

**PASEO DEL ESTE
MUNICIPAL UTILITY DISTRICT NO. 8
OF EL PASO COUNTY**

**FINANCIAL STATEMENTS,
SUPPLEMENTAL INFORMATION
AND
INDEPENDENT AUDITOR'S REPORT**

**FOR THE YEAR ENDED
SEPTEMBER 30, 2023**

WEST, DAVIS & COMPANY, LLP
Certified Public Accountants
Austin, Texas

ANNUAL FILING AFFIDAVIT

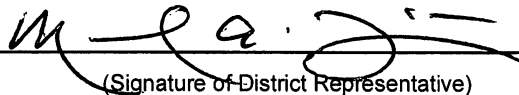
THE STATE OF TEXAS
COUNTY OF EL PASO

I, Manuel Quiñones of the Paseo del Este Municipal Utility District No. 8 of El Paso County hereby swear, or affirm, that the district named above has reviewed and approved at a meeting of the Board of Directors of the District on the 12th day of January 2024, its annual audit report for the fiscal year ended September 30, 2023, and that copies of the annual report have been filed in the district office, located at c/o Gordon Davis Johnson & Shane, 4695 North Mesa, El Paso, Texas 79912.

The annual filing affidavit and the attached copy of the annual audit report are being submitted to the Texas Commission on Environmental Quality in satisfaction of the annual filing requirements of Texas Water Code Section 49.194.

Date: January 12, 2024

By:

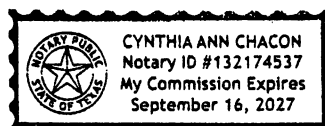

(Signature of District Representative)


Manuel Quiñones, President

(Name & Title of above District Representative)

Sworn to and subscribed to before me this 12th day of January 2024.

(SEAL)




(Signature of Notary)

My Commission Expires On: 9.16, 2027.

Notary Public in and for the State of Texas.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**
Annual Financial Report
For the Year Ended September 30, 2023

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FINANCIAL SECTION

WEST, DAVIS & COMPANY

A LIMITED LIABILITY PARTNERSHIP

Independent Auditor's Report

Board of Directors
Paseo del Este Municipal Utility District No. 8
Of El Paso County
El Paso, Texas

We have audited the accompanying financial statements of the governmental activities and each major fund of Paseo del Este Municipal Utility District No. 8 of El Paso County (the District) as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Opinions

In our opinion the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and each major fund of the District as of September 30, 2023, and the 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 these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for 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 budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in

accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the property tax assessed value information but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



Austin, Texas
December 31, 2023

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**Management Discussion and Analysis
For the Year Ended September 30, 2023**

In accordance with Governmental Accounting Standards Board Statement 34 (“GASB 34”), the management of Paseo del Este Municipal Utility District No. 8 of El Paso County (the “District”) offers the following discussion and analysis to provide an overview of the District’s financial activities for the year ended September 30, 2023. Since this information is designed to focus on current year’s activities, resulting changes, and currently known facts, it should be read in conjunction with the District’s financial statements that follow.

FINANCIAL HIGHLIGHTS

- **General Fund:** The unassigned fund balance at the end of the year was approximately \$1026 thousand which was an increase of \$206 thousand from the end of the previous year end. Revenue increased from \$1.2 million in the previous fiscal year to \$1.3 million in the current fiscal year primarily due to the increase in assessed value of property within the District.
- **Debt Service Fund:** This fund received \$639 thousand in property tax revenue and had an ending balance of \$299 thousand. The fund paid \$288 thousand in interest and \$380 thousand in bond principal during the year.
- **Capital Projects Fund:** This fund was unchanged for the year and had an ending balance of \$-0- thousand.
- **Governmental Activities:** On a Government-wide basis for governmental activities, the District had revenue in excess of expenses of approximately \$640 thousand. Net position increased from \$1.2 million to \$1.8 million. This increase is primarily due to the increase in assessed value of property within the District.

OVERVIEW OF THE DISTRICT

The District, a political subdivision of the State of Texas, was created by an Act of the Texas Legislature. The District was created and organized for the purpose of constructing water, sewer, and drainage facilities and providing water and sewer services to customers within the District. The District has entered into an agreement with Paseo del Este Municipal Utility District No. 1 (Paseo No. 1) under which Paseo No. 1 will serve as the “Master District” for the purpose of providing water acquisition, transportation and treatment, wastewater collection, transportation, treatment and disposal, and drainage facilities and services.

PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8 OF EL PASO COUNTY

Management Discussion and Analysis For the Year Ended September 30, 2023

USING THIS ANNUAL REPORT

The District's reporting is comprised of five parts:

- Management's Discussion and Analysis (this section)
- Basic Financial Statements
 - Statement of Net Position and Reconciliation to Governmental Funds Balance Sheet
 - Statement of Activities and Reconciliation to Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds
- Notes to the Financial Statements
- Required Supplementary Information
- Texas Supplementary Information (required by the Texas Commission on Environmental Quality)

The Government-wide statements are reported using the flow of economic resources measurement focus and the full accrual basis of accounting. The Governmental Fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting.

For purposes of GASB 34, the District is considered a special purpose government. This allows the District to present the newly required fund and government-wide statements in a single schedule. The requirement for fund financial statements that are prepared on the modified accrual basis of accounting is met with the "Governmental Funds Total" column. An adjustment column includes those entries needed to convert to the full accrual basis government-wide statements. Government-wide statements are comprised of the Statement of Net Assets and the Statement of Activities.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

The Statement of Net Position and Governmental Funds Balance Sheet includes a column (titled "Governmental Funds Total") that represents a balance sheet prepared using the modified accrual basis of accounting. The adjustments column converts those balances to a balance sheet that more closely reflects a private-sector business. Over time, increases or decreases in the District's net position will indicate financial health.

The Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances includes a column (titled "Governmental Funds Total") that derives the change in fund balances resulting from current year revenues, expenditures, and other financing sources or uses. These amounts are prepared using the modified accrual basis of accounting. The adjustments column converts those activities to full accrual, a basis that more closely represents the income statement of a private-sector business.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**Management Discussion and Analysis
For the Year Ended September 30, 2023**

The Notes to the Financial Statements provide additional information that is essential to a full understanding of the information presented in 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*.

The Required Supplementary Information presents a comparison statement between the District's adopted budget and its actual results.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Summary Statement of Net Position

	Governmental Activities (in thousands)		
	September 2023	September 2022	Increase (Decrease)
Current and Other Assets	\$ 1,347	\$ 1,131	\$ 216
Capital and Non-Current Assets	7,993	7,949	44
Total Assets	9,340	9,080	260
Current Liabilities	428	425	3
Long-Term Liabilities	7,089	7,472	(383)
Total Liabilities	7,517	7,897	(380)
Net Investment in Capital Assets	488	64	424
Restricted	303	293	10
Unrestricted	1,032	826	206
Total Net Position	\$ 1,823	\$ 1,183	\$ 640

The District's total assets were approximately \$9.3 million at the end of the current fiscal year. Of this amount, approximately \$1.3 million is accounted for by cash and short-term investments. The District had outstanding liabilities of approximately \$7.5 million. The District's unrestricted net assets, which can be used to finance day to day operations, totaled \$1.0 million.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**Management Discussion and Analysis
For the Year Ended September 30, 2023**

