FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 187

FORT BEND COUNTY, TEXAS

FINANCIAL REPORT

July 31, 2018

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Independent Auditors' Report

Board of Directors
Fort Bend County Municipal Utility District No. 187
Fort Bend County, Texas

We have audited the accompanying financial statements of the governmental activities and each major fund of Fort Bend County Municipal Utility District No. 187, as of and for the year ended July 31, 2018, and the related notes to the financial statements, which collectively comprise the 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 basic 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 basic financial statements are free of 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 principles 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 to provide a basis for our audit opinions.

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Board of Directors
Fort Bend County Municipal Utility District No. 187
Fort Bend County, Texas

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of Fort Bend County Municipal Utility District No. 187, as of July 31, 2018, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other-Matters

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements as a whole. The Texas Supplementary Information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The Texas Supplementary Information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied to the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements taken as a whole.

McGrath & Co, PLLC

Houston, Texas
November 13, 2018

Management's Discussion and Analysis

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Using this Annual Report

Within this section of the financial report of Fort Bend County Municipal Utility District No. 187 (the "District"), the District's Board of Directors provides a narrative discussion and analysis of the financial activities of the District for the fiscal year ended July 31, 2018. This analysis should be read in conjunction with the independent auditors' report and the basic financial statements that follow this section.

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

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

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

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

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

Fund Financial Statements

The fund financial statements include the *Governmental Funds Balance Sheet* and the *Governmental Funds Revenues, Expenditures and Changes in Fund Balances*. The focus of fund financial statements is on specific activities of the District rather than the District as a whole, reported using modified accrual accounting. These statements report on the District's use of available financial resources and the balances of available financial resources at the end of the year. Except for the General Fund, a specific fund is established to satisfy managerial control over resources or to satisfy finance-related legal requirements established by external parties, governmental statutes or regulations.

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

Financial Analysis of the District as a Whole

The District's net position at July 31, 2018, was negative $33,523,587. District's net position is negative because the District incurs debt to construct water, sewer and drainage facilities which it conveys to the City of Richmond, as well as certain roads that are conveyed to Fort Bend County.

A comparative summary of the District's overall financial position, as of July 31, 2018 and 2017, is as follows:

	2018	2017
Current and other assets	$ 3,799,753	$ 3,477,870
Capital assets	10,300,440	8,113,768
Total assets	14,100,193	11,591,638
Current liabilities	1,857,436	1,468,406
Long-term liabilities	45,766,344	42,712,985
Total liabilities	47,623,780	44,181,391
Net position		
Net investment in capital assets	(3,981,678)	(2,998,656)
Restricted	2,483,748	2,289,852
Unrestricted	(32,025,657)	(31,880,949)
Total net position	$ (33,523,587)	$ (32,589,753)

The total net position of the District decreased during the current fiscal year by $933,834. A comparative summary of the District's *Statement of Activities* for the past two years is as follows:

	2018	2017
Revenues		
Property taxes, penalties and interest	$ 2,371,580	$ 2,100,998
Other	118,199	86,716
Total revenues	2,489,779	2,187,714
Expenses		
Operating and administrative	315,045	336,049
Debt interest and fees	1,138,666	963,460
Developer interest	366,611	765,065
Debt issuance costs	411,543	593,555
Depreciation and amortization	698,034	525,522
Total expenses	2,929,899	3,183,651
Change in net position before other item	(440,120)	(995,937)
Other item		
Transfers to other governments	(493,714)	(904,986)
Change in net position	(933,834)	(1,900,923)
Net position, beginning of year	(32,589,753)	(30,688,830)
Net position, end of year	$ (33,523,587)	$ (32,589,753)

Financial Analysis of the District's Funds

The District's combined fund balances, as of July 31, 2018, were $3,706,933, which consists of $732,537 in the General Fund, $2,920,380 in the Debt Service Fund, and $54,016 in the Capital Projects Fund.

General Fund

A comparative summary of the General Fund's financial position as of July 31, 2018 and 2017 is as follows:

	2018	2017
Total assets	$ 761,468	$ 730,179
Total liabilities	$ 21,915	$ 14,801
Total deferred inflows	7,016	7,114
Total fund balance	732,537	708,264
Total liabilities, deferred inflows and fund balance	$ 761,468	$ 730,179

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

	2018	2017
Total revenues	$ 209,113	$ 278,395
Total expenditures	(184,840)	(208,327)
Revenues over expenditures	$ 24,273	$ 70,068

The District manages its activities with the objectives of ensuring that expenditures will be adequately covered by revenues each year and that an adequate fund balance is maintained. The District's primary financial resource in the General Fund is from a property tax levy, which is dependent upon assessed values in the District and the maintenance tax rate set by the District. While assessed values in the District increased from the prior year, property tax revenues decreased because the District decreased the maintenance component of the levy.

Debt Service Fund

A comparative summary of the Debt Service Fund's financial position as of July 31, 2018 and 2017 is as follows:

	2018	2017
Total assets	$ 2,980,670	$ 2,728,457
Total liabilities	$ 2,992	$ 2,596
Total deferred inflows	57,298	48,287
Total fund balance	2,920,380	2,677,574
Total liabilities, deferred inflows and fund balance	$ 2,980,670	$ 2,728,457

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

	2018	2017
Total revenues	$ 2,264,957	$ 1,899,405
Total expenditures	(2,113,682)	(1,561,325)
Revenues over expenditures	151,275	338,080
Other changes in fund balance	91,531	128,806
Net change in fund balance	$ 242,806	$ 466,886

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

Capital Projects Fund

A comparative summary of the Capital Projects Fund's financial position as of July 31, 2018 and 2017 is as follows:

	2018	2017
Total assets	$ 57,615	$ 19,234
Total liabilities	$ 3,599	$ -
Total fund balance	54,016	19,234
Total liabilities and fund balance	$ 57,615	$ 19,234

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

	2018	2017
Total revenues	$ 6,796	$ 759
Total expenditures	(5,680,483)	(7,310,272)
Revenues under expenditures	(5,673,687)	(7,309,513)
Other changes in fund balance	5,708,469	7,321,194
Net change in fund balance	$ 34,782	$ 11,681

The District has had considerable capital asset activity in the last two years, which includes the issuance of its Series 2017 Unlimited Tax Bonds in the current year and issuance of its Series 2016 Unlimited Tax Bonds and Series 2017 Unlimited Tax Road Bonds in the prior year.

General Fund Budgetary Highlights

The Board of Directors adopts an annual unappropriated budget for the General Fund prior to the beginning of each fiscal year. The Board did not amend the budget during the fiscal year.

Since the District's budget is primarily a planning tool, actual results varied from the budgeted amounts. Actual net change in fund balance was $24,273 greater than budgeted. The *Budgetary Comparison Schedule* on page 34 of this report provides variance information per financial statement line item.

Capital Assets

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

Capital assets held by the District at July 31, 2018 and 2017 are summarized as follows:

	2018	2017
Capital assets not being depreciated		
Land and improvements	$ 950,760	$ 717,227
Capital assets being depreciated/amortized		
Landscaping improvements	7,704,581	5,355,037
Recreational facilities	456,448	456,448
Impact/connection fees	3,354,263	3,052,634
	11,515,292	8,864,119
Less accumulated depreciation/amortization		
Landscaping improvements	(1,439,720)	(926,078)
Recreational facilities	(142,947)	(112,518)
Impact/connection fees	(582,945)	(428,982)
	(2,165,612)	(1,467,578)
Depreciable capital assets, net	9,349,680	7,396,541
Capital assets, net	$ 10,300,440	$ 8,113,768

Capital asset additions during the current year included City of Richmond impact fees.

