capital Assets At Year-End, Net of Accumulated Depreciation			
	2024	2023	Change Positive (Negative)
Capital Assets Not Being Depreciated			
Construction in Progress	\$ 77,125	\$ 9,000	\$ 68,125
Capital Assets Net of Depreciation			
Buildings and Improvements	204,341	220,028	(15,687)
Other	409,531	421,341	(11,810)
Total Net Capital Assets	<u>\$ 690,997</u>	<u>\$ 650,369</u>	<u>\$ 40,628</u>

Additional information on the District's capital assets can be found in Note 4.

LONG-TERM DEBT ACTIVITY

At the end of the current fiscal year, the District did not have long-term debt.

CONTACTING THE DISTRICT'S MANAGEMENT

This financial report is designed to provide a general overview of District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Harris County Municipal Management District No. 1, c/o Ms. Gabrielle Luevano, 9821 Katy Freeway, Suite 170, Houston, Texas 77024.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
STATEMENT OF NET POSITION AND
GOVERNMENTAL FUND BALANCE SHEET
NOVEMBER 30, 2024

	General Fund	Adjustments	Statement of Net Position
ASSETS			
Cash	\$ 242,626	\$	\$ 242,626
Investments	5,874,090		5,874,090
Receivables:			
Property Assessments	3,853,143		3,853,143
Prepaid Expenditures	11,414		11,414
Construction in Progress		77,125	77,125
Capital Assets, Net of Accumulated Depreciation		613,872	613,872
TOTAL ASSETS	<u>\$ 9,981,273</u>	<u>\$ 690,997</u>	<u>\$ 10,672,270</u>
LIABILITIES			
Accounts Payable	\$ 40,429	\$	\$ 40,429
Due to Taxpayer	19,255		19,255
TOTAL LIABILITIES	<u>\$ 59,684</u>	<u>\$ -0-</u>	<u>\$ 59,684</u>
DEFERRED INFLOWS OF RESOURCES			
Property Assessment	\$ 3,853,143	\$ (24,459)	\$ 3,828,684
FUND BALANCE			
Nonspendable: Prepaid Costs	\$ 11,414	\$ (11,414)	\$
Assigned to 2025 Budget Deficit	1,639,700	(1,639,700)	
Unassigned	4,417,332	(4,417,332)	
TOTAL FUND BALANCE	<u>\$ 6,068,446</u>	<u>\$ (6,068,446)</u>	<u>\$ -0-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u>\$ 9,981,273</u>		
NET POSITION			
Net Investment in Capital Assets		\$ 690,997	\$ 690,997
Unrestricted		6,092,905	6,092,905
TOTAL NET POSITION		<u>\$ 6,783,902</u>	<u>\$ 6,783,902</u>

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

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET
TO THE STATEMENT OF NET POSITION
NOVEMBER 30, 2024

Total Fund Balance - Governmental Fund	\$ 6,068,446
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported as assets in the governmental funds.	690,997
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Deferred inflows of resources related to assessment revenues for the 2023 assessments became part of recognized revenues in the governmental activities of the District.	<u>24,459</u>
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Total Net Position - Governmental Activities	<u><u>\$ 6,783,902</u></u>
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The accompanying notes to the financial
statements are an integral part of this report.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED NOVEMBER 30, 2024