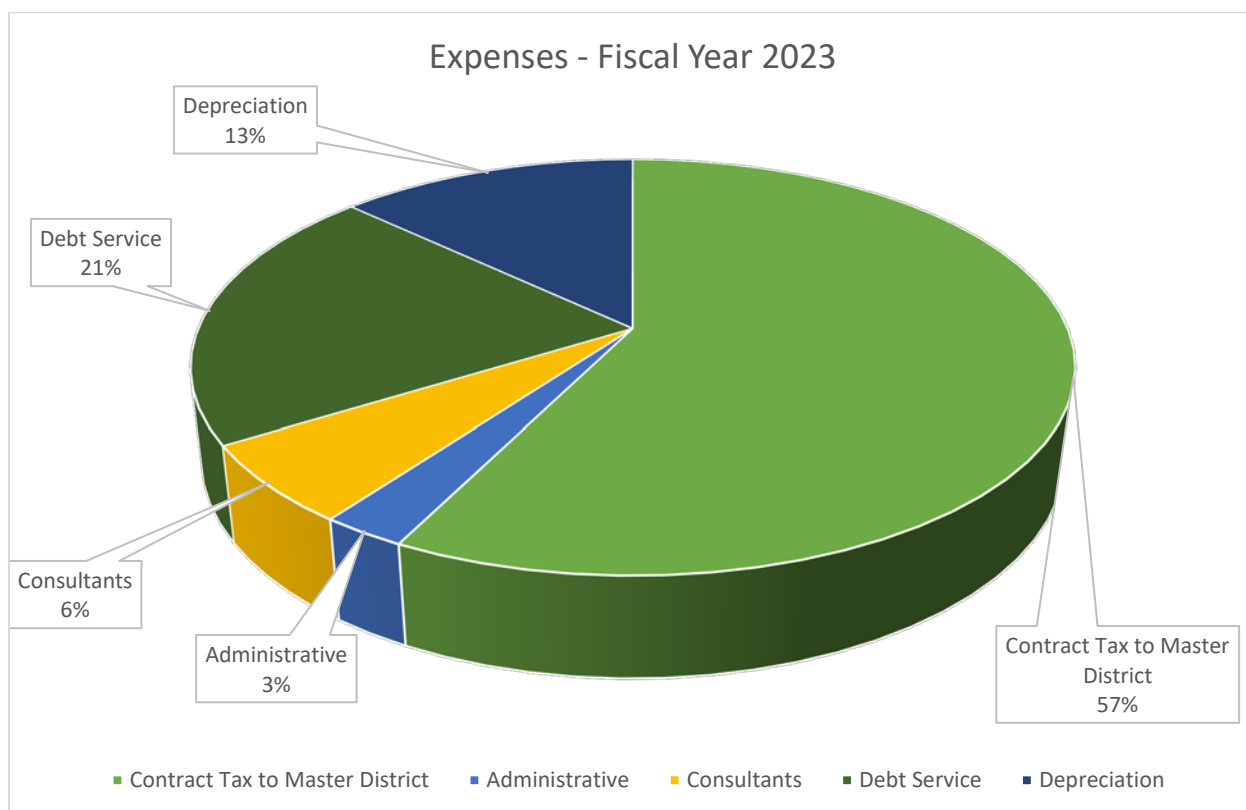
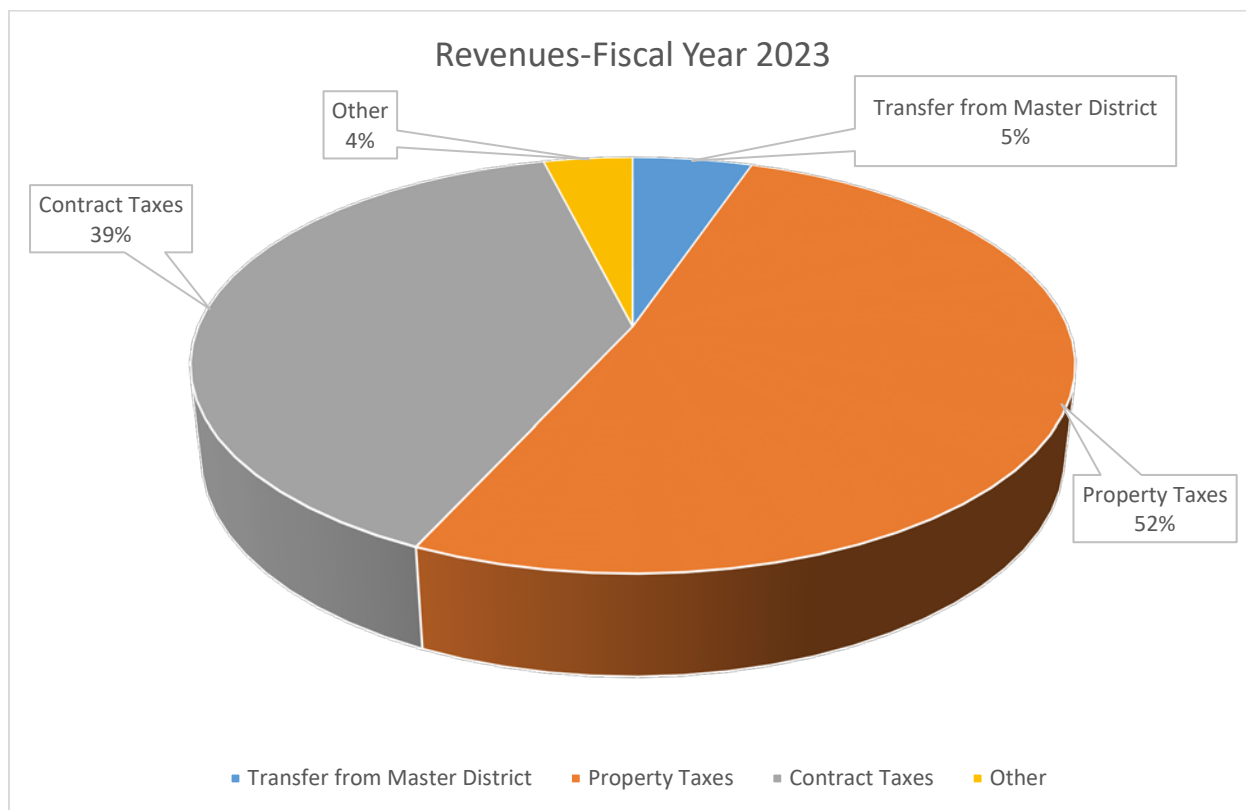
Summary Statement of Activities

	Governmental Activities (in thousands)		Increase (Decrease)
	2023	2022	
Transfer from Master District	\$ 106	\$ 97	\$ 9
Property Taxes	1,047	1,038	9
Contract Taxes	798	712	86
Other	79	11	68
Total Revenues	2,030	1,858	172
Contract Tax to Master District	798	712	86
Administrative	37	37	-
Consultants	85	64	21
Debt Service	289	299	(10)
Depreciation	181	177	4
Total Expenses	1,390	1,289	101
Other Financing Sources (Uses)	-	-	-
Change in Net Position	640	569	71
Beginning Net Position	1,183	614	569
Ending Net Position	\$ 1,823	\$ 1,183	\$ 640

Revenues were approximately \$2.0 million for the year. Expenses were approximately \$1.4 million. Net assets increased about \$640 thousand primarily due to growth in the tax base. The following charts summarize the sources of revenue and areas of expenses.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**Management Discussion and Analysis
For the Year Ended September 30, 2023**



**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**Management Discussion and Analysis
For the Year Ended September 30, 2023**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUND LEVEL STATEMENTS

In comparison to the Government-wide statements, the Fund-level statements focus on the key funds of the District. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The District reports the following types of Governmental funds: General Fund, Debt Service Fund and Capital Projects Fund. The focus of the District's Governmental funds is to provide information on near-term inflows, outflows, and available resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available at the end of the fiscal year.

Summary Balance Sheet

	Governmental Funds (in thousands)		
	September 2023	September 2022	Increase (Decrease)
Cash and Investments	\$ 1,320	\$ 1,104	\$ 216
Accounts Receivable	27	25	2
Prepaid Expenses	1	2	(1)
Total Assets	1,348	1,131	217
Accounts Payable	12	12	-
Unrealized Revenue	10	6	4
Total Liabilities	22	18	4
Nonspendable	1	2	(1)
Restricted for Debt Service	299	291	8
Restricted for Capital Projects	-	-	-
Unassigned	1,026	820	206
Total Fund Balances	1,326	1,113	213
Total Liabilities and Fund Balances	\$ 1,348	\$ 1,131	\$ 217

The General Operating Fund, which pays for daily operating expenses, has an unassigned balance of \$1.0 million at the end of the current fiscal year. This is an increase of 2067 thousand over the prior fiscal year.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**Management Discussion and Analysis
For the Year Ended September 30, 2023**

The Debt Service Fund increased from \$291 thousand to \$299 thousand during the current fiscal year.

The Capital Projects Fund was unchanged for the year.

BUDGETARY HIGHLIGHTS

The Board of Directors adopted the fiscal year 2023 annual budget for the General Fund on September 16, 2022. The budget included revenues of \$1.3 million and expenditures of \$1.0 million. Actual revenue amounted to \$1.3 million and expenditures of \$1.1 million, including transfers to other funds. More detailed information about the District's budgetary comparison is presented in the Required Supplementary Information section.

CAPITAL ASSETS

The District has acquired approximately \$9.0 million of the utility infrastructure assets serving the District's residents in prior years. Below is a summary of the District's capital assets.