The District and the City of Richmond (the "City") have entered into an agreement which obligates the District to construct water, wastewater, and storm drainage facilities to serve the District and, when completed, to convey title to the facilities to the City. During the current year, the District revised its estimate of the amounts due to developer for certain capital assets recognized as transfers to other governments in previous fiscal years. As a result, adjustments in the amount of $493,714 have been recorded as transfers to other governments in the government-wide statements. Additional information is presented in Note 11. In addition, the District transfers certain road facilities to Fort Bend County.

Long-Term Debt and Related Liabilities

As of July 31, 2018, the District owes $12,434,220 to developers for completed projects. The District intends to reimburse the developers from proceeds of future bond issues.

At July 31, 2018 and 2017, the District had total bonded debt outstanding as shown below:

Series	2018	2017
2012	$ 2,825,000	$ 2,915,000
2013	3,150,000	3,240,000
2014	3,235,000	3,390,000
2014 Road	3,345,000	3,425,000
2015	5,575,000	5,820,000
2016 Road	4,030,000	4,200,000
2016	4,665,000	4,850,000
2017 Road	2,600,000	2,600,000
2017	5,800,000	
	$ 35,225,000	$ 30,440,000

During the year, the District issued its $5,800,000 Series 2017 Unlimited Tax Bonds for water, sewer, and drainage facilities. At July 31, 2018, the District had $110,715,000 unlimited tax bonds authorized, but unissued for the purposes of acquiring, constructing and improving the water, sanitary sewer and drainage systems within the District; $29,160,000 for parks and recreational facilities; $10,525,000 for road improvements and $680,000 for fire facilities.

Next Year's Budget

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

	2018 Actual	2019 Budget
Total revenues	$ 209,113	$ 191,270
Total expenditures	(184,840)	(191,270)
Revenues over expenditures	24,273	
Beginning fund balance	708,264	732,537
Ending fund balance	$ 732,537	$ 732,537

Property Taxes

The District's property tax base increased approximately $40,141,000 for the 2018 tax year from $260,688,876 to $300,830,217. For the 2018 tax year, the District has levied a maintenance tax rate of $0.04 per $100 of assessed value, a water, sewer, and drainage debt service tax rate of $0.635 per $100 of assessed value, and a road debt service tax rate of $0.205 per $100 of assessed value, for a total combined tax rate of $0.91 per $100. Tax rates for the 2017 tax year were $0.05 per $100 for maintenance and operations, $0.63 per $100 for water, sewer, and drainage debt service, and $0.23 per $100 for road debt service.

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Basic Financial Statements

Fort Bend County Municipal Utility District No. 187
Statement of Net Position and Governmental Funds Balance Sheet
July 31, 2018

	General Fund	Debt Service Fund	Capital Projects Fund	Total	Adjustments	Statement of Net Position
Assets						
Cash	$ 114,617	$ 38,925	$ -	$ 153,542	$ -	$ 153,542
Investments	620,109	2,885,762	57,615	3,563,486		3,563,486
Taxes receivable	7,016	57,298		64,314		64,314
Due from others	9,255			9,255		9,255
Internal balances	1,315	(1,315)				
Prepaid items	9,156			9,156		9,156
Capital assets not being depreciated					950,760	950,760
Capital assets, net					9,349,680	9,349,680
Total Assets	$ 761,468	$ 2,980,670	$ 57,615	$ 3,799,753	10,300,440	14,100,193
Liabilities						
Accounts payable	$ 21,915	$ -	$ 3,599	$ 25,514		25,514
Other payables		2,992		2,992		2,992
Accrued interest payable					493,930	493,930
Due to developers					12,434,220	12,434,220
Long-term debt						
Due within one year					1,335,000	1,335,000
Due after one year					33,332,124	33,332,124
Total Liabilities	21,915	2,992	3,599	28,506	47,595,274	47,623,780
Deferred Inflows of Resources						
Deferred property taxes	7,016	57,298		64,314	(64,314)	
Fund Balances/Net Position						
Fund Balances						
Nonspendable	9,156			9,156	(9,156)	
Restricted		2,920,380	54,016	2,974,396	(2,974,396)	
Unassigned	723,381			723,381	(723,381)	
Total Fund Balances	732,537	2,920,380	54,016	3,706,933	(3,706,933)	
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 761,468	$ 2,980,670	$ 57,615	$ 3,799,753		
Net Position						
Net investment in capital assets					(3,981,678)	(3,981,678)
Restricted for debt service					2,483,748	2,483,748
Unrestricted					(32,025,657)	(32,025,657)
Total Net Position					$ (33,523,587)	$ (33,523,587)

See notes to basic financial statements.

Fort Bend County Municipal Utility District No. 187
Statement of Activities and Governmental Funds Revenues, Expenditures and Changes in Fund Balances
For the Year Ended July 31, 2018

	General Fund	Debt Service Fund	Capital Projects Fund	Total	Adjustments	Statement of Activities
Revenues						
Property taxes	$ 128,952	$ 2,222,767	$ -	$ 2,351,719	$ 11,269	$ 2,362,988
Penalties and interest		10,948		10,948	(2,356)	8,592
Mowing reimbursement	23,621			23,621		23,621
Effluent water usage	48,000			48,000		48,000
Investment earnings	8,540	31,242	6,796	46,578		46,578
Total Revenues	209,113	2,264,957	6,796	2,480,866	8,913	2,489,779
Expenditures/Expenses						
Operating and administrative						
Professional fees	121,588		82,241	203,829		203,829
Contracted services	10,980	40,696		51,676		51,676
Repairs and maintenance	29,652			29,652		29,652
Administrative	17,188	2,268		19,456		19,456
Other	5,432		5,000	10,432		10,432
Capital outlay			4,815,088	4,815,088	(4,815,088)	
Debt service						
Principal		1,015,000		1,015,000	(1,015,000)	
Interest and fees		1,055,718		1,055,718	82,948	1,138,666
Developer interest			366,611	366,611		366,611
Debt issuance costs			411,543	411,543		411,543
Depreciation and amortization					698,034	698,034
Total Expenditures/Expenses	184,840	2,113,682	5,680,483	7,979,005	(5,049,106)	2,929,899
Revenues Over (Under) Expenditures/Expenses	24,273	151,275	(5,673,687)	(5,498,139)	5,058,019	(440,120)
Other Financing Sources						
Proceeds from sale of bonds		91,531	5,708,469	5,800,000	(5,800,000)	
Other Items						
Transfers to other governments					(493,714)	(493,714)
Net Change in Fund Balances	24,273	242,806	34,782	301,861	(301,861)	
Change in Net Position					(933,834)	(933,834)
Fund Balance/Net Position						
Beginning of the year	708,264	2,677,574	19,234	3,405,072	(35,994,825)	(32,589,753)
End of the year	$ 732,537	$ 2,920,380	$ 54,016	$ 3,706,933	$ (37,230,520)	$ (33,523,587)

See notes to basic financial statements.