	General Fund	Adjustments	Statement of Activities
REVENUES			
Assessment Revenue	\$ 3,926,255	\$ 23,312	\$ 3,949,567
Penalty and Interest	5,224		5,224
Investment Revenues	344,277		344,277
Miscellaneous Revenues	8,745		8,745
TOTAL REVENUES	<u>\$ 4,284,501</u>	<u>\$ 23,312</u>	<u>\$ 4,307,813</u>
EXPENDITURES/EXPENSES			
Service Operations:			
Administrative			
Personnel	\$ 130,523	\$	\$ 130,523
Professional Fees	229,055		229,055
Contracted Services	63,734		63,734
Insurance	14,721		14,721
Depreciation		27,497	27,497
Other	36,588		36,588
Mobility, Transportation & Urban Design	1,379,217		1,379,217
Security and Public Safety	856,472		856,472
Building Relationships	598		598
Capital Outlay	68,125	(68,125)	
TOTAL EXPENDITURES/EXPENSES	<u>\$ 2,779,033</u>	<u>\$ (40,628)</u>	<u>\$ 2,738,405</u>
NET CHANGE IN FUND BALANCE	\$ 1,505,468	\$ (1,505,468)	
CHANGE IN NET POSITION		1,569,408	1,569,408
FUND BALANCE/NET POSITION -			
DECEMBER 1, 2023	<u>4,562,978</u>	<u>651,516</u>	<u>5,214,494</u>
FUND BALANCE/NET POSITION -			
NOVEMBER 30, 2024	<u>\$ 6,068,446</u>	<u>\$ 715,456</u>	<u>\$ 6,783,902</u>

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

**HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED NOVEMBER 30, 2024**

Net Change in Fund Balance - Governmental Fund	\$	1,505,468
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report assessment revenues when collected. However, in the Statement of Activities, revenues are recorded in the accounting period for which the assessments are levied.		23,312
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Governmental funds do not account for depreciation. However, in the government-wide financial statements, capital assets are depreciated and depreciation expense is recorded in the Statement of Activities.		(27,497)
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Governmental funds report capital asset costs as expenditures in the year paid. However, in the Statement of Net Position, capital assets are increased by new purchases and the Statement of Activities is not affected.		68,125
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Change in Net Position - Governmental Activities	\$	<u>1,569,408</u>
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The accompanying notes to the financial
statements are an integral part of this report.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
NOVEMBER 30, 2024

NOTE 1. CREATION OF DISTRICT

Harris County Municipal Management District No. 1, also known as Memorial Management District, (the “District”) was created by the Texas Legislature under provisions of Senate Bill No. 1866, of the 76th Legislature, effective June 18, 1999, which was codified as Chapter 3810, Texas Special District Local Laws Code (formerly as subchapter H, of Chapter 376, Texas Local Government Code). The District is empowered to promote, develop, encourage, and maintain employment, commerce, transportation, housing, tourism, recreation, arts entertainment, economic development, safety, and the public welfare in the District. The District’s Mission Statement is “To promote and ensure the long-term economic vibrancy of the area through comprehensive planning and urban design, creating and reinforcing the District as an outstanding place to live, work, shop, build, invest, or visit.” The Board of Directors held its first meeting on November 10, 1999.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board (“GASB”). In addition, the accounting records of the District are maintained generally in accordance with the *Water District Financial Management Guide* published by the Texas Commission on Environmental Quality.

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

Financial Statement Presentation

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

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

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
NOVEMBER 30, 2024

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statement Presentation (Continued)

- Net Investment in Capital Assets— This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- Restricted Net Position – This component of net position consists of external constraints placed on the use of assets imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulation of other governments or constraints imposed by law through constitutional provisions or enabling legislation.
- Unrestricted Net Position – This component of net position consists of assets that do not meet the definition of Restricted or Net Investment in Capital Assets.

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

Government-Wide Financial Statements

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

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

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

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
NOVEMBER 30, 2024

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements

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

Governmental Funds

The District has one major governmental fund.

General Fund - To account for assessment revenues, operating costs and general expenditures.

Basis of Accounting

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

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

Amounts transferred from one fund to another fund are reported as other financing sources or uses. Loans by one fund to another fund and amounts paid by one fund for another fund are reported as interfund receivables and payables in the Governmental Fund Balance Sheet if there is intent to repay the amount and if the debtor fund has the ability to repay the advance on a timely basis.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
NOVEMBER 30, 2024

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the government-wide Statement of Net Position. 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.

