

# **BRAZOS COUNTY, TEXAS HEALTH DISTRICT**

**Financial Statements  
September 30, 2024**



Prepared by:

**Katie Conner, C.P.A.**  
**County Auditor**

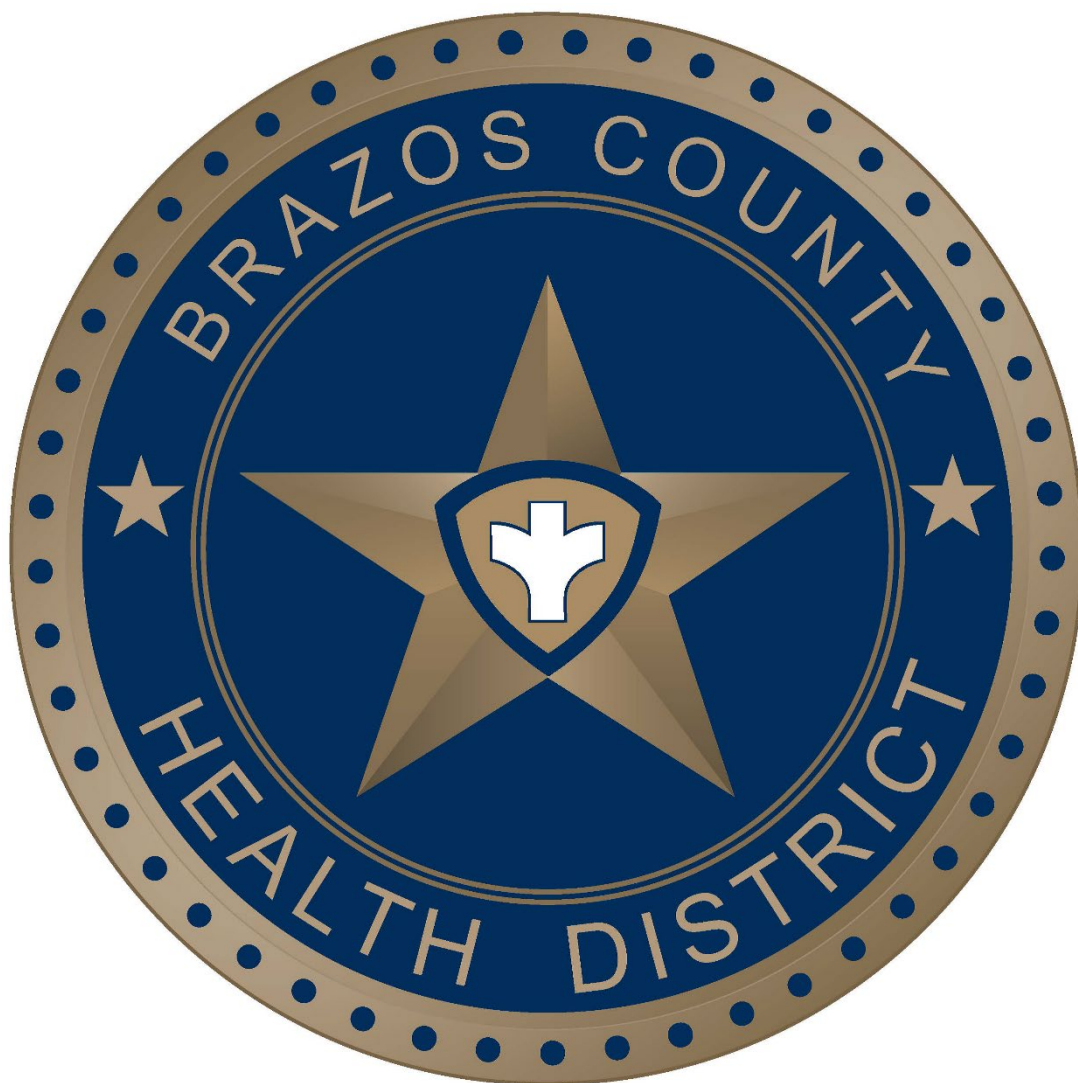
**Santos Navarrette**  
**Director**



**BRAZOS COUNTY HEALTH DISTRICT**  
**For the Year Ended September 30, 2024**

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# Ingram, Wallis & Co., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITORS' REPORT

Brazos County Board of Health  
Brazos County Health District  
Bryan, Texas

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities, the general fund, and the remaining fund information of the Brazos County Health District (the "District") as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' 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.