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Note 1 – Summary of Significant Accounting Policies

The accounting policies of Fort Bend County Municipal Utility District No. 187 (the "District") conform with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board. The following is a summary of the most significant policies:

Creation

The District was organized, created and established pursuant to an order of Article XVI, Section 59, of the Texas Constitution and an order of the Texas Commission on Environmental Quality dated May 9, 2008, and operates in accordance with the Texas Water Code, Chapters 49 and 54. The Board of Directors held its first meeting on August 18, 2008, and the first bonds were sold on October 17, 2012.

The District's primary activities include the provision of water, sewer, drainage, road, and park and recreational facilities and fire protection services. As further discussed in Note 11, the District transfers water, wastewater and certain drainage facilities to the City of Richmond for operation and maintenance upon completion of construction. In addition, certain roads are conveyed to Fort Bend County upon completion of construction. The District has contracted with various consultants to provide services to operate and administer the affairs of the District. The District has no employees, related payroll or pension costs.

Reporting Entity

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

Government-Wide and Fund Financial Statements

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

Note 1 – Summary of Significant Accounting Policies (continued)

Government-Wide and Fund Financial Statements (continued)

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

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

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

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

Measurement Focus and Basis of Accounting

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

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

Note 1 – Summary of Significant Accounting Policies (continued)

Measurement Focus and Basis of Accounting (continued)

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

Use of Restricted Resources

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

Prepaid Items

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

Receivables

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Receivables from and payables to external parties are reported separately and are not offset, unless a legal right of offset exists. At July 31, 2018, an allowance for uncollectible accounts was not considered necessary.

Interfund Activity

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

Capital Assets

Capital assets do not provide financial resources at the fund level, and, therefore, are reported only in the government-wide statements. The District defines capital assets as assets with an initial cost of $5,000 or more and an estimated useful life in excess of one year. Capital assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at the estimated fair market value at the date of donation. The District has not capitalized interest incurred during the construction of its capital assets. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

Note 1 – Summary of Significant Accounting Policies (continued)

Capital Assets (continued)

Depreciable capital assets, which primarily consist of impact fees paid to the City of Richmond, recreational facilities and landscaping improvements, are depreciated or amortized using the straight-line method as follows:

Assets	Useful Life
Landscaping improvements	15 years
Recreational facilities	15 years
Impact/Connection fees	Remaining life of contract

Deferred Inflows and Outflows of Financial Resources

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

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

Net Position – Governmental Activities

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

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

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

Unrestricted – resources not included in the other components.

Fund Balances – Governmental Funds

Governmental accounting standards establish the following fund balance classifications:

Nonspendable - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact. The District's nonspendable fund balance consists of prepaid items.

Note 1 – Summary of Significant Accounting Policies (continued)

Fund Balances – Governmental Funds

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

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

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

Unassigned - all other spendable amounts in the General Fund.

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

Use of Estimates

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

Note 2 – Adjustment from Governmental to Government-wide Basis

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

Total fund balance, governmental funds		$ 3,706,933
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds.		
Historical cost	$ 12,466,052	
Less accumulated depreciation/amortization	(2,165,612)	
Change due to capital assets		10,300,440
Amounts due to the District's developers for prefunded construction are recorded as a liability in the *Statement of Net Position.*		(12,434,220)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. The difference consists of:		
Bonds payable, net	(34,667,124)	
Interest payable on bonds	(493,930)	
Change due to long-term debt		(35,161,054)
Property taxes receivable and related penalties and interest have been levied and are due, but are not available soon enough to pay current period expenditures and, therefore, are deferred in the funds.		64,314
Total net position - governmental activities		$ (33,523,587)

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

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

Net change in fund balances - total governmental funds		$ 301,861
Governmental funds do not report revenues that are not available to pay current obligations. In contrast, such revenues are reported in the *Statement of Activities* when earned. The difference is for property taxes and related penalties and interest.		8,913
Governmental funds report capital outlays for developer reimbursements and construction costs as expenditures in the funds; however, in the *Statement of Activities,* the cost of capital assets is charged to expense over the estimated useful life of the asset.		
Capital outlays	$ 4,815,088	
Depreciation/amortization expense	(698,034)	
		4,117,054
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal uses current financial resources. However, neither transaction has any effect on net assets. Other elements of debt financing are reported differently between the fund and government wide statements.		
Issuance of long term debt	(5,800,000)	
Principal payments	1,015,000	
Interest expense accrual	(82,948)	
		(4,867,948)
The District conveys its water, sewer, and drainage facilities to the City of Richmond and certain roads to Fort Bend County upon completion of construction. Since these improvements are funded by the developer, financial resources are not expended in the fund financial statements; however, in the *Statement of Activities,* these amounts are reported as transfers to other governments.		(493,714)
Change in net position of governmental activities		$ (933,834)

Note 3 – Deposits and Investments

Deposit Custodial Credit Risk

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

Investments

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

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

As of July 31, 2018, the District's investments consist of the following:

Type	Fund	Carrying Value	Rating	Weighted Average Maturity
TexPool	General	$ 620,109		
	Debt Service	2,885,762		
	Capital Projects	57,615		
		$ 3,563,486	AAAm	24 days

Note 3 – Deposits and Investments (continued)

TexPool

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

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

Note 4 – Interfund Balances

Amounts due to/from other funds at July 31, 2018, consist of the following:

Receivable Fund	Payable Fund	Amounts	Purpose
General Fund	Debt Service Fund	$ 1,315	Maintenance tax collections not remitted as of year end

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

Note 5 – Capital Assets

A summary of changes in capital assets, for the year ended July 31, 2018, is as follows:

	Beginning Balances	Additions	Ending Balances
Capital assets not being depreciated			
Land and improvements	$ 717,227	$ 233,533	$ 950,760
Capital assets being depreciated/amortized			
Landscaping improvements	5,355,037	2,349,544	7,704,581
Recreational facilities	456,448		456,448
Impact/connection fees	3,052,634	301,629	3,354,263
	8,864,119	2,651,173	11,515,292
Less accumulated depreciation/amortization			
Landscaping improvements	(926,078)	(513,642)	(1,439,720)
Recreational facilities	(112,518)	(30,429)	(142,947)
Impact/connection fees	(428,982)	(153,963)	(582,945)
	(1,467,578)	(698,034)	(2,165,612)
Subtotal depreciable capital assets, net	7,396,541	1,953,139	9,349,680
Capital assets, net	$ 8,113,768	$ 2,186,672	$ 10,300,440

Depreciation and amortization expense for the current year was $698,034.

Note 6 – Due to Developer

The District has entered into financing agreements with its developer for the financing of the construction of water, sewer, drainage, roads, and park and recreational facilities. Under the agreements, the developer will advance funds for the construction of facilities to serve the District. The developer will be reimbursed from proceeds of future bond issues or other lawfully available funds, subject to approval by TCEQ, as applicable. The District does not record the capital asset and related liability on the government-wide statements until construction of the facilities is complete.

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

Due to developer, beginning of year	$ 13,870,888
Developer reimbursements	(4,815,088)
Developer funded construction and adjustments	3,378,420
Due to developer, end of year	$ 12,434,220

Included in total due to developer is $6,461,051 for park and recreational facilities. TCEQ rules limit the amount of unlimited tax bonds that a District can issue to 1% of the total taxable value of property in the District at the issuance of the bonds.