Summary of Capital Assets

	Governmental Activities (in thousands)		Increase (Decrease)
	September 2023	September 2022	
Water, Wastewater and Drainage	\$ 9,050	\$ 8,825	\$ 225
Accumulated Depreciation	(1,057)	(876)	(181)
Total Capital Assets (Net)	\$ 7,993	\$ 7,949	\$ 44

LONG TERM DEBT

The District issued no new bonds during the year. Bonded indebtedness of the District at year end was \$7.5 million. More detailed information about the District's long-term debt is presented in the Notes to the Basic Financial Statements.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**Management Discussion and Analysis
For the Year Ended September 30, 2023**

ECONOMIC FACTORS

The taxable assessed value of property within the District as of January 1, 2023, has been fixed by the El Paso County Appraisal District at \$302 million. The tax rates adopted by the District on September 15, 2023, for the coming fiscal year are \$0.1394 for maintenance and operations, \$0.29 for contract tax and \$0.2048 for debt service. The District expects this to produce \$1.9 million in total property tax revenue for next year. The adopted budget for fiscal year 2023 projects an increase in the operating fund balance.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances and to demonstrate the District's accountability for the funds it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the District in care of Gordon Davis Johnson & Shane 4695 North Mesa, El Paso, Texas 79912.

BASIC FINANCIAL STATEMENTS

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**STATEMENT OF NET POSITION
AND GOVERNMENTAL FUNDS BALANCE SHEET
SEPTEMBER 30, 2023**

	GOVERNMENTAL FUNDS				ADJUST-	STATEMENT
	GENERAL	DEBT SERVICE	CAPITAL PROJECTS	TOTAL	MENTS	OF NET POSITION
ASSETS						
Cash	\$ 31,252	\$ -	\$ 2	\$ 31,254	\$ -	\$ 31,254
Investments	988,625	299,627	-	1,288,252	-	1,288,252
Taxes Receivable	6,209	3,748	-	9,957	-	9,957
Prepaid Costs	411	-	-	411	-	411
Due from Affiliated District	16,996	-	-	16,996	-	16,996
Due from Other Funds	217	-	-	217	(217)	-
Water/WW/Drainage System (Net)	-	-	-	-	7,993,421	7,993,421
Total Assets	\$ 1,043,710	\$ 303,375	\$ 2	\$ 1,347,087	\$ 7,993,204	\$ 9,340,291
LIABILITIES						
Accounts Payable	\$ 11,383	\$ -	\$ -	\$ 11,383	\$ 31,774	\$ 43,157
Due to Other Funds	-	217	-	217	(217)	-
Bonds Payable in less than one year					385,000	385,000
Bonds Payable in more than one year	-	-	-	-	7,089,200	7,089,200
Total Liabilities	11,383	217	-	11,600		7,517,357
DEFERRED INFLOWS OF RESOURCES						
Property Taxes	6,209	3,748	-	9,957	(9,957)	-
Total Deferred Inflows	6,209	3,748	-	9,957	(9,957)	-
FUND EQUITY						
Nonspendable	411	-	-	411	(411)	-
Restricted for Debt Service	-	299,410	-	299,410	(299,410)	-
Restricted for Capital Projects	-	-	2	2	(2)	-
Unassigned	1,025,707	-	-	1,025,707	(1,025,707)	-
Total Fund Equity	1,026,118	299,410	2	1,325,530	(1,325,530)	-
Total Liabilities, Fund Equity & Deferred Inflows of Resources	\$ 1,043,710	\$ 303,375	\$ 2	\$ 1,347,087		
NET POSITION						
Net Investment in Capital Assets					487,449	487,449
Restricted for Debt Service					303,158	303,158
Unrestricted					1,032,327	1,032,327
Total Net Position					\$ 1,822,934	\$ 1,822,934

The notes to financial statements are an integral part of this statement.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	GOVERNMENTAL FUND TYPES				ADJUST-	STATEMENT
	GENERAL	DEBT	CAPITAL	TOTAL	MENTS	OF
<u>REVENUES</u>		<u>SERVICE</u>	<u>PROJECTS</u>			<u>ACTIVITIES</u>
Transfer From Master District	\$ 105,550	\$ -	\$ -	\$ 105,550	\$ -	\$ 105,550
Property Taxes	404,901	638,830	-	1,043,731	3,518	1,047,249
Contract Taxes	798,322	-	-	798,322	-	798,322
Interest	40,048	39,259	-	79,307	-	79,307
TOTAL REVENUES	1,348,821	678,089	-	2,026,910	3,518	2,030,428
<u>EXPENDITURES</u>						
Current:						
Contract Tax To Master District	798,322	-	-	798,322	-	798,322
Legal Fees	11,104	-	-	11,104	-	11,104
Audit Fees	5,500	-	3,500	9,000	-	9,000
Accounting Fees	39,149	-	-	39,149	-	39,149
Engineering Fees	2,853	-	11,413	14,266	-	14,266
Management Fees	10,324	-	-	10,324	-	10,324
Fiscal Agent Fees	1,500	1,050	-	2,550	-	2,550
Director Salaries and Payroll Taxes	6,298	-	-	6,298	-	6,298
Insurance	1,935	-	-	1,935	-	1,935
Tax Assessor/Collector	24,982	-	-	24,982	-	24,982
Printing and Office Supplies	602	-	-	602	-	602
Postage and Delivery	58	-	-	58	-	58
Legal Notices	1,360	-	-	1,360	-	1,360
Travel	1,385	-	-	1,385	-	1,385
Interest	-	288,041	-	288,041	727	288,768
Principal	-	380,000	-	380,000	(380,000)	-
Depreciation	-	-	-	-	181,003	181,003
Capital Expenditures	-	-	224,840	224,840	(224,840)	-
TOTAL EXPENDITURES	905,372	669,091	239,753	1,814,216	(423,110)	1,391,106
<u>OTHER FINANCING SOURCES (USES)</u>						
Transfers To Other Funds	(239,753)	-	239,753	-	-	-
NET OTHER SOURCES (USES)	(239,753)	-	239,753	-	-	-
Excess (Deficit) of Revenues and Other Financing Sources over Expenditures	203,696	8,998	-	212,694	(212,694)	-
 Change in Net Position					639,322	639,322
Fund Balance/Net Position-Beginning	822,422	290,412	2	1,112,836	70,776	1,183,612
Fund Balance/Net Position-Ending	\$ 1,026,118	\$ 299,410	\$ 2	\$ 1,325,530	\$ 497,404	\$ 1,822,934

The notes to financial statements are an integral part of this statement.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023**

1. Summary of Significant Accounting Policies

The basic financial statements of Paseo del Este Municipal Utility District No. 8 have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the accounting policies are described below.

Paseo del Este Municipal Utility District No. 8 of El Paso County (the District), a political subdivision of the State of Texas, was created by an Act of the Texas Legislature. The District was created and organized for the purpose of constructing water, sewer, and drainage facilities and providing water and sewer services to customers within its boundaries and in the surrounding area. The District has entered into an agreement with Paseo del Este Municipal Utility District No. 1 (Paseo No. 1) under which Paseo No. 1 will serve as the “Master District” for the purpose of providing water acquisition, transportation and treatment, wastewater collection, transportation, treatment and disposal, and drainage facilities and services. Under the terms of this agreement Paseo #1 has agreed to provide retail water and wastewater service to customers in the District and reimburse all of the District’s operating expenses in exchange for a commitment from the District to levy an ad valorem tax (contract tax) on property within the District to fund the District’s share of certain costs of Paseo No. 1 not provided for by retail revenues.

These financial statements report the financial activity of Paseo del Este Municipal Utility District No. 8. The reporting entity of the District encompasses those activities and functions over which the District’s elected officials exercise significant oversight or control. The District is governed by a five-member Board of Directors (the Board). The funds and account groups presented in this report are within the oversight responsibility of the Board, in accordance with Governmental Accounting Standards Board (GASB) Codification of Governmental Accounting and Financial Reporting Standards Part II, Financial Reporting. There are no component units of the District, nor is the District a component unit of any other entity.

A. Basis of Presentation, Basis of Accounting

In accordance with GASB Statement No. 34, the District has elected to combine their Government-wide and Governmental Fund Financial Statements into one set of financial statements with a reconciliation of the individual line items in a separate column on the financial statements.

Government-wide Financial Statements:

The **Statement of Net Position** and the **Statement of Activities** include the financial activities of the overall government. Governmental activities are generally financed through property taxes.

PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023

1. Summary of Significant Accounting Policies (continued)

The **Statement of Activities** presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.