Individual tangible capital items, including infrastructure assets, with a useful life of at least two years and a total cost of \$5,000, and other capital assets, with a total cost of \$500 or more, are capitalized. Depreciation is calculated on each class of depreciable property using the straight-line method of depreciation. Estimated useful lives are as follows:

	<u>Years</u>
Street Lights	15
Signal Light Standards	15
Signs	15
Decorative Statues or Icons	15
Office Equipment	3
Vehicles	5
Other	5

Budgeting

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 original General Fund budget for the current year was not amended. The Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund presents the original and revised budget amounts, if revised, compared to the actual amounts of revenues and expenditures for the current year.

Pensions

On April 9, 2007, the District established a SEP IRA plan for its employees. The District agreed to contribute 10% of employee's salary into the plan. To be eligible, employees must be hired for a regular full-time position, at least 21 years of age in the current year, not be union employees or non-resident aliens and do not earn less than \$550 in compensation for the year.

The Internal Revenue Service has determined that fees of office received by Directors are wages subject to federal income tax withholding for payroll tax purposes only.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
NOVEMBER 30, 2024

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus

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

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

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

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

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

Assigned: amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. The District has not adopted a formal policy regarding the assignment of fund balances. As of November 30, 2024, the District has assigned \$1,639,700 of the General Fund fund balance to cover a portion of the 2025 budget.

Unassigned: all other spendable amounts in the General Fund.

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

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
NOVEMBER 30, 2024

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accounting Estimates

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

NOTE 3. DEPOSITS AND INVESTMENTS

Deposits

Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The District's deposit policy for custodial credit risk requires compliance with the provisions of Texas statutes. Texas statutes require that any cash balance in any fund shall, to the extent not insured by the Federal Deposit Insurance Corporation or its successor, be continuously secured by a valid pledge to the District of securities eligible under the laws of Texas to secure the funds of the District, having an aggregate market value, including accrued interest, at all times equal to the uninsured cash balance in the fund to which such securities are pledged. At November 30, 2024, the carrying amount of the District's deposits was \$242,626 and the bank balance was \$39,751. The bank balance was fully covered by federal depository insurance.

The carrying values of the deposits are included in the Governmental Fund Balance Sheet and the Statement of Net Position at November 30, 2024, as listed below:

	Cash
GENERAL FUND	<u>\$ 242,626</u>

Investments

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

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1

NOTES TO THE FINANCIAL STATEMENTS

NOVEMBER 30, 2024

NOTE 3. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person's own affairs, not for speculation, but for investment, considering the probable safety of capital and the probable income to be derived." No person may invest District funds without express written authority from the Board of Directors.

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

The District invests in TexPool, an external investment pool that is not SEC-registered. The Texas Comptroller of Public Accounts has oversight of the pool. Federated Hermes, Inc. manages the daily operations of the pool under a contract with the Comptroller. The District measures its investments in TexPool at amortized cost for financial reporting purposes. There are no limitations or restrictions on withdrawals from TexPool. As of November 30, 2024, the District had the following investments and maturities:

Fund and Investment Type	Fair Value	Maturities in Years			
		Less Than 1	1-5	6-10	More Than 10
<u>GENERAL FUND</u>					
TexPool	\$ 5,874,090	\$ 5,874,090	\$ - 0 -	\$ - 0 -	\$ - 0 -

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. At November 30, 2024, the District's investment in TexPool was rated AAAm by Standard and Poor's.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District considers the investment in TexPool to have a maturity of less than one year due to the fact the share position can usually be redeemed each day at the discretion of the District, unless there has been a significant change in value.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
NOVEMBER 30, 2024

NOTE 4. CAPITAL ASSETS

Capital asset activity for the year ended November 30, 2024:

	December 1, 2023	Increases	Decreases	November 30, 2024
Capital Assets Not Being Depreciated				
Construction in Progress	\$ 9,000	\$ 68,125	\$ - 0 -	\$ 77,125
Capital Assets Subject to Depreciation				
Buildings and Improvements	\$ 312,883	\$	\$	\$ 312,883
Equipment	7,332			7,332
Other	446,103			446,103
Total Capital Assets Subject to Depreciation	\$ 766,318	\$ - 0 -	\$ - 0 -	\$ 766,318
Less Accumulated Depreciation				
Buildings and Improvements	\$ 92,855	\$ 15,687	\$	\$ 108,542
Equipment	7,332			7,332
Other	24,762	11,810		36,572
Total Accumulated Depreciation	\$ 124,949	\$ 27,497	\$ - 0 -	\$ 152,446
Total Depreciable Capital Assets, Net of Accumulated Depreciation	\$ 641,369	\$ (27,497)	\$ - 0 -	\$ 613,872
Total Capital Assets, Net of Accumulated Depreciation	\$ 650,369	\$ 40,628	\$ - 0 -	\$ 690,997

NOTE 5. ANNUAL AD VALOREM ASSESSMENT

In accordance with Chapter 3810, Texas Special District Local Laws Code, the District may levy ad valorem taxes or assessments, promote, develop, encourage, and maintain employment commerce, transportation, housing, tourism, recreation, arts, entertainment, economic development, safety, and the public welfare in the District.

On December 11, 2014, an order was approved granting petitions for a service plan and an assessment roll for the District. In addition, the order authorized levying annual assessments of \$0.065 per \$100 of valuation against property within the District for a ten-year period. On December 11, 2024, two additional orders were approved granting petitions for a service and improvement plan and assessment roll for certain properties within the District. The properties subject to the orders were designated by the District as Defined Area No. 1 and Defined Area No. 2. In addition, the orders authorized levying annual assessments of \$0.035 per \$100 of valuation against properties within Defined Area No. 1 and Defined Area No. 2 for a ten-year period. The orders provide for the Board to vary the rate of assessment each year, provided that in the second year the rate may not be increased by more than 5% over the initial year's rate, and in subsequent years the rate may not be increased by more than 5% over the maximum allowable rate of the previous year. The orders specified the method of payment and the amount of annual installment of the assessment, providing for penalties and interest on delinquent assessments and authorizing the collection of the assessment.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
NOVEMBER 30, 2024

NOTE 5. ANNUAL AD VALOREM ASSESSMENT (Continued)

The District levied the 2024 ad valorem assessment of \$0.065 per \$100 of assessed valuation on all property within the District, resulting in an assessment of \$2,901,271 on the taxable valuation of \$4,463,494,132. Additionally, the District levied the 2024 ad valorem assessment of \$0.035 per \$100 of assessed value on those properties within Defined Area No. 1 and Defined Area No. 2, resulting in an assessment in Defined Area No. 1 of \$821,967 on the taxable valuation of \$2,348,477,523, and an assessment in Defined Area No. 2 of \$105,446 on the taxable valuation of \$301,273,021.

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

NOTE 6. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The District carries commercial insurance for its fidelity bonds and participates in the Texas Municipal League Intergovernmental Risk Pool (TML) to provide property, boiler and machinery, general liability, automobile, errors and omissions, cyber liability, law enforcement and workers compensation coverage. The District, along with other participating entities, contributes annual amounts determined by TML's management. As claims arise they are submitted and paid by TML. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

NOTE 7. REIMBURSEMENT AGREEMENTS

The District has entered into reimbursement agreements with developers in the District for shared funding for the burial of overhead electrical and other utility lines within the District. Each developer agrees to make all payments necessary to fund its project. Upon completion of the project, the assets included in the project will be owned and operated by the utility providers in accordance with the applicable utility easement agreement. The District will have no responsibly, financial or otherwise, for the ownership and/or operation of the project.

Upon completion of project, the District's auditor will perform an AUP to verify costs and expenses related to that Phase(s) of the project.