Note 7 – Long–Term Debt

Long-term debt is comprised of the following:

Bonds payable	$ 35,225,000
Unamortized discounts	(557,876)
	$ 34,667,124
Due within one year	$ 1,335,000

The District's bonds payable at July 31, 2018, consists of unlimited tax water, sewer and drainage bonds and unlimited tax road bonds as follows:

Series	Amounts Outstanding	Original Issue	Interest Rates	Maturity Date, Serially, Beginning/ Ending	Interest Payment Dates	Call Dates
2012	$ 2,825,000	$ 3,000,000	2.00% - 4.00%	September 1, 2016/2037	September 1, March 1	September 1, 2020
2013	3,150,000	3,405,000	2.50% - 4.20%	September 1, 2015/2038	September 1, March 1	September 1, 2019
2014	3,235,000	3,700,000	3.00% - 4.25%	September 1, 2015/2038	September 1, March 1	September 1, 2022
2014 Road	3,345,000	3,500,000	2.00% - 3.80%	September 1, 2016/2040	September 1, March 1	September 1, 2022
2015	5,575,000	6,065,000	2.00% - 4.00%	September 1, 2016/2040	September 1, March 1	September 1, 2023
2016 Road	4,030,000	4,200,000	3.00% - 5.50%	September 1, 2017/2041	September 1, March 1	September 1, 2023
2016	4,665,000	4,850,000	2.00% - 3.375%	September 1, 2017/2042	September 1, March 1	September 1, 2024
2017 Road	2,600,000	2,600,000	2.50% - 5.00%	September 1, 2018/2042	September 1, March 1	September 1, 2024
2017	5,800,000	5,800,000	2.375% - 3.50%	September 1, 2018/2043	September 1, March 1	September 1, 2025
	$ 35,225,000					

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

Note 7 – Long–Term Debt (continued)

At July 31, 2018, the District had authorized but unissued bonds in the amount of $110,715,000 for water, sewer and drainage facilities and refunding purposes; $29,160,000 for park and recreational facilities; $10,525,000 for road facilities; and $680,000 for fire facilities.

On December 13, 2017, the District issued its $5,800,000 Series 2017 Unlimited Tax Bonds at a net effective interest rate of 3.371162%. Proceeds of the bonds were used to (1) reimburse developers for the cost of capital assets constructed within the District plus interest expense at the net effective interest rate of the bonds; (2) impact fees paid to the City of Richmond; and (3) pay capitalized interest into the Debt Service Fund.

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

Bonds payable, beginning of year	$	30,440,000
Bonds issued		5,800,000
Bonds retired		(1,015,000)
Bonds payable, end of year	$	35,225,000

Note 7 – Long–Term Debt (continued)

As of July 31, 2018, annual debt service requirements on bonds outstanding are as follows:

Year	Principal	Interest	Totals
2019	$ 1,335,000	$ 1,149,854	$ 2,484,854
2020	1,350,000	1,109,533	2,459,533
2021	1,355,000	1,069,090	2,424,090
2022	1,370,000	1,027,242	2,397,242
2023	1,385,000	983,222	2,368,222
2024	1,400,000	937,937	2,337,937
2025	1,415,000	893,715	2,308,715
2026	1,430,000	851,912	2,281,912
2027	1,470,000	809,786	2,279,786
2028	1,485,000	764,940	2,249,940
2029	1,505,000	717,479	2,222,479
2030	1,515,000	668,627	2,183,627
2031	1,535,000	618,501	2,153,501
2032	1,560,000	566,859	2,126,859
2033	1,575,000	513,660	2,088,660
2034	1,595,000	458,772	2,053,772
2035	1,620,000	402,020	2,022,020
2036	1,635,000	343,714	1,978,714
2037	1,660,000	283,674	1,943,674
2038	1,690,000	221,782	1,911,782
2039	1,525,000	162,235	1,687,235
2040	1,160,000	113,464	1,273,464
2041	1,170,000	72,048	1,242,048
2042	700,000	39,341	739,341
2043	535,000	18,122	553,122
2044	250,000	4,375	254,375
	$ 35,225,000	$ 14,801,904	$ 50,026,904

Note 8 – Property Taxes

On November 4, 2008, the voters of the District authorized the District's Board of Directors to levy taxes annually for use in financing general operations limited to $1.50 per $100 of assessed value and $0.25 per $100 of assessed value for road facilities. The boundaries of the District lies entirely inside the boundaries of Fort Bend Levee Improvement District No. 6 (LID 6). The District and LID 6 have entered into an agreement which limits the District's property tax levy to $1.00 per $100 of assessed value and limits LID 6's levy to $0.50 per $100 of assessed value.

Note 8 – Property Taxes (continued)

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

Property taxes are collected based on rates adopted in the year of the levy. The District's 2018 fiscal year was financed through the 2017 tax levy, pursuant to which the District levied property taxes of $0.91 per $100 of assessed value, of which $0.05 was allocated to maintenance and operations, $0.63 was allocated to water, sewer and drainage debt service and $0.23 was allocated to road debt service. The resulting tax levy was $2,372,269 on the adjusted taxable value of $260,688,876.

Property taxes receivable, at July 31, 2018, consisted of the following:

Current year taxes receivable	$ 28,407
Prior years taxes receivable	26,960
	55,367
Penalty and interest receivable	8,947
Property taxes receivable	$ 64,314

Note 9 – Transfers to Other Governments

In accordance with an agreement between the District and the City of Richmond (the "City"), the District transfers all of its water, sewer and drainage facilities to the City (see Note 11). The District also transfers certain roads to Fort Bend County. Accordingly, the District does not record these capital assets in the *Statement of Net Position*, but instead reports the completed projects as transfers to other governments on the *Statement of Activities*. During the current year, the District revised its estimate of the amounts due to developer for certain capital assets recognized as transfers to other governments in previous fiscal years. As a result, adjustments in the amount of $493,714 have been recorded as transfers to other governments in the government-wide statements.

Note 10 – Strategic Partnership Agreement

The District and the City of Richmond (the "City") entered into a Strategic Partnership Agreement (the "Agreement"), under which the City may annex any commercial portion of the District at any time for the purpose of imposing and collecting the City's sales and use tax within the commercial area. The District continues to exercise all powers and functions of a municipal utility district. The terms and conditions and under which the District will be fully annexed by the City will be defined at a later date, as an alternative to annexation without the consent of the District. In addition, the City shall not fully annex the District until ninety percent of the District's water, sewer and drainage facilities have been constructed and its developer has been reimbursed to the maximum extent as allowed by the Texas Commission on Environmental Quality. If the District is annexed, the City will assume the District's assets and obligations (including bonded indebtedness) and dissolve the District.

Note 10 – Strategic Partnership Agreement (continued)

The Term of the agreement is fifty years unless otherwise terminated in accordance with the Agreement. Upon expiration of the initial term, the Agreement may be extended for successive one year periods until all land within the district has been annexed into the City.

Note 11 – Utility Agreement with the City of Richmond

On May 27, 2007, as amended September 1, 2009 and May 18, 2015, the District entered into a Water and Wastewater Supply Contract (the Contract) with the City of Richmond (the "City") for construction and extension of water distribution lines, sanitary sewer collection systems and drainage facilities to serve the District. As the system is acquired or constructed, the District shall transfer water and sewer facilities to the City but will reserve a security interest in the system. The water and sewer facilities will be owned, operated and maintained by the City. The term of the agreement is thirty-years and will automatically renew for consecutive one-year terms thereafter, unless otherwise terminated.