Fund Financial Statements:

The governmental fund financial statement columns are labeled **Governmental Funds Balance Sheet** and **Governmental Funds Revenue, Expenditures and Changes in Fund Balance**. In the fund financial statements, the accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The District reports the following major governmental funds:

General Fund: This is the District's primary operating fund. It accounts for all financial resources of the District except those required to be accounted for in another fund.

Debt Service Fund: The Debt Service Fund is used to account for the accumulation of financial resources for, and the payment of, general long-term debt principal and interest.

Capital Projects Fund: The Capital Projects Fund is used to account for the acquisition or construction of major capital facilities. Principal sources of revenue are municipal long-term debt proceeds and interest income.

B. Measurement Focus, Basis of Accounting

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

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources management focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District does not consider revenues collected after its year end to be available in the current period. Revenues from local sources consist primarily of property taxes. Miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long term debt,

PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023

1. Summary of Significant Accounting Policies (continued)

which is recognized as an expenditure to the extent that it has matured. General capital asset acquisitions are reported as expenditures in major governmental funds. Proceeds of general long-term debt are reported as other financing sources.

C. Fund Balances

The District has adopted GASB Statement No. 54 Fund Balance Reporting and Governmental Fund Type Definitions which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Those fund balance classifications are described below.

Nonspendable – Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

Restricted – Amounts that can be spent only for specific purposes because of constraints imposed by external providers, or imposed by constitutional provisions or enabling legislation.

Committed – Amounts that can only be used for specific purposes pursuant to approval by formal action by the Board.

Assigned – For the General Fund, amounts that are appropriated by the Board or Board designee, if any, that are to be used for specific purposes. For all other governmental funds, any remaining positive amounts not previously classified as nonspendable, restricted or committed.

Unassigned – Amounts that are available for any purpose; these amounts can be reported only in the District's General Fund.

Fund balance of the District may be committed for a specific purpose by formal action of the Board, the District's highest level of decision-making authority. Commitments may be established, modified, or rescinded only through a resolution approved by the Board. The Board has not delegated the authority to assign fund balance.

D. Budget

The Board adopted an annual budget for the General Fund on the basis consistent with generally accepted accounting principles. The District's Board of Directors utilizes the budget as a management tool for planning and cost control purposes. All annual appropriations lapse at fiscal year end.

PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023

1. Summary of Significant Accounting Policies (continued)

E. Pensions

The District has not established a pension plan.

F. Cash and Cash Equivalents

These include cash on deposit as well as investments with maturities of three months or less at the time of purchase.

G. Prepaid Items

Certain payments to vendors reflect costs applicable to future periods and are recorded as prepaid assets in both the government-wide and fund financial statements. Prepaid assets are charged to expenditures when consumed.

H. Capital Assets

Capital assets, which include Administrative Facilities and Equipment, Common and Recreation Areas, Water Production and Distribution System, Wastewater Collection System, Water Quality Ponds and Organizational Costs are reported in the Government-wide column in the Statement of Net Position. Public domain ("infrastructure") capital assets including water, wastewater and drainage systems, are capitalized as acquired. Items purchased or acquired are reported at historical cost or estimated historical cost. Contributed fixed assets are recorded as capital assets at estimated fair market value at the time received.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Water/Wastewater/Drainage System	50

I. Interfund Transactions

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

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023**

1. Summary of Significant Accounting Policies (continued)

J. Long-Term Debt

Unlimited tax bonds, which have been and will be issued in the future to acquire capital assets, are to be repaid from tax revenues of the District. In the Government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

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

K. Deferred Outflows and Inflows of Resources

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, provides guidance for reporting the financial statement elements of deferred outflows of resources, which represent the consumption of the District's net position that is applicable to a future reporting period, and deferred inflows of resources, which represent the District's acquisition of net position applicable to a future reporting period. GASB Statement No. 63 became effective for fiscal years beginning after December 15, 2011 and has been implemented in the financial statements.

GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. GASB Statement No. 65 is effective for fiscal years beginning after December 15, 2012 and has been implemented in these financial statements.

L. Recently Issued Accounting Pronouncements

In March 2018, the GASB issued GASB Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*. The objective of GASB Statement No. 88 is to improve the consistency in the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements, and to provide financial statement users with additional essential information about debt. This statement is effective for reporting periods beginning after June 15, 2018. GASB Statement No. 88 has been implemented in these financial statements.

PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023

1. Summary of Significant Accounting Policies (continued)

In June 2018, the GASB issued GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, effective for fiscal years beginning after December 15, 2020. The objective of GASB Statement No. 89 is to enhance the relevance and comparability of information about capital assets and to simplify accounting for interest costs incurred before the end of a construction period. Under GASB Statement 89, interest costs will no longer be capitalized as part of the asset but will be shown as an expenditure in the fund financial statements and as an expense in the government-wide financial statements. GASB Statement No. 89 has been implemented in these financial statements.

2. Cash and Investments

The investment policies of the District are governed by State statute and an adopted District Investment Policy that includes depository contract provisions and custodial contract provisions. Major provisions of the District's Investment Policy include: depositories must be FDIC-insured Texas banking institutions; depositories must fully insure or collateralize all demand and time deposits; securities collateralizing time deposits are held by independent third-party trustees.

Cash – At year end, deposits were held by the District's depository bank in accounts that were secured at the balance sheet date by Federal Deposit Insurance Corporation (FDIC) coverage or by pledged collateral held by the District's agent bank in the District's name.

Investments - The District is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must be written; primarily emphasize safety of principal and liquidity; address investment diversification, yield, and maturity and the quality and capability of investment management; and include a list of the types of authorized investments in which the investing entity's funds may be invested; and the maximum allowable stated maturity of any individual investment owned by the entity.

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as part of the audit of the general purpose financial statements disclosed that in the areas of investment practices, management reports and establishment of appropriate policies, the District adhered to the requirement of the Act. Additionally, investment practices of the District were in accordance with local policies.

The Act determines the types of investments which are allowable for the District. These include, with certain restriction, (1) obligations of the US Treasury, certain US Agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) banker's acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) commercial paper.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023**

2. Cash and Investments (continued)

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

Not all assets meeting the definition of an investment are required to be reported at fair value. Including among excepted investments are certain investments held by 2a7-like external investments pools. As detailed below the District has invested funds in specific 2a7-like external investment pools that are valued at amortized cost and not subject to the fair value hierarchy levels.

The District's investments at year end are shown below.

<u>Investment</u>	<u>Fair Value</u> <u>Level</u>	<u>Rating</u>	<u>Maturity</u>	<u>Fair Value</u>
TexPool	N/A	AAAm	1 day average	\$1,288,252

Analysis of Specific Cash and Investment Risks – GASB Statement No. 40 requires a determination as to whether the District was exposed to the following specific investment risks at year end and, if so, the reporting of certain related disclosures.

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

At year end, the District's investments, other than those which are obligations of or guaranteed by the US Government, are rated as to credit quality as detailed above.

Custodial Credit Risk – Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the District's name. At year end, the District was not exposed to custodial credit risk.

Concentration of Credit Risk – This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the District was not exposed to concentration of credit risk.

PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023

2. Cash and Investments (continued)

Interest Rate Risk – This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year end, the District was not exposed to interest rate risk.

Foreign Currency Risk – This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the District was not exposed to foreign currency risk.

Investment Accounting Policy – The District’s general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value.

All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term “short-term” refers to investments which have a remaining term of one year or less at time of purchase. The term “nonparticipating” means that the investment’s value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

Public Funds Investment Pools – Public funds investment pools in Texas (“Pools”) are established under the authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the “Act”), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: 1) have an advisory board composed of participants in the Pool and other person who do not have a business relationship with the Pool and are qualified to advise the Pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least on nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio with one half of one percent of the value of its shares.

The District’s investments in Pools are reported at an amount determined by the fair value per share of the Pool’s underling portfolio, unless the Pool is 2a7-like, in which case they are reported at share value. A 2a7-like Pool is one which is not registered with the Securities and Exchange Commission (“SEC”) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC’s Rule 2a7 of the Investment Company Act of 1940.