The District agrees to reimburse a developer for each project upon the completion of such project on the earliest date that funds are available from the District's assessment revenue (and from no other source of District funds). The District agrees to continue to reimburse each developer until the reimbursement amount has been paid in full.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1

REQUIRED SUPPLEMENTARY INFORMATION

NOVEMBER 30, 2024

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED NOVEMBER 30, 2024

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Assessment Revenue	\$ 4,000,000	\$ 3,926,255	\$ (73,745)
Penalty and Interest		5,224	5,224
Investment Revenues	200,000	344,277	144,277
Miscellaneous Revenues		8,745	8,745
TOTAL REVENUES	<u>\$ 4,200,000</u>	<u>\$ 4,284,501</u>	<u>\$ 84,501</u>
EXPENDITURES			
Service Operations:			
Administrative			
Personnel	\$ 130,800	\$ 130,523	\$ 277
Professional Fees	200,000	229,055	(29,055)
Contracted Services	58,812	63,734	(4,922)
Insurance	13,000	14,721	(1,721)
Other	6,840	36,588	(29,748)
Mobility, Transportation &			
Urban Design	4,547,600	1,379,217	3,168,383
Security and Public Safety	776,400	856,472	(80,072)
Building Relationships	20,400	598	19,802
Capital Outlay		68,125	(68,125)
TOTAL EXPENDITURES	<u>\$ 5,753,852</u>	<u>\$ 2,779,033</u>	<u>\$ 2,974,819</u>
NET CHANGE IN FUND			
BALANCE	\$ (1,553,852)	\$ 1,505,468	\$ 3,059,320
FUND BALANCE -			
DECEMBER 1, 2023	<u>4,562,978</u>	<u>4,562,978</u>	
FUND BALANCE -			
NOVEMBER 30, 2024	<u><u>\$ 3,009,126</u></u>	<u><u>\$ 6,068,446</u></u>	<u><u>\$ 3,059,320</u></u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
SUPPLEMENTARY INFORMATION REQUIRED BY THE
WATER DISTRICT FINANCIAL MANAGEMENT GUIDE
NOVEMBER 30, 2024

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
GENERAL FUND EXPENDITURES
FOR THE YEAR ENDED NOVEMBER 30, 2024

PERSONNEL EXPENDITURES (including benefits)	\$ 130,523
PROFESSIONAL FEES:	
Auditing	\$ 14,500
Engineering	93,745
Legal	120,220
Delinquent Tax Attorney	590
TOTAL PROFESSIONAL FEES	\$ 229,055
CONTRACTED SERVICES:	
Bookkeeping	\$ 19,614
Assessment Collector	44,120
TOTAL CONTRACTED FEES	\$ 63,734
UTILITIES	\$ 2,683
ADMINISTRATIVE EXPENDITURES:	
Rent	\$ 19,146
Insurance	14,721
Office Supplies and Postage	12,050
Travel and Meetings	299
Marketing	2,410
TOTAL ADMINISTRATIVE EXPENDITURES	\$ 48,626
CAPITAL OUTLAY	\$ 68,125
MOBILITY, TRANSPORTATION & URBAN DESIGN	\$ 1,379,217
BUILDING RELATIONSHIPS	\$ 598
SECURITY	\$ 856,472
TOTAL EXPENDITURES	\$ 2,779,033

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
INVESTMENTS
NOVEMBER 30, 2024

<u>Fund</u>	<u>Identification or Certificate Number</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Balance at End of Year</u>	<u>Accrued Interest Receivable at End of Year</u>
<u>GENERAL FUND</u>					
TexPool	XXXX0001	Varies	Daily	\$ 5,445,832	\$
TexPool	XXXX0002	Varies	Daily	<u>428,258</u>	<u> </u>
TOTAL GENERAL FUND				<u>\$ 5,874,090</u>	<u>\$ - 0 -</u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
CHANGES IN ASSESSMENTS RECEIVABLE
FOR THE YEAR ENDED NOVEMBER 30, 2024