Water and sewer rates charged by the City to users in the District, shall be the same rates charged to similar users within the City. All revenue derived from these charges belongs to the City. In addition, the District will be required to pay impact fees to the City for each equivalent single family connection. As set forth in the contract, the impact fees will be payable, at the current fee, to the City at the time the developer transfers the lot to the builder. For the first 200 lots conveyed to the builder, the District will pay no connection fee to the City; 50% of the fee for the next 300 lots conveyed; 100% for the next 500 lots conveyed; and 170% for the last 500 lots conveyed to the builder.

The City will be responsible for the operation, maintenance, repair and rehabilitation of the facilities. The District will be responsible for the cost of any major repairs to the facilities. A major repair is one defined as more than $15,000.

Note 12 – Groundwater Reduction Plan

The Texas Legislature created the Fort Bend Subsidence District in order to regulate groundwater pumping. The Subsidence District adopted a regulatory plan that certain water well permit holders, including the District, must reduce groundwater usage, either individually or by participating in a group. To satisfy this mandate, the district and the City entered into a Groundwater Reduction Plan Participation Agreement (the "Plan") on October 1, 2009. The Plan states that the City is responsible for producing and submitting a plan to the Subsidence District conforming to the minimum requirements. The City also agrees to pay all costs associated with the Plan with the proceeds of future bonds issued by the City. The District agrees to pay the City a surface water charge based on an amount determined by the GRP Administrator. The Plan will remain in effect as long as the regulatory plan for surface water conversion is in effect.

Note 13 – Risk Management

The District is exposed to various risks of loss related to torts: theft of, damage to and destruction of assets; errors and omissions; and personal injuries. The risk of loss is covered by commercial insurance. There have been no significant reductions in insurance coverage from the prior year. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

Required Supplementary Information

Fort Bend County Municipal Utility District No. 187
Required Supplementary Information - Budgetary Comparison Schedule - General Fund
For the Year Ended July 31, 2018

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Property taxes	$ 130,000	$ 128,952	$ (1,048)
Mowing reimbursement	23,621	23,621	
Effluent water usage	48,000	48,000	
Investment earnings	999	8,540	7,541
Total Revenues	202,620	209,113	6,493
Expenditures			
Operating and administrative			
Professional fees	119,250	121,588	(2,338)
Contracted services	13,000	10,980	2,020
Repairs and maintenance	37,640	29,652	7,988
Administrative	31,730	17,188	14,542
Other	1,000	5,432	(4,432)
Total Expenditures	202,620	184,840	17,780
Revenues Over Expenditures		24,273	24,273
Fund Balance			
Beginning of the year	708,264	708,264	
End of the year	$ 708,264	$ 732,537	$ 24,273

Budgets and Budgetary Accounting

An annual unappropriated budget is adopted for the General Fund by the District's Board of Directors. The budget is prepared using the same method of accounting as for financial reporting. There were no amendments to the budget during the year.

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Texas Supplementary Information

Fort Bend County Municipal Utility District No. 187
TSI-1. Services and Rates
July 31, 2018

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

[ ]	Retail Water	[ ]	Wholesale Water	[ ]	Solid Waste / Garbage	[X]	Drainage
[ ]	Retail Wastewater	[ ]	Wholesale Wastewater	[ ]	Flood Control	[ ]	Irrigation
[X]	Parks / Recreation	[ ]	Fire Protection	[X]	Roads	[ ]	Security

[ ] Participates in joint venture, regional system and/or wastewater service (other than emergency interconnect)

[X] Other (Specify): Water and wastewater supplied by the City of Richmond

2. Retail Service Providers
(You may omit this information if your district does not provide retail services)

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

	Minimum Charge	Minimum Usage	Flat Rate (Y / N)	Rate per 1,000 Gallons Over Minimum Usage	Usage Levels		
Water:	$ 15.00	0	N	$ 2.62	2,001	to	5,000
				2.87	5,001		10,000
				3.12	10,001		20,000
				3.37	20,001		50,000
				3.62	50,001		75,000
				3.87	75,001		Unlimited
Wastewater:	$ 20.00	N/A	Y			to	
Surcharge:	$ -	N/A	N	$ 2.10	1	to	Unlimited

District employs winter averaging for wastewater usage? [X] Yes [ ] No

Total charges per 10,000 gallons usage: Water $ 58.21 Wastewater $ 20.00

b. Water and Wastewater Retail Connections:

Meter Size	Total Connections	Active Connections	ESFC Factor	Active ESFC'S
Unmetered			x 1.0	
less than 3/4"	1,311	1,311	x 1.0	1,311
1"	2	2	x 2.5	5
1.5"			x 5.0	
2"	7	7	x 8.0	56
3"			x 15.0	
4"			x 25.0	
6"	1	1	x 50.0	50
8"			x 80.0	
10"			x 115.0	
Total Water	1,321	1,321		1,422
Total Wastewater	1,292	1,292	x 1.0	1,292

See accompanying auditor's report.

3. Total Water Consumption during the fiscal year (rounded to the nearest thousand):
   (You may omit this information if your district does not provide water)

Gallons provided by the City of Richmond	129,692,100	Water Accountability Ratio: (Gallons billed / Gallons pumped)
Gallons billed to customers:	129,692,100	100.00%

4. Standby Fees (authorized only under TWC Section 49.231):
   (You may omit this information if your district does not levy standby fees)

   Does the District have Debt Service standby fees? Yes [ ] No [X]

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

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

   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):

   Is the District located entirely within one county? Yes [X] No [ ]

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

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

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

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

   Entirely [X] Partly [ ] Not at all [ ]

   ETJs in which the District is located: City of Richmond

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

   If Yes, by whom? _____

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-2 General Fund Expenditures
For the Year Ended July 31, 2018

Professional fees	
Legal	$ 79,210
Audit	9,250
Engineering	33,128
	121,588
Contracted services	
Bookkeeping	10,980
Repairs and maintenance	29,652
Administrative	
Directors fees	9,000
Printing and office supplies	1,239
Insurance	2,950
Other	3,999
	17,188
Other	5,432
Total expenditures	$ 184,840

Reporting of Utility Services in Accordance with HB 3693:

	Usage	Cost
Electrical	N/A	N/A
Water	N/A	N/A
Natural Gas	N/A	N/A

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-3. Investments
July 31, 2018

Fund	Identification or Certificate Number	Interest Rate	Maturity Date	Balance at End of Year
General				
TexPool	7947200001	Variable	N/A	$ 530,990
TexPool	7947200002	Variable	N/A	89,119
				620,109
Debt Service				
TexPool	7947200004	Variable	N/A	2,078,218
TexPool	7947200005	Variable	N/A	807,544
				2,885,762
Capital Projects				
TexPool	7947200003	Variable	N/A	41,556
TexPool	7947200006	Variable	N/A	16,059
				57,615
Total - All Funds				$ 3,563,486

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-4. Taxes Levied and Receivable
July 31, 2018