TexPool – The District invests in the Texas Local Government Investment Pool (TexPool), which is a local government investment pool that was established in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and operates under the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. The State Comptroller of Public Accounts oversees TexPool. Federated Investors, Inc. is the administrator and investment manager of TexPool under a contract with the State Comptroller. In accordance with the Public Funds Investment Act, the State Comptroller has appointed the

PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023

2. Cash and Investments (continued)

TexPool Investment Advisory Board to advise with respect to TexPool. The board is composed equally of participants in TexPool Portfolios and other persons who do not have a business relationship with TexPool Portfolios and are qualified to advise in respect to TexPool Portfolios. The Advisory Board members review the investment policy and management fee structure. TexPool is rated AAAM by Standard & Poor's and operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. All investments are stated at amortized cost, which usually approximates the market value of the securities. The stated objective of TexPool is to maintain a stable average \$1.00 per unit net asset value; however, the \$1.00 net asset value is not guaranteed or insured. The financial statements can be obtained from the Texas Trust Safekeeping Trust Company website at www.ttstc.org.

3. Property Taxes

Property taxes are considered available when collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The District levies its taxes on October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by February 1 of the year following the October 1 levy date. Taxes are delinquent if not paid by June 30. Delinquent taxes are subject to both penalty and interest charges plus delinquent collection fees for attorney costs.

At an election held within the District on May 12, 2012, voters authorized the District to levy an annual ad valorem tax on all taxable property within the District for operation and maintenance purposed and to make certain payments required pursuant to contracts with Paseo No. 1. Voters also authorized the levy of a maintenance tax not to exceed \$1.00 per \$100.00 valuation. Property taxes were levied by the District for the 2022-23 fiscal year at the rate of \$0.1471 per hundred assessed value for maintenance and operations, \$0.2320 per hundred assessed value for debt service and \$0.29 per hundred assessed value for contract tax. The District agreed to remit \$0.29 per hundred assessed value, the contract tax, to the Master District under its cost sharing and utility capacity agreement. Uncollected property taxes amounted to \$9,957 at the end of the year.

4. Capital Assets

During the years, the District acquired \$224,840 of Water, Wastewater and Drainage facilities serving the District's residents. The facilities are being depreciated over their estimated useful life of 50 years. Depreciation in the amount of \$181,003 has been charged to system operations for the year. Accumulated depreciation to date amounts to \$1,056,729 leaving a net book value of \$7,993,421.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023**

4. Capital Assets (continued)

A summary of changes in capital assets follows:

	Balance			Balance
<u>Capital Assets:</u>	<u>9/30/2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>9/30/2023</u>
Water WW & Drainage	\$ 8,825,310	224,840	-	\$ 9,050,150
Total	8,825,310	224,840	-	9,050,150
<u>Accumulated Depreciation:</u>				
Water WW & Drainage	(875,726)	(181,003)	-	(1,056,729)
Total	(875,726)	(181,003)	-	(1,056,729)
Total Capital Assets (Net)	<u>\$ 7,949,584</u>	<u>43,837</u>	<u>-</u>	<u>\$7,993,421</u>

5. Bonds

At an election held within the District on May 12, 2012, voters authorized a total of \$27,000,000 combination unlimited tax and revenue bonds for the purpose of purchasing, constructing, acquiring, owning, improving, extending, maintaining, repairing, or operating a waterworks system, a sanitary sewer system, and a drainage and storm water system for the District. The District's bonds are collateralized by the levy of an annual ad valorem tax against all taxable property within the District. The District has no direct borrowings or direct placement debt.

In April 2017, the District issued \$2,950,000 of these bonds dated April 1, 2017. The bonds mature serially on August 15, in each year 2018 through 2037, in principal amounts set forth below. Bonds maturing on or after August 15, 2028, are subject to redemption, in whole or in part, on August 15, 2027, or on any date thereafter, at a price equal to the principal amount thereof plus accrued interest thereon to the date fixed for redemption.

In November 2017, the District issued \$5,000,000 of these bonds dated October 1, 2017. The bonds mature serially on August 15, in each year 2018 through 2038, in principal amounts set forth below. Bonds maturing on or after August 15, 2028, are subject to redemption, in whole or in part, on August 15, 2027, or on any date thereafter, at a price equal to the principal amount thereof plus accrued interest thereon to the date fixed for redemption.

In December 2018, the District issued \$1,700,000 of these bonds dated November 1, 2018. The bonds mature serially on August 15, in each year 2020 through 2043, in principal amounts set forth below. Bonds maturing on or after August 15, 2029, are subject to redemption, in whole or in part, on August 15, 2028, or on any date thereafter, at a price equal to the principal amount thereof plus accrued interest thereon to the date fixed for redemption.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023**

5. Bonds (continued)

These bonds are described as follows:

<u>Issue</u>	<u>Original Amount</u>	<u>Installments (in thousands)</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Balance Outstanding</u>
Series 2017	2,950,000	90 to 225	2037	2.00 - 4.000%	2,335,000
Series 2017A	5,000,000	235 to 300	2038	1.50 - 4.000%	3,590,000
Series 2018	1,700,000	25 to 180	2043	4.25 - 6.500%	1,590,000

The change in bonds is as follows:

<u>Bonds:</u>	<u>Balance 9/30/2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 9/30/2023</u>
Unlimited Tax Bonds, Series 2017	\$ 2,450,000	-	(115,000)	\$ 2,335,000
Unlimited Tax Bonds, Series 2017A	3,825,000	-	(235,000)	3,590,000
Unlimited Tax Bonds, Series 2018	1,620,000	-	(30,000)	1,590,000
Issuance Discount, Series 2018	(42,840)	-	2,040	(40,800)
Total Bond Indebtedness	\$ 7,852,160	\$ -	\$ (377,960)	\$ 7,474,200

Redemption

Series 2017 Bonds maturing on or after August 15, 2028, are subject to redemption at the option of the District prior to their maturity dates in whole, or from time to time, in part, on August 15, 2027, or on any date thereafter at a price of par value plus unpaid accrued interest from the most recent interest payment date to the date fixed for redemption. Bonds maturing on August 15, 2037 are subject to mandatory sinking fund redemption.

Series 2017A Bonds maturing on or after August 15, 2028, are subject to redemption at the option of the District prior to their maturity dates in whole, or from time to time, in part, on August 15, 2027, or on any date thereafter at a price of par value plus unpaid accrued interest from the most recent interest payment date to the date fixed for redemption. Bonds maturing on August 15, 2034 and 2038 are subject to mandatory sinking fund redemption.

Series 2018 Bonds maturing on or after August 15, 2029, are subject to redemption at the option of the District prior to their maturity dates in whole, or from time to time, in part, on August 15, 2028, or on any date thereafter at a price of par value plus unpaid accrued interest from the most recent interest payment date to the date fixed for redemption. Bonds maturing on August 15, 2033, 2035, 2038 and 2043 are subject to mandatory sinking fund redemption.

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023**

5. Bonds (continued)

Debt Service Requirements

Debt service requirements on long-term debt as of the end of the year are as follows:

<u>Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2024	\$ 385,000	\$ 276,884	\$ 661,884
2025	395,000	265,224	660,224
2026	400,000	252,619	652,619
2027	410,000	239,069	649,069
2028	415,000	225,632	640,632
2029-2033	2,225,000	907,579	3,132,579
2034-2038	2,440,000	468,084	2,908,084
2039-2043	845,000	109,683	954,683
2044-2048	-	-	-
Totals	\$ 7,515,000	\$ 2,744,774	\$ 10,259,774

6. Risk Management

The District is exposed to various risks of loss related to torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. During the year, the District obtained liability coverage.

7. Contingencies

The District has an obligation to reimburse developers of property in the District costs expended on behalf of the District for the construction of water, sewer and drainage systems designed to serve the District. Since the construction of these facilities is not yet complete, the ultimate amount of the future reimbursements cannot be determined at this time.

8. Estimates

The preparation of financial statements in accordance with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023

9. Summary of General Fund Items

As mentioned in Note 1, the District has entered into agreements with Paseo del Este Municipal District No. 1. Among other things, these agreements require Paseo 1 to reimburse the District's operating expenses and require the District to remit to Paseo 1 the District's Contract Tax collections. The table below summarizes the different elements of these requirements as they affect the District's General Fund.