	<u>Assessments</u>	
ASSESSMENT RECEIVABLE - DECEMBER 1, 2023	\$ 4,184,612	
Adjustments to Beginning Balance	<u>(257,974)</u>	<u>\$ 3,926,638</u>
Whole District		
Original 2024 Assessment Levy	\$ 2,901,271	
Adjustments to 2024 Assessment Levy	<u></u>	<u>2,901,271</u>
Defined Area 1		
Original 2024 Assessment Levy	\$ 821,967	
Adjustments to 2024 Assessment Levy	<u></u>	<u>821,967</u>
Defined Area 2		
Original 2024 Assessment Levy	\$ 105,446	
Adjustments to 2024 Assessment Levy	<u></u>	<u>105,446</u>
TOTAL TO BE ACCOUNTED FOR		\$ 7,755,322
ASSESSMENT COLLECTIONS:		
Prior Years	\$ 3,902,179	
Current Year	<u></u>	<u>3,902,179</u>
ASSESSMENT RECEIVABLE - NOVEMBER 30, 2024		<u><u>\$ 3,853,143</u></u>
ASSESSMENT RECEIVABLE BY YEAR:		
2024		\$ 3,828,684
2023		24,365
2022		47
2021		<u>47</u>
		<u><u>\$ 3,853,143</u></u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
CHANGES IN ASSESSMENTS RECEIVABLE
FOR THE YEAR ENDED NOVEMBER 30, 2024

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
WHOLE DISTRICT				
PROPERTY VALUATIONS:				
Land, Improvements, Personal Property, Exemptions	<u>\$ 4,463,494,132</u>	<u>\$ 4,391,682,818</u>	<u>\$ 4,190,701,173</u>	<u>\$ 3,759,483,647</u>
ASSESSMENT RATES PER \$100 VALUATION:				
Assessment	<u>\$ 0.065</u>	<u>\$ 0.10</u>	<u>\$ 0.10</u>	<u>\$ 0.10</u>
ASSESSMENT ROLLS*	<u>\$ 2,901,271</u>	<u>\$ 4,207,541</u>	<u>\$ 4,044,288</u>	<u>\$ 3,657,958</u>
DEFINED AREA 1				
PROPERTY VALUATIONS:				
Land, Improvements, Personal Property, Exemptions	<u>\$ 2,348,477,523</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
ASSESSMENT RATES PER \$100 VALUATION:				
Assessment	<u>\$ 0.035</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>
ASSESSMENT ROLLS*	<u>\$ 821,967</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>
DEFINED AREA 2				
PROPERTY VALUATIONS:				
Land, Improvements, Personal Property, Exemptions	<u>\$ 301,273,021</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
ASSESSMENT RATES PER \$100 VALUATION:				
Assessment	<u>\$ 0.035</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>
ASSESSMENT ROLLS*	<u>\$ 105,446</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>
TOTAL ASSESSMENT ROLLS*	<u>\$ 3,828,684</u>	<u>\$ 4,207,541</u>	<u>\$ 4,044,288</u>	<u>\$ 3,657,958</u>
PERCENTAGE OF ASSESSMENTS COLLECTED TO AMOUNT ASSESSED	<u>0.00</u> %	<u>99.42</u> %	<u>99.99</u> %	<u>99.99</u> %

* Based upon adjusted assessment at time of audit for the period in which the assessment was levied.

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
GENERAL FUND - FIVE YEARS

	Amounts		
	2024	2023	2022
REVENUES			
Assessment Revenue	\$ 3,926,255	\$ 3,788,046	\$ 3,546,199
Penalty and Interest	5,224	7,093	9,903
Investment Revenues	344,277	250,954	40,224
Miscellaneous Revenues	<u>8,745</u>	<u></u>	<u></u>
TOTAL REVENUES	<u>\$ 4,284,501</u>	<u>\$ 4,046,093</u>	<u>\$ 3,596,326</u>
EXPENDITURES			
Service Operations:			
Administrative			
Personnel	\$ 130,523	\$ 118,137	\$ 141,817
Professional Fees	229,055	115,160	143,982
Contracted Services	63,734	56,606	54,764
Insurance	14,721	10,825	10,467
Other	36,588	77,256	83,054
Mobility, Transportation & Urban Design	1,379,217	1,361,974	1,792,471
Security and Public Safety	856,472	774,130	679,481
Building Relationships	598	1,790	20,776
Capital Outlay	<u>68,125</u>	<u>635</u>	<u>355,854</u>
TOTAL EXPENDITURES	<u>\$ 2,779,033</u>	<u>\$ 2,516,513</u>	<u>\$ 3,282,666</u>
NET CHANGE IN FUND BALANCE	\$ 1,505,468	\$ 1,529,580	\$ 313,660
BEGINNING FUND BALANCE	<u>4,562,978</u>	<u>3,033,398</u>	<u>2,719,738</u>
ENDING FUND BALANCE	<u>\$ 6,068,446</u>	<u>\$ 4,562,978</u>	<u>\$ 3,033,398</u>