	Maintenance Taxes	Debt Service Road Taxes	Debt Service WSD Taxes	Totals
Taxes Receivable, Beginning of Year	$ 7,114	$ 9,173	$ 27,811	$ 44,098
Adjustments to Prior Year Tax Levy	(1,489)	(1,100)	(4,494)	(7,083)
Adjusted Receivable	5,625	8,073	23,317	37,015
2017 Original Tax Levy	126,989	584,148	1,600,059	2,311,196
Adjustments	3,356	15,436	42,281	61,073
Adjusted Tax Levy	130,345	599,584	1,642,340	2,372,269
Total to be accounted for	135,970	607,657	1,665,657	2,409,284
Tax collections:				
Current year	128,784	592,404	1,622,673	2,343,861
Prior years	170	2,769	7,117	10,056
Total Collections	128,954	595,173	1,629,790	2,353,917
Taxes Receivable, End of Year	$ 7,016	$ 12,484	$ 35,867	$ 55,367
Taxes Receivable, By Years				
2017	$ 1,561	$ 7,180	$ 19,666	$ 28,407
2016	1,117	2,605	7,816	11,538
2015	1,581	2,699	4,745	9,025
2014 and prior	2,757		3,640	6,397
Taxes Receivable, End of Year	$ 7,016	$ 12,484	$ 35,867	$ 55,367

	2017	2016	2015	2014
Property Valuations:				
Land	$ 61,312,958	$ 52,138,144	$ 43,162,406	$ 32,905,566
Improvements	211,611,790	182,157,220	129,032,700	79,394,630
Personal Property	1,169,330	1,025,840	973,660	950,280
Exemptions	(13,405,202)	(11,273,678)	(8,100,803)	(2,723,825)
Total Property Valuations	$ 260,688,876	$ 224,047,526	$ 165,067,963	$ 110,526,651
Tax Rates per $100 Valuation:				
Maintenance tax rates	$ 0.05	$ 0.09	$ 0.17	$ 0.34
Road debt service tax rate	0.23	0.21	0.29	
W-S-D debt service tax rate	0.63	0.63	0.51	0.66
Total Tax Rates per $100 Valuation	$ 0.91	$ 0.93	$ 0.97	$ 1.00
Adjusted Tax Levy:	$ 2,372,269	$ 2,083,642	$ 1,601,159	$ 1,105,267
Percentage of Taxes Collected to Taxes Levied **	98.80%	99.45%	99.44%	99.80%

* Maximum Maintenance Tax Rate Approved by Voters: $1.50 on 11/4/08

* Maximum Road Debt Service Tax Rate Approved by Voters: $0.25 on 11/4/08

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

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-5. Long-Term Debt Service Requirements
Series 2012--by Years
July 31, 2018

Due During Fiscal Years Ending	Principal Due March 1	Interest Due March 1, September 1	Total
2019	$ 90,000	$ 95,405	$ 185,405
2020	95,000	93,345	188,345
2021	100,000	91,003	191,003
2022	105,000	88,309	193,309
2023	110,000	85,215	195,215
2024	115,000	81,840	196,840
2025	120,000	78,225	198,225
2026	125,000	74,272	199,272
2027	130,000	70,065	200,065
2028	135,000	65,693	200,693
2029	140,000	61,015	201,015
2030	145,000	56,027	201,027
2031	150,000	50,865	200,865
2032	160,000	45,440	205,440
2033	165,000	39,587	204,587
2034	175,000	33,298	208,298
2035	180,000	26,730	206,730
2036	185,000	19,700	204,700
2037	195,000	12,100	207,100
2038	205,000	4,100	209,100
	$ 2,825,000	$ 1,172,234	$ 3,997,234

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-5. Long-Term Debt Service Requirements
Series 2013--by Years
July 31, 2018

Due During Fiscal Years Ending	Principal Due March 1	Interest Due March 1, September 1	Total
2019	$ 95,000	$ 119,412	$ 214,412
2020	100,000	116,850	216,850
2021	100,000	113,975	213,975
2022	105,000	110,795	215,795
2023	110,000	107,245	217,245
2024	115,000	103,363	218,363
2025	120,000	99,250	219,250
2026	125,000	94,900	219,900
2027	135,000	90,152	225,152
2028	140,000	84,855	224,855
2029	145,000	79,155	224,155
2030	150,000	73,255	223,255
2031	160,000	67,055	227,055
2032	165,000	60,555	225,555
2033	175,000	53,755	228,755
2034	180,000	46,565	226,565
2035	190,000	38,980	228,980
2036	195,000	31,088	226,088
2037	205,000	22,785	227,785
2038	215,000	13,965	228,965
2039	225,000	4,725	229,725
	$ 3,150,000	$ 1,532,680	$ 4,682,680

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-5. Long-Term Debt Service Requirements
Series 2014--by Years
July 31, 2018

Due During Fiscal Years Ending	Principal Due March 1	Interest Due March 1, September 1	Total
2019	$ 155,000	$ 117,725	$ 272,725
2020	155,000	113,075	268,075
2021	155,000	108,425	263,425
2022	155,000	103,775	258,775
2023	155,000	99,125	254,125
2024	155,000	94,184	249,184
2025	155,000	88,953	243,953
2026	155,000	83,625	238,625
2027	155,000	78,200	233,200
2028	155,000	72,388	227,388
2029	155,000	66,187	221,187
2030	155,000	59,988	214,988
2031	155,000	53,787	208,787
2032	155,000	47,588	202,588
2033	155,000	41,387	196,387
2034	155,000	35,188	190,188
2035	155,000	28,794	183,794
2036	150,000	22,312	172,312
2037	150,000	15,938	165,938
2038	150,000	9,562	159,562
2039	150,000	3,188	153,188
	$ 3,235,000	$ 1,343,394	$ 4,578,394

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-5. Long-Term Debt Service Requirements
Series 2014 Road--by Years
July 31, 2018

Due During Fiscal Years Ending	Principal Due March 1	Interest Due March 1, September 1	Total
2019	$ 85,000	$ 105,187	$ 190,187
2020	90,000	103,438	193,438
2021	90,000	101,637	191,637
2022	95,000	99,788	194,788
2023	100,000	97,762	197,762
2024	105,000	95,375	200,375
2025	110,000	92,687	202,687
2026	115,000	89,789	204,789
2027	120,000	86,525	206,525
2028	125,000	82,972	207,972
2029	135,000	79,135	214,135
2030	140,000	75,010	215,010
2031	145,000	70,554	215,554
2032	155,000	65,679	220,679
2033	160,000	60,440	220,440
2034	165,000	54,915	219,915
2035	175,000	49,047	224,047
2036	185,000	42,748	227,748
2037	190,000	35,995	225,995
2038	200,000	28,780	228,780
2039	210,000	21,090	231,090
2040	220,000	12,920	232,920
2041	230,000	4,370	234,370
	$ 3,345,000	$ 1,555,843	$ 4,900,843

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-5. Long-Term Debt Service Requirements
Series 2015--by Years
July 31, 2018

Due During Fiscal Years Ending	Principal Due March 1	Interest Due March 1, September 1	Total
2019	$ 245,000	$ 179,975	$ 424,975
2020	245,000	175,075	420,075
2021	245,000	170,175	415,175
2022	245,000	164,050	409,050
2023	245,000	156,700	401,700
2024	245,000	149,350	394,350
2025	245,000	142,000	387,000
2026	245,000	134,650	379,650
2027	245,000	127,300	372,300
2028	245,000	119,644	364,644
2029	245,000	111,681	356,681
2030	240,000	103,650	343,650
2031	240,000	95,400	335,400
2032	240,000	87,000	327,000
2033	240,000	78,450	318,450
2034	240,000	69,750	309,750
2035	240,000	60,900	300,900
2036	240,000	51,900	291,900
2037	240,000	42,750	282,750
2038	240,000	33,450	273,450
2039	240,000	24,000	264,000
2040	240,000	14,400	254,400
2041	240,000	4,800	244,800
	$ 5,575,000	$ 2,297,050	$ 7,872,050