<u>REVENUES</u>	General Fund Total	Covered by Master District \$	Contract Tax	District Items
Transfer from Master District	\$ 105,550	105,550	\$ -	\$ -
Property Taxes	404,901	-	-	404,901
Contract Taxes	798,322	-	798,322	-
Interest	40,048	-	-	40,048
TOTAL REVENUES	1,348,821	105,550	798,322	444,949
 <u>EXPENDITURES</u>				
Contract Tax to Master District	798,322	-	798,322	-
Legal Fees	11,104	11,104	-	-
Audit Fees	5,500	5,500	-	-
Accounting Fees	39,149	39,149	-	-
Engineering Fees	2,853	2,853	-	-
Management Fees	10,324	10,324	-	-
Fiscal Agent Fees	1,500	-	-	1,500
Director Salaries and Taxes	6,298	6,298	-	-
Insurance	1,935	1,935	-	-
Tax Assessor/Collector	24,982	24,982	-	-
Printing & Office Supplies	602	602	-	-
Postage & Delivery	58	58	-	-
Legal Notices	1,360	1,360	-	-
Travel	1,385	1,385	-	-
Capital Expenditures	-	-	-	-
TOTAL EXPENDITURES	905,372	105,550	798,322	1,500
 Transfers (to) from Other Funds				
	(239,753)	-	-	(239,753)
 Excess (Deficit)				
	203,696	-	-	203,696
Fund Balance-Beginning of Year	822,422	-	-	822,422
Fund Balance-End of Year	\$ 1,026,118	\$ -	\$ -	\$ 1,026,118

PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023

10. Subsequent Events

The District has evaluated subsequent events as of December 31, 2023, the date the financial statements were available to be issued.

11. Reconciliation of Government-wide and Fund Financial Statements

Amounts reported for governmental activities in the statement of net position are different because:

Governmental Funds Total Fund Balances	\$ 1,325,530
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	7,993,421
Long-term liabilities (bonds payable) are not due and payable in the current period and, therefore, are not reported in the funds	(7,474,200)
Interest is accrued on outstanding debt in the government-wide statements, whereas in the governmental funds, an interest expenditure is reported when made and not accrued in the funds	(31,774)
Deferred tax revenue is not available to pay for current period expenditures and, therefore, is deferred in the funds	<u>9,957</u>
Total Net Position	<u><u>\$ 1,822,934</u></u>

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY
Notes to the Financial Statements
For the Year Ended September 30, 2023**

11. Reconciliation of Government-wide and Fund Financial Statements (continued)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental Funds Excess of Revenues over Expenditures	\$ 212,694
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds	
Change in Deferred Tax Revenue	3,518
Governmental funds report capital outlays as expenditures	
however, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense	
Capital Outlay	224,840
Depreciation Expense	(181,003)
Governmental funds report principal payments as expenditures	
however, in the Statement of Activities, these payments are not reported as operating expenses	
Bond Principal	380,000
Governmental funds do not report the change in accrued interest as an expenditure, however, in the Statement of Activities, this change in the amount accrued is reported as an expense	
Accrued Interest	(727)
Bond Proceeds are reported as other financing sources in the governmental funds and thus contribute to the change in fund balance. In the Statement of Net Position, however, issuing debt increases long-term liabilities and does not affect the Statement of Activities	
Bond Proceeds	-
Change in Net Position	<u>\$ 639,322</u>

REQUIRED SUPPLEMENTARY INFORMATION

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GENERAL FUND
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	<u>ORIGINAL BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
<u>REVENUES</u>			
Transfer From Master District	\$ 122,150	\$ 105,552	\$ (16,598)
Property Taxes	388,091	404,901	16,810
Contract Taxes	765,302	798,322	33,020
Interest	1,030	40,046	39,016
TOTAL REVENUES	<u>1,276,573</u>	<u>1,348,821</u>	<u>72,248</u>
<u>EXPENDITURES</u>			
Current:			
Contract Tax Transfer To Master District	765,302	798,322	(33,020)
Legal Fees	15,500	11,104	4,396
Audit Fees	8,000	5,500	2,500
Accounting Fees	33,000	39,149	(6,149)
Engineering Fees	30,500	2,853	27,647
Management Fees	24,000	10,324	13,676
Fiscal Agent Fees	1,500	1,500	-
Director Salaries and Payroll Taxes	7,500	6,298	1,202
Insurance	1,800	1,935	(135)
Tax Assessor/Collector	25,000	24,982	18
Printing & Office Supplies	1,200	602	598
Postage & Delivery	400	58	342
Legal Notices	1,000	1,360	(360)
Travel	1,750	1,385	365
Capital Expenditures	-	-	-
TOTAL EXPENDITURES	<u>916,452</u>	<u>905,372</u>	<u>11,080</u>
Transfer (to) Other Funds	-	(239,753)	(239,753)
Excess (Deficit) of Revenues over Expenditures	360,121	203,696	(156,425)
Fund Balance - Beginning of Year	822,422	822,422	-
Fund Balance - End of Year	<u>\$ 1,182,543</u>	<u>\$ 1,026,118</u>	<u>\$ (156,425)</u>

See accompanying independent auditor's report

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY
SUPPLEMENTARY INFORMATION

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**INDEX OF SUPPLEMENTAL SCHEDULES REQUIRED
BY THE TEXAS COMMISSION ON ENVIRONMENTAL QUALITY
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

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

- [✓] Schedule of Services and Rates
- [✓] Schedule of General Fund Expenditures
- [✓] Temporary Investments
- [✓] Analysis of Taxes Levied and Receivable
- [✓] General Long Term Debt Service Requirements by Years
- [✓] Analysis of Changes in General Long Term Debt
- [✓] Comparative Schedule of Revenues and Expenditures - General Fund
- [✓] Comparative Schedule of Revenues and Expenditures – Debt Service Fund
- [✓] Board Members, Key Personnel, and Consultants

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**SERVICES AND RATES
SEPTEMBER 30, 2023**

1. Services Provided by the District (contractually through Master District):

Retail Water	Drainage	Solid Waste
Retail Wastewater	Parks	

2. Retail Rates Based on 5/8" Meter

	Minimum	Minimum	Flat	Rate per first	Rate per add'l
	Charge	Usage	Rate	1000 Gallons	1000 Gallons
			Y/N	Over Minimum	Over Minimum
Water:	n/a	n/a	n/a	n/a	n/a
Wastewater:	n/a	n/a	n/a	n/a	n/a
Surcharge:	n/a	n/a	n/a	n/a	n/a

Total water and wastewater charges per 10,000 gallons usage: n/a

3. Retail Service Provided: Number of retail water and/or wastewater connections.

	Active	Active	Inactive
	Connections	EFSC	Connections
			(EFSC)
Single Family & Total			
Water	n/a	n/a	n/a
Wastewater	n/a	n/a	n/a

4. Total Water Consumption (in thousands) During the Year:

Gallons pumped into system: n/a
Gallons billed to customers: n/a

5. Standby Fees: The District does not assess standby fees.

6. Anticipated sources of funds to be used for debt service payments: Ad Valorem taxes

7. Location of District:

The District is located entirely within El Paso County.
The District is not located within any city.
The District is located within the City of El Paso ETJ
The general membership of the Board is not appointed by an office outside the District.

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**SCHEDULE OF GENERAL FUND EXPENDITURES
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

Current:

Purchased Services for Resale

Water	\$ -
Wastewater	-
Connection Fees	-
	<u>-</u>

Professional Fees

Audit	5,500
Engineering	2,853
Fiscal Agent	1,500
Legal	11,104
	<u>20,957</u>

Contracted Services

Accounting	39,149
Management	10,324
Tax Appraisal/Collection	24,982
	<u>74,455</u>

Utilities

Solid Waste Disposal	-
	<u>-</u>

Administrative

Director Salaries and Payroll Taxes	6,298
Insurance	1,935
Printing and Office Supplies	602
Postage and Delivery	58
Legal Notices	1,360
Travel	1,385
	<u>11,638</u>

Maintenance

Landscape Maintenance	-
Repairs and Maintenance	-
Pond Maintenance	-
	<u>-</u>

Master District Expenses

Contract Tax Transfer To Master District	798,322
	<u>798,322</u>

TOTAL EXPENDITURES

\$ 905,372

Number of persons employed by the District: -0-

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**TEMPORARY INVESTMENTS
SEPTEMBER 30, 2023**

<u>Funds</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>					
State Investment Pool	****0002	5.4100%	N/A	\$ 988,625	\$ -
Total				988,625	-
<u>DEBT SERVICE FUND</u>					
State Investment Pool	****0001	5.4100%	N/A	357	-
State Investment Pool	****0003	5.4100%	N/A	299,270	-
Total				299,627	-
<u>CAPITAL PROJECTS FUND</u>					
State Investment Pool	****0005	5.4100%	N/A	-	-
State Investment Pool	****0006	5.4100%	N/A	-	-
Total				-	-
TOTALS - ALL FUNDS				\$1,288,252	\$ -