See accompanying independent auditor's report.

		Percentage of Total Revenues				
2021	2020	2024	2023	2022	2021	2020
\$ 3,471,471	\$ 3,351,223	91.7 %	93.6 %	98.6 %	98.7 %	99.5 %
375	2,929	0.1	0.2	0.3		0.1
4,264	14,675	8.0	6.2	1.1	0.1	0.4
42,620		0.2			1.2	
\$ 3,518,730	\$ 3,368,827	100.0 %	100.0 %	100.0 %	100.0 %	100.0 %
\$ 284,855	\$ 229,878	3.1 %	3.0 %	4.0 %	8.1 %	6.8 %
75,168	71,068	5.3	2.8	4.0	2.1	2.1
52,022	50,787	1.5	1.4	1.5	1.5	1.5
8,959	7,782	0.3	0.3	0.3	0.3	0.2
33,585	25,205	0.9	1.9	2.3	0.9	0.8
2,000,113	2,419,543	32.2	33.7	49.8	56.8	71.8
316,773	307,308	20.0	19.1	18.9	9.0	9.1
37,230	41,746			0.6	1.0	1.3
		1.6		9.9		
\$ 2,808,705	\$ 3,153,317	64.9 %	62.2 %	91.3 %	79.7 %	93.6 %
\$ 710,025	\$ 215,510	35.1 %	37.8 %	8.7 %	20.3 %	6.4 %
2,009,713	1,794,203					
\$ 2,719,738	\$ 2,009,713					

See accompanying independent auditor's report.

District Mailing Address - Harris County Municipal Management District No. 1
9821 Katy Freeway, Suite 170
Houston, TX 77024

District Telephone Number - (713) 984-8737

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS
NOVEMBER 30, 2024

Board Members	Term of Office (Appointed)	Fees of Office for the year ended November 30, 2024	Expense Reimbursements for the year ended November 30, 2024	Title
Beau Harrison	06/23 06/27 (Appointed)	\$ -0-	\$ -0-	Director
Dan M. Moody, III	06/23 06/27 (Appointed)	\$ -0-	\$ -0-	Secretary
Kirk Guilanshah	06/21 06/25 (Appointed)	\$ -0-	\$ -0-	Director
Perry Hicks	06/23 06/27 (Appointed)	\$ -0-	\$ -0-	Director
Robert Williamson	06/21 06/25 (Appointed)	\$ -0-	\$ -0-	Vice President

Submission date of most recent District Registration Form: September 20, 2023

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL MANAGEMENT DISTRICT NO. 1
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS
NOVEMBER 30, 2024

Consultants:	Date Hired	Fees for the year ended November 30, 2024	Title
Allen Boone Humphries Robinson LLP	09/25/03	\$ 120,220	General Counsel
McCall Gibson Swedlund Barfoot PLLC	10/10/02	\$ 14,500	Auditor
ETI Bookkeeping Services	12/17/01	\$ 20,995	Bookkeeper
Perdue, Brandon, Fielder, Collins & Mott, L.L.P.	02/01/02	\$ 590	Delinquent Assessment Attorney
Gabrielle Luevano	02/16/22	\$ 102,500	Executive Director
Jennifer Landreville	04/17/24	\$ -0-	Investment Officer
Equi-Tax, Inc.	12/17/01	\$ 44,120	Assessment Collector

See accompanying independent auditor's report.