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-5. Long-Term Debt Service Requirements
Series 2016 Road--by Years
July 31, 2018

Due During Fiscal Years Ending	Principal Due March 1	Interest Due March 1, September 1	Total
2019	$ 170,000	$ 141,725	$ 311,725
2020	170,000	132,375	302,375
2021	170,000	123,025	293,025
2022	170,000	113,675	283,675
2023	170,000	104,325	274,325
2024	170,000	94,975	264,975
2025	170,000	87,750	257,750
2026	170,000	82,650	252,650
2027	170,000	77,550	247,550
2028	170,000	72,450	242,450
2029	170,000	67,350	237,350
2030	170,000	62,250	232,250
2031	170,000	57,150	227,150
2032	170,000	52,050	222,050
2033	165,000	47,025	212,025
2034	165,000	42,075	207,075
2035	165,000	37,125	202,125
2036	165,000	32,175	197,175
2037	165,000	27,225	192,225
2038	165,000	22,275	187,275
2039	165,000	17,325	182,325
2040	165,000	12,375	177,375
2041	165,000	7,425	172,425
2042	165,000	2,475	167,475
	$ 4,030,000	$ 1,516,800	$ 5,546,800

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-5. Long-Term Debt Service Requirements
Series 2016--by Years
July 31, 2018

Due During Fiscal Years Ending	Principal Due March 1	Interest Due March 1, September 1	Total
2019	$ 190,000	$ 121,706	$ 311,706
2020	190,000	117,906	307,906
2021	190,000	114,106	304,106
2022	190,000	110,306	300,306
2023	190,000	106,506	296,506
2024	190,000	102,706	292,706
2025	190,000	98,906	288,906
2026	190,000	94,869	284,869
2027	185,000	90,650	275,650
2028	185,000	86,256	271,256
2029	185,000	81,631	266,631
2030	185,000	76,891	261,891
2031	185,000	72,034	257,034
2032	185,000	67,063	252,063
2033	185,000	61,975	246,975
2034	185,000	56,656	241,656
2035	185,000	51,106	236,106
2036	185,000	45,441	230,441
2037	185,000	39,659	224,659
2038	185,000	33,763	218,763
2039	185,000	27,750	212,750
2040	185,000	21,738	206,738
2041	185,000	15,609	200,609
2042	185,000	9,366	194,366
2043	185,000	3,122	188,122
	$ 4,665,000	$ 1,707,721	$ 6,372,721

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-5. Long-Term Debt Service Requirements
Series 2017 Road--by Years
July 31, 2018

Due During Fiscal Years Ending	Principal Due March 1	Interest Due March 1, September 1	Total
2019	$ 105,000	$ 90,156	$ 195,156
2020	105,000	84,906	189,906
2021	105,000	80,181	185,181
2022	105,000	75,981	180,981
2023	105,000	71,781	176,781
2024	105,000	67,581	172,581
2025	105,000	63,381	168,381
2026	105,000	59,969	164,969
2027	105,000	57,344	162,344
2028	105,000	54,588	159,588
2029	105,000	51,700	156,700
2030	105,000	48,681	153,681
2031	105,000	45,531	150,531
2032	105,000	42,250	147,250
2033	105,000	38,838	143,838
2034	105,000	35,294	140,294
2035	105,000	31,619	136,619
2036	105,000	27,944	132,944
2037	105,000	24,269	129,269
2038	105,000	20,528	125,528
2039	100,000	16,813	116,813
2040	100,000	13,125	113,125
2041	100,000	9,375	109,375
2042	100,000	5,625	105,625
2043	100,000	1,875	101,875
	$ 2,600,000	$ 1,119,335	$ 3,719,335

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-5. Long-Term Debt Service Requirements
Series 2017--by Years
July 31, 2018

Due During Fiscal Years Ending	Principal Due March 1	Interest Due March 1, September 1	Total
2019	$ 200,000	$ 178,563	$ 378,563
2020	200,000	172,563	372,563
2021	200,000	166,563	366,563
2022	200,000	160,563	360,563
2023	200,000	154,563	354,563
2024	200,000	148,563	348,563
2025	200,000	142,563	342,563
2026	200,000	137,188	337,188
2027	225,000	132,000	357,000
2028	225,000	126,094	351,094
2029	225,000	119,625	344,625
2030	225,000	112,875	337,875
2031	225,000	106,125	331,125
2032	225,000	99,234	324,234
2033	225,000	92,203	317,203
2034	225,000	85,031	310,031
2035	225,000	77,719	302,719
2036	225,000	70,406	295,406
2037	225,000	62,953	287,953
2038	225,000	55,359	280,359
2039	250,000	47,344	297,344
2040	250,000	38,906	288,906
2041	250,000	30,469	280,469
2042	250,000	21,875	271,875
2043	250,000	13,125	263,125
2044	250,000	4,375	254,375
	$ 5,800,000	$ 2,556,847	$ 8,356,847

See accompanying auditors' report.

Fort Bend County Municipal Utility District No. 187
TSI-5. Long-Term Debt Service Requirements
All Bonded Debt Series--by Years
July 31, 2018

Due During Fiscal Years Ending	Principal Due March 1	Interest Due March 1, September 1	Total
2019	$ 1,335,000	$ 1,149,854	$ 2,484,854
2020	1,350,000	1,109,533	2,459,533
2021	1,355,000	1,069,090	2,424,090
2022	1,370,000	1,027,242	2,397,242
2023	1,385,000	983,222	2,368,222
2024	1,400,000	937,937	2,337,937
2025	1,415,000	893,715	2,308,715
2026	1,430,000	851,912	2,281,912
2027	1,470,000	809,786	2,279,786
2028	1,485,000	764,940	2,249,940
2029	1,505,000	717,479	2,222,479
2030	1,515,000	668,627	2,183,627
2031	1,535,000	618,501	2,153,501
2032	1,560,000	566,859	2,126,859
2033	1,575,000	513,660	2,088,660
2034	1,595,000	458,772	2,053,772
2035	1,620,000	402,020	2,022,020
2036	1,635,000	343,714	1,978,714
2037	1,660,000	283,674	1,943,674
2038	1,690,000	221,782	1,911,782
2039	1,525,000	162,235	1,687,235
2040	1,160,000	113,464	1,273,464
2041	1,170,000	72,048	1,242,048
2042	700,000	39,341	739,341
2043	535,000	18,122	553,122
2044	250,000	4,375	254,375
	$ 35,225,000	$ 14,801,904	$ 50,026,904

See accompanying auditors' report.