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**ANALYSIS OF TAXES LEVIED AND RECEIVABLE
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	GENERAL FUND		DEBT	
	MAINTENANCE	CONTRACT	SERVICE	
	TAXES	TAXES	TAXES	TOTALS
	1206	2570	2663	
Taxes Receivable, Beginning of Period	\$ 913	\$ 2,594	\$ 3,201	\$ 6,708
2022 Original Levy	405,524	799,468	639,575	1,844,567
Adjustments	46	(498)	(992)	(1,444)
Add: Penalty & Interest	460	925	794	2,179
Total to be accounted for	406,943	802,489	642,578	1,852,010
Tax collections:				
Current year	404,635	797,716	638,173	1,840,524
Prior years	266	606	657	1,529
Total Collections	404,901	798,322	638,830	1,842,053
Taxes Receivable, End of Period	\$ 2,042	\$ 4,167	\$ 3,748	\$ 9,957

	2022	2021	2020	2019	2018
Property Valuations:					
Land & Improvements	275,678,958	245,520,528	215,965,817	197,728,627	143,070,979
Tax Rates Per \$100 Valuation:					
Debt Service tax rates	\$ 0.232000	\$ 0.265800	\$ 0.357363	\$ 0.3600	\$ 0.4400
Contract Tax tax rates	\$ 0.290000	\$ 0.290000	\$ 0.290000	0.2900	0.2700
Maintenance tax rates	\$ 0.147100	\$ 0.156600	\$ 0.102637	0.1000	0.0400
Totals	\$ 0.6691	\$ 0.7124	\$ 0.7500	\$ 0.7500	\$ 0.7500
Original Tax Levy	\$ 1,844,568	\$ 1,749,088	\$ 1,619,744	\$ 1,482,965	\$ 1,073,032

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**GENERAL LONG TERM DEBT SERVICE REQUIREMENTS-BY YEARS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

DUE DURING FISCAL YEARS ENDING	ANNUAL REQUIREMENTS FOR 2017 SERIES		
	TOTAL PRINCIPAL DUE	TOTAL INTEREST DUE	TOTAL PRINCIPAL AND INTEREST DUE
2024	120,000	85,713	205,713
2025	125,000	82,113	207,113
2026	130,000	78,363	208,363
2027	140,000	74,138	214,138
2028	145,000	69,413	214,413
2029	150,000	64,338	214,338
2030	160,000	59,088	219,088
2031	165,000	53,288	218,288
2032	175,000	47,100	222,100
2033	185,000	40,538	225,538
2034	195,000	33,600	228,600
2035	205,000	25,800	230,800
2036	215,000	17,600	232,600
2037	225,000	9,000	234,000
2038	-	-	-
2039	-	-	-
2040	-	-	-
2041	-	-	-
2042	-	-	-
2043	-	-	-
	<u>\$ 2,335,000</u>	<u>\$ 740,092</u>	<u>\$ 3,075,092</u>

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**GENERAL LONG TERM DEBT SERVICE REQUIREMENTS-BY YEARS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

DUE DURING FISCAL YEARS ENDING	ANNUAL REQUIREMENTS FOR 2017A SERIES		
	TOTAL PRINCIPAL DUE	TOTAL INTEREST DUE	TOTAL PRINCIPAL AND INTEREST DUE
2024	235,000	123,096	358,096
2025	235,000	116,986	351,986
2026	235,000	110,406	345,406
2027	235,000	103,356	338,356
2028	235,000	96,306	331,306
2029	235,000	89,021	324,021
2030	235,000	81,501	316,501
2031	235,000	73,746	308,746
2032	235,000	65,756	300,756
2033	235,000	57,238	292,238
2034	235,000	48,719	283,719
2035	235,000	40,200	275,200
2036	235,000	30,800	265,800
2037	235,000	21,400	256,400
2038	300,000	12,000	312,000
2039	-	-	-
2040	-	-	-
2041	-	-	-
2042	-	-	-
2043	-	-	-
	<u>\$ 3,590,000</u>	<u>\$ 1,070,531</u>	<u>\$ 4,660,531</u>

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**GENERAL LONG TERM DEBT SERVICE REQUIREMENTS-BY YEARS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

DUE DURING FISCAL YEARS ENDING	ANNUAL REQUIREMENTS FOR 2018 SERIES		
	TOTAL PRINCIPAL DUE	TOTAL INTEREST DUE	TOTAL PRINCIPAL AND INTEREST DUE
2024	30,000	68,075	98,075
2025	35,000	66,125	101,125
2026	35,000	63,850	98,850
2027	35,000	61,575	96,575
2028	35,000	59,913	94,913
2029	40,000	58,513	98,513
2030	40,000	56,913	96,913
2031	45,000	55,313	100,313
2032	45,000	53,513	98,513
2033	45,000	51,713	96,713
2034	50,000	49,913	99,913
2035	50,000	47,913	97,913
2036	55,000	45,913	100,913
2037	55,000	43,713	98,713
2038	150,000	41,513	191,513
2039	155,000	35,513	190,513
2040	165,000	29,119	194,119
2041	170,000	22,313	192,313
2042	175,000	15,088	190,088
2043	180,000	7,650	187,650
	<u>\$ 1,590,000</u>	<u>\$ 934,151</u>	<u>\$ 2,524,151</u>

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**GENERAL LONG TERM DEBT SERVICE REQUIREMENTS-BY YEARS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

DUE DURING FISCAL YEARS ENDING	ANNUAL REQUIREMENTS FOR ALL SERIES		
	TOTAL	TOTAL	TOTAL
	PRINCIPAL DUE	INTEREST DUE	PRINCIPAL AND INTEREST DUE
2024	385,000	276,884	661,884
2025	395,000	265,224	660,224
2026	400,000	252,619	652,619
2027	410,000	239,069	649,069
2028	415,000	225,632	640,632
2029	425,000	211,872	636,872
2030	435,000	197,502	632,502
2031	445,000	182,347	627,347
2032	455,000	166,369	621,369
2033	465,000	149,489	614,489
2034	480,000	132,232	612,232
2035	490,000	113,913	603,913
2036	505,000	94,313	599,313
2037	515,000	74,113	589,113
2038	450,000	53,513	503,513
2039	155,000	35,513	190,513
2040	165,000	29,119	194,119
2041	170,000	22,313	192,313
2042	175,000	15,088	190,088
2043	180,000	7,650	187,650
	<u>\$ 7,515,000</u>	<u>\$ 2,744,774</u>	<u>\$ 10,259,774</u>

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**ANALYSIS OF CHANGES IN GENERAL LONG TERM DEBT
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	SERIES 2017	SERIES 2017A	SERIES 2018	TOTALS
Interest Rate	2.000- 4.000	1.500-4.000	1.500-4.000	
Dates Interest Payable	2/15 : 8/15	2/15 : 8/15	2/15 : 8/15	
Maturity Dates	8/15/18 to 8/15/37	8/15/18 to 8/15/38	8/15/18 to 8/15/38	
Bonds-Beginning of Year	\$ 2,450,000	\$ 3,825,000	\$ 1,620,000	\$ 7,895,000
Bonds Sold During the Year	-	-	-	-
Bonds Defeased During the Year	-	-	-	-
Retirements During the Year	(115,000)	(235,000)	(30,000)	(380,000)
Bonds-End of Year	<u>\$ 2,335,000</u>	<u>\$ 3,590,000</u>	<u>\$ 1,590,000</u>	<u>\$ 7,515,000</u>
Interest Paid During the Year	\$ 89,163	\$ 128,854	\$ 70,024	\$ 288,041
Changd In Accrued Interest	(431)	(720)	(162)	(1,313)
Amortization of Bond Discount	-	-	2,040	2,040
Interest on Financial Statements	<u>\$ 88,732</u>	<u>\$ 128,134</u>	<u>\$ 71,902</u>	<u>\$ 288,768</u>
Paying Agent:	BOKF, NA	BOKF, NA	BOKF, NA	
Bond Authority:	<u>Tax Bonds</u>	<u>Refunding Bonds</u>	<u>Other Bonds</u>	
Amount Authorized By Voters	\$ 27,000,000	\$ -	\$ -	
Amount Issued	\$ 9,650,000	\$ -	\$ -	
Remaining To Be Issued	\$ 17,350,000	\$ -	\$ -	
Debt Service Fund Cash and Temporary Investments balances as of September 30, 2023				<u>\$ 299,627</u>
Average annual debt service payment (principal & interest) for remaining term of all debt				<u>\$ 488,561</u>