#### *Emphasis of Matter*

As discussed in Note 1, the financial statements present only the Brazos County Health District and are not intended to present fairly the financial position of Brazos County, Texas, and the results of its operations in conformity with accounting principles generally accepted in the United States of America.

#### *Responsibilities of Management for the Financial Statements*

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

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

### ***Auditors' 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 auditors' 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 and *Government 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 and *Government 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, budgetary comparison information, pension plan information, and other post employment benefits information on pages 4-9 and 41-45 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 accompanying schedule of expenditures of federal and state awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived



from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 schedule of expenditures of federal and state awards is 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 statistical section but does not include the basic financial statements and our auditors' 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.

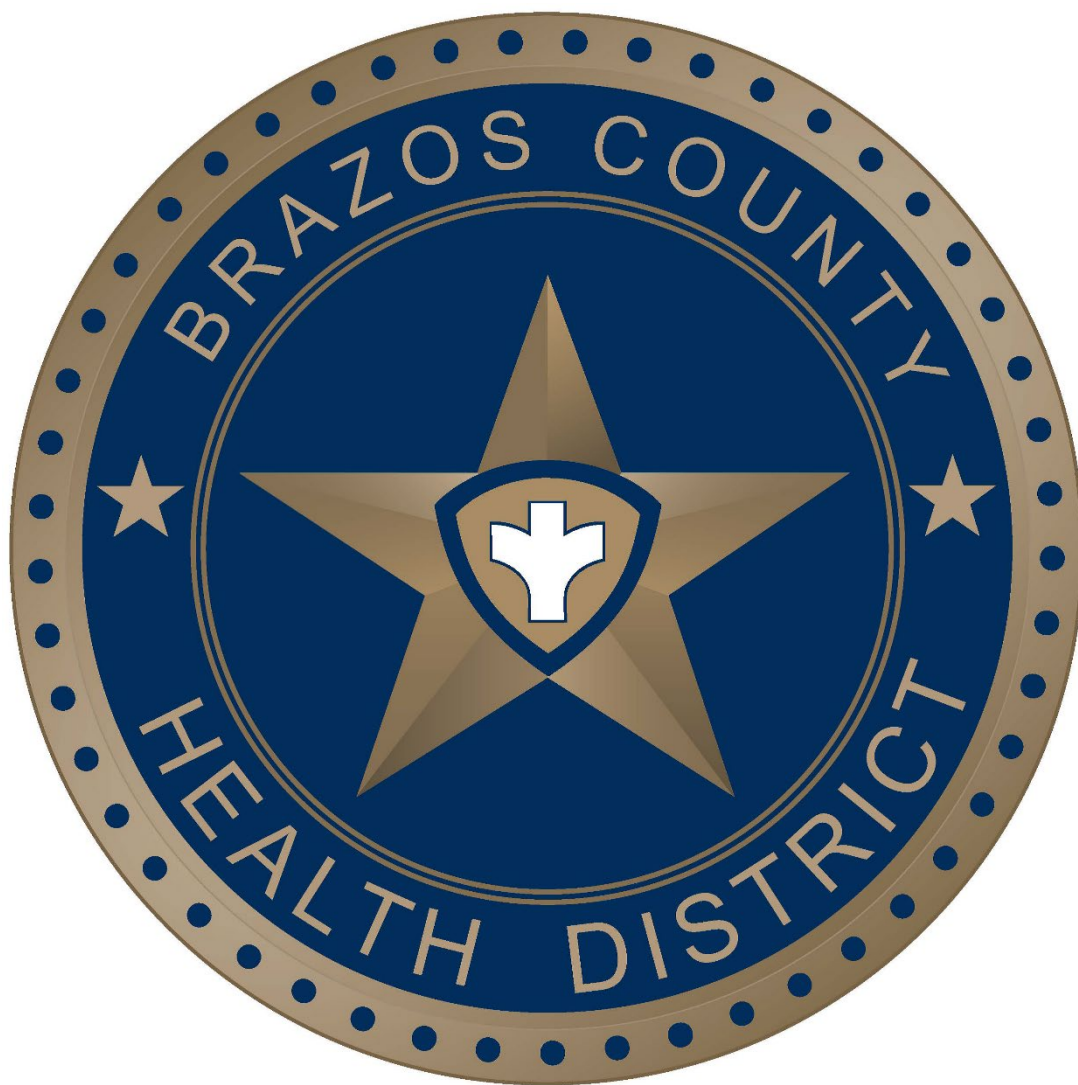
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. 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.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated May 9, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Ingram, Wallis + Company - P.C.*