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Fort Bend County Municipal Utility District No. 187
TSI-6. Change in Long-Term Bonded Debt
July 31, 2018

	Bond Issue			
	Series 2012	Series 2013	Series 2014	Series 2014 Road
Interest rate	2.00% - 4.00%	2.50% - 4.20%	3.00% - 4.25%	2.00% - 3.80%
Dates interest payable	9/1; 3/1	9/1; 3/1	9/1; 3/1	9/1; 3/1
Maturity dates	9/1/16 - 9/1/37	9/1/15 - 9/1/38	9/1/15 - 9/1/38	9/1/16 - 9/1/40
Beginning bonds outstanding	$ 2,915,000	$ 3,240,000	$ 3,390,000	$ 3,425,000
Bonds issued				
Bonds retired	(90,000)	(90,000)	(155,000)	(80,000)
Ending bonds outstanding	$ 2,825,000	$ 3,150,000	$ 3,235,000	$ 3,345,000
Interest paid during fiscal year	$ 97,273	$ 121,725	$ 122,375	$ 106,838
Paying agent's name and city				
All Series	Bank of New York Mellon Trust Company, N.A., Dallas, Texas			

Bond Authority:	Water, Sewer, Drainage and Refunding Bonds	Park and Recreational Bonds	Road Bonds	Fire Bonds
Amount Authorized by Voters	$ 137,535,000	$ 29,160,000	$ 20,825,000	$ 680,000
Amount Issued	(26,820,000)		(10,300,000)	
Remaining To Be Issued	$ 110,715,000	$ 29,160,000	$ 10,525,000	$ 680,000

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

Debt Service Fund cash and investment balances as of July 31, 2018:	$ 2,924,687
Average annual debt service payment (principal and interest) for remaining term of all debt:	$ 1,924,112

See accompanying auditors' report.

Bond Issue					
Series 2015	Series 2016 Road	Series 2016	Series 2017 Road	Series 2017	Total
2.00% - 4.00% 9/1; 3/1 9/1/16 - 9/1/40	3.00% - 5.50% 9/1; 3/1 9/1/17 - 9/1/41	2.00% - 3.38% 9/1; 3/1 9/1/17 - 9/1/42	2.50% - 5.00% 9/1; 3/1 9/1/18 - 9/1/42	2.375% - 3.50% 9/1; 3/1 9/1/18 - 9/1/43	
$ 5,820,000	$ 4,200,000	$ 4,850,000	$ 2,600,000	$ -	$ 30,440,000
				5,800,000	5,800,000
(245,000)	(170,000)	(185,000)			(1,015,000)
$ 5,575,000	$ 4,030,000	$ 4,665,000	$ 2,600,000	$ 5,800,000	$ 35,225,000
$ 184,875	$ 151,075	$ 125,456	$ 100,513	$ 45,391	$ 1,055,520

Fort Bend County Municipal Utility District No. 187
TSI-7a. Comparative Schedule of Revenues and Expenditures - General Fund
For the Last Five Fiscal Years

	Amounts				
	2018	2017	2016	2015	2014
Revenues					
Property taxes	$ 128,952	$ 204,757	$ 282,270	$ 416,953	$ 271,983
Penalties and interest				4,707	
Mowing reimbursement	23,621	23,621	23,621	47,242	
Effluent water usage	48,000	48,000	48,000	46,069	85,658
Investment earnings	8,540	2,017	650	480	179
Total Revenues	209,113	278,395	354,541	515,451	357,820
Expenditures					
Operating and administrative					
Professional fees	121,588	152,770	146,790	105,992	111,735
Contracted services	10,980	11,070	11,085	11,215	11,070
Repairs and maintenance	29,652	26,262	36,710	69,420	6,883
Administrative	17,188	17,590	36,104	30,241	20,354
Other	5,432	635	2,051	1,785	1,487
Intergovernmental			87,876	21,610	
Total Expenditures	184,840	208,327	320,616	240,263	151,529
Revenues Over Expenditures	$ 24,273	$ 70,068	$ 33,925	$ 275,188	$ 206,291

*Percentage is negligible

See accompanying auditors' report.

Percent of Fund Total Revenues				
2018	2017	2016	2015	2014
62%	74%	79%	81%	76%
			1%	
11%	8%	7%	9%	
23%	17%	14%	9%	24%
4%	1%	*	*	*
100%	100%	100%	100%	100%
58%	55%	41%	21%	31%
5%	4%	3%	2%	3%
14%	9%	10%	13%	2%
8%	6%	10%	6%	6%
3%	*	1%	*	*
		25%	4%	
88%	74%	90%	46%	42%
12%	26%	10%	54%	58%

Fort Bend County Municipal Utility District No. 187
TSI-7b. Comparative Schedule of Revenues and Expenditures - Debt Service Fund
For the Last Five Fiscal Years

	Amounts				
	2018	2017	2016	2015	2014
Revenues					
Property taxes	$ 2,222,767	$ 1,868,783	$ 1,305,608	$ 719,595	$ 385,525
Penalties and interest	10,948	9,295	3,440	2,145	675
Accrued interest on bonds sold		9,008	9,031	3,638	2,606
Miscellaneous			40	90	100
Investment earnings	31,242	12,319	2,418	1,574	1,013
Total Revenues	2,264,957	1,899,405	1,320,537	727,042	389,919
Expenditures					
Tax collection services	42,964	37,809	28,717	21,754	15,394
Debt service					
Principal	1,015,000	645,000	235,000		
Interest and fees	1,055,718	878,516	566,773	355,060	186,022
Total Expenditures	2,113,682	1,561,325	830,490	376,814	201,416
Revenues Over Expenditures	$ 151,275	$ 338,080	$ 490,047	$ 350,228	$ 188,503

*Percentage is negligible

See accompanying auditors' report.

Percent of Fund Total Revenues				
2018	2017	2016	2015	2014
99%	99%	99%	99%	99%
*	*	*	*	*
	*	1%	1%	1%
		*	*	*
1%	1%	*	*	*
100%	100%	100%	100%	100%
2%	2%	2%	3%	4%
45%	34%	18%		
47%	46%	43%	49%	48%
94%	82%	63%	52%	52%
6%	18%	37%	48%	48%

Fort Bend County Municipal Utility District No. 187
TSI-8. Board Members, Key Personnel and Consultants
For the Year Ended July 31, 2018

Complete District Mailing Address:	3200 Southwest Freeway, Suite 2600, Houston, TX 77027
District Business Telephone Number:	(713) 860-6400
Submission Date of the most recent District Registration Form (TWC Sections 36.054 and 49.054):	May 8, 2018
Limit on Fees of Office that a Director may receive during a fiscal year: (Set by Board Resolution -- TWC Section 49.0600)	$ 7,200

Names:	Term of Office (Elected or Appointed) or Date Hired	Fees of Office Paid *	Expense Reimburse-ments	Title at Year End
Board Members				
David Vrshek	05/16 - 05/20	$ 2,250	$ 253	President
Larry J. Junek	05/18 - 05/22	1,800	288	Vice President
Douglas Fyfe	05/16 - 05/20	1,350		Assistant Vice President
Sam Mayson	05/16 - 05/20	1,650	216	Secretary
Donna Coleman	05/18 - 05/22	1,950		Assistant Secretary
Consultants		Amounts Paid		
Allen Boone Humphries Robinson LLP	08/08			Attorney
General legal fees		$ 65,944		
Bond counsel		156,081		
F. Matuska, Inc.	11/08	12,247		Bookkeeper
Assessments of the Southwest, Inc.	09/12	24,668		Tax Collector
Fort Bend Central Appraisal District	Legislation	16,470		Property Valuation
Costello, Inc.	08/12	105,041		Engineer
McGrath & Co., PLLC	Annual	37,000		Auditor
FirstSouthwest, a Division of Hilltop Securities	09/12	112,669		Former Financial Advisor
Masterson Advisors, LLC	05/18			Financial Advisor

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