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	AMOUNTS				
	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019
REVENUES					
Transfer From Master District	\$ 105,550	\$ 97,298	\$ 83,975	\$ 85,180	\$ 85,772
Property Tax	404,901	384,359	221,581	197,275	57,947
Contract Tax	798,322	712,472	626,398	572,368	390,240
Interest	40,048	6,739	195	2,629	9,010
TOTAL REVENUES	1,348,821	1,200,868	932,149	857,452	542,969
EXPENDITURES					
Current:					
Contract Tax To Master District	798,322	712,472	626,398	572,368	390,240
Legal Fees	11,104	16,386	13,039	13,479	14,936
Audit Fees	5,500	5,500	5,500	5,500	5,500
Accounting Fees	39,149	25,488	23,404	22,674	23,875
Engineering Fees	2,853	3,703	2,265	3,293	4,828
Management Fees	10,324	9,910	9,287	8,918	8,494
Fiscal Agent Fees	1,500	1,500	1,500	1,500	1,500
Director Salaries & Payroll Tax	6,298	6,459	6,459	6,620	5,652
Insurance	1,935	1,935	1,838	1,863	1,863
Tax Assessor/Collector	24,982	23,532	19,674	19,206	15,801
Printing & Office Supplies	602	880	476	673	544
Postage & Delivery	58	177	276	111	244
Legal Notices	1,360	1,510	1,040	1,457	1,680
Travel	1,385	1,818	717	1,386	2,355
TOTAL EXPENDITURES	905,372	811,270	711,873	659,048	477,512
Transfer (to) Other Funds	(239,753)	(1)	(1)	(443,430)	-
Excess (Deficit) of					
Revenues over Expenditures	<u>\$ 203,696</u>	<u>\$ 389,597</u>	<u>\$ 220,275</u>	<u>\$ (245,026)</u>	<u>\$ 65,457</u>
TOTAL ACTIVE					
WATER CONNECTIONS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
WW CONNECTIONS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	PERCENT OF REVENUES				
	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019
<u>REVENUES</u>					
Transfer From Master District	8%	8%	9%	10%	16%
Property Tax	30%	32%	24%	23%	11%
Contract Tax	59%	59%	67%	67%	72%
Interest	3%	1%	0%	0%	2%
TOTAL REVENUES	100%	100%	100%	100%	100%
<u>EXPENDITURES</u>					
Current:					
Contract Tax To Master District	59%	59%	67%	67%	72%
Legal Fees	1%	1%	1%	2%	3%
Audit Fees	0%	0%	1%	1%	1%
Accounting Fees	3%	2%	3%	3%	4%
Engineering Fees	0%	0%	0%	0%	1%
Management Fees	1%	1%	1%	1%	2%
Fiscal Agent Fees	0%	0%	0%	0%	0%
Director Salaries & Payroll Tax	0%	1%	1%	1%	1%
Insurance	0%	0%	0%	0%	0%
Tax Assessor/Collector	2%	2%	2%	2%	3%
Printing & Office Supplies	0%	0%	0%	0%	0%
Postage & Delivery	0%	0%	0%	0%	0%
Legal Notices	0%	0%	0%	0%	0%
Travel	0%	0%	0%	0%	0%
TOTAL EXPENDITURES	67%	68%	76%	77%	88%
Transfer (to) Other Funds	-18%	0%	0%	-52%	0%
Excess (Deficit) of Revenues over Expenditures	15%	32%	24%	-29%	12%
TOTAL ACTIVE					
WATER CONNECTIONS	-	-	-	-	-
WW CONNECTIONS	-	-	-	-	-

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES - DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	AMOUNTS				
	<u>9/30/2023</u>	<u>9/30/2022</u>	<u>9/30/2021</u>	<u>9/30/2020</u>	<u>9/30/2019</u>
<u>REVENUES</u>					
Property Tax	638,830	653,652	772,111	710,665	634,904
Interest	39,259	4,057	335	6,178	23,081
TOTAL REVENUES	<u>678,089</u>	<u>657,709</u>	<u>772,446</u>	<u>716,843</u>	<u>657,985</u>
<u>EXPENDITURES</u>					
Debt Service:					
Fiscal Agent Fees	1,050	1,050	1,050	1,050	840
Interest	288,041	298,696	308,524	316,849	306,980
Principal	380,000	375,000	365,000	360,000	330,000
TOTAL EXPENDITURES	<u>669,091</u>	<u>674,746</u>	<u>674,574</u>	<u>677,899</u>	<u>637,820</u>
OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>149,363</u>
Excess (Deficit) of Revenues over Expenditures	<u>8,998</u>	<u>(17,037)</u>	<u>97,872</u>	<u>38,944</u>	<u>169,528</u>

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES - DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	PERCENT OF REVENUES				
	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019
<u>REVENUES</u>					
Property Tax	94%	99%	100%	99%	n/a
Interest	6%	1%	0%	1%	n/a
TOTAL REVENUES	100%	100%	100%	100%	n/a
<u>EXPENDITURES</u>					
Debt Service:					
Fiscal Agent Fees	0%	0%	0%	0%	n/a
Interest	42%	45%	40%	44%	n/a
Principal	56%	57%	47%	50%	n/a
TOTAL EXPENDITURES	99%	103%	87%	95%	n/a
OTHER FINANCING SOURCES (USES)	0%	0%	0%	0%	n/a
Excess (Deficit) of Revenues over Expenditures	1%	-3%	13%	5%	n/a

See accompanying independent auditor's report

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**BOARD MEMBERS, KEY PERSONNEL, AND CONSULTANTS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

DISTRICT MAILING ADDRESS: c/o Gordon Davis Johnson & Shane, 4695 N Mesa, El Paso, TX 79912

DISTRICT BUSINESS TELEPHONE NUMBER: (915) 545-1133

LIMITS ON FEES OF OFFICERS THAT A DIRECTOR MAY RECEIVE DURING A FISCAL YEAR: \$7,200

<u>NAMES AND ADDRESSES</u>	<u>TERM OF OFFICE</u>	<u>SALARY FYE 9/30/23</u>	<u>REIMBURSEMENTS FYE 9/30/23</u>	<u>TITLE AT YEAR END</u>
<u>DIRECTORS</u>				
Manuel Quinones	Elected 5/22-5/26	\$ 1,200	\$ -	President
A. J. Silva	Elected 5/22-5/26	\$ 1,350	\$ -	Vice-President
Suzan Spurlin-Hunt	Elected 5/20-5/24	\$ 1,350	\$ -	Secretary
Joann Wardy	Appointed 1/21-5/24	\$ 900	\$ -	Asst Sec
Victoria Bruder	Appointed 1/22-5/24	\$ 1,050	\$ -	Asst Sec
Payments to Former Directors		\$ -		
		<u>\$ 5,850</u>	<u>\$ -</u>	

CONSULTANTS

Ronald J. Freeman	\$ 6	\$ -	Attorney
Gordon Davis Johnson & Shane	\$ 11,098	\$ -	Attorney
West, Davis & Company	\$ 5,500	\$ -	Auditor
Municipal Accounts & Consulting	\$ 39,149	\$ -	Accountant
TRE & Associates	\$ 2,853	\$ -	Engineer
Inframark	\$ 10,324	\$ -	Operator

See accompanying independent auditor's report

OTHER INFORMATION

**PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT No. 8
OF EL PASO COUNTY**

**PRINCIPAL TAXPAYERS
SEPTEMBER 30, 2023**

Taxpayer	Taxable Assessed Value	% of 2023 Certified Taxable Assessed Value
Hunt Mission Ridge, LLC	* \$ 909,451	0.30%
MECFE, LLC	819,899	0.27%
Individual	550,395	0.18%
Individual	506,317	0.17%
Individual	468,377	0.16%
Individual	464,811	0.15%
Individual	442,539	0.15%
Individual	422,390	0.14%
Individual	420,584	0.14%
Individual	419,499	0.14%
Total	\$ 5,424,262	1.80%

* Project Developer and related entities.

**ASSESSED VALUE BY CLASSIFICATION
SEPTEMBER 30, 2023**

Type of Property	2023 Taxable Assessed Value
Land	\$ 43,433,798
Improvements	299,857,679
Personal Property	653,725
Total Assessed Valuation	343,945,202
Exemptions	41,896,252
Total Taxable Appraised Valuation	\$ 302,048,950

See accompanying independent auditor's report