Bryan, Texas  
May 9, 2025



# MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)

## For the Year Ended September 30, 2024

This section of the Brazos County Health District (the “District”) annual financial report presents management’s discussion and analysis (“MD&A”) of the financial performance of the primary government during the fiscal year ended September 30, 2024. Please read the MD&A in conjunction with the District’s basic financial statements following this section.

### FINANCIAL HIGHLIGHTS

- The total government-wide assets (and deferred outflows of resources) of the District exceeded the liabilities (and deferred inflows of resources) at September 30, 2024 by \$318,846 and are reported as the net position of the primary government.
- As of September 30, 2024, the District governmental fund reported fund balance of \$3,563,530, 100% of which is available to meet the District’s current and future needs (unassigned fund balance). The fund balance represents 56.08% of total governmental fund expenditures.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District’s basic financial statements. The District’s basic financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements and 3) notes to the basic financial statements. Required supplementary information is included in addition to the basic financial statements.

Government-wide financial statements are designed to provide readers with a broad overview of District finances, in a manner similar to a private-sector business. They include a statement of net position and a statement of activities. Both of these statements are presented using the accrual method of accounting; therefore, revenues and expenses are taken into account regardless of when cash is received or paid.

The statement of net position presents information on all District assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

The governmental activities of the District include general administration, environmental services, clinic services, lab services, immunization services, infectious disease, tuberculosis services, regional health programs, bioterrorism preparedness, healthy community promotion, COVID-19

response, COVID-19 epidemiology, health equity, public health workforce, public health infrastructure, the 340B drug program, and adult immunization.

**Fund Financial Statements** - Funds are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate finance-related legal compliance. The District maintains a governmental fund and a fiduciary fund.

**Governmental Funds** are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between the governmental fund and governmental activities.

**Fiduciary Funds** are used to report assets held in a trustee or custodial capacity for others and therefore cannot be used to support the government's own programs. One OPEB trust fund is presented under this category. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

**Notes to the Financial Statements** provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found on pages 18-40 of this report.

**Required Supplementary Information** is presented concerning the District's General Fund budgetary schedule. The District adopts an annual budget for this fund. A budgetary comparison schedule, which includes the original and final amended budget and actual figures, has been provided to demonstrate compliance with this budget. Also presented in this section are the pension related schedules required by GASB 68 and the OPEB related schedules required by GASB 74 and GASB 75. Required supplementary information can be found on pages 41-45 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve as a useful indicator of a government's financial position over time. In the case of the District, assets (and deferred outflows of resources) exceeded liabilities (and deferred inflows of resources) by \$318,846 at the close of the most recent fiscal year. Comparative information for fiscal year 2024 and 2023 is presented in the following table.

Condensed Statement of Net Position  
September 30, 2024  
With Comparative Totals September 30, 2023

	2024 Governmental Activities	2023 Governmental Activities
Current assets	\$ 3,723,780	\$ 2,888,155
Net Pension assets	-	-
Capital assets	439,250	496,214
Total assets	4,163,030	3,384,369
Deferred outflows of resources	1,580,363	789,679
Total deferred outflows of resources	1,580,363	789,679
Current liabilities	224,197	251,829
Other liabilities	2,956,617	3,201,243
Total liabilities	3,180,814	3,453,072
Deferred inflows of resources	2,243,733	1,595,978
Total deferred inflows of resources	2,243,733	1,595,978
Net position (deficit):		
Net investment in capital assets	274,677	280,680
Unrestricted	44,169	(1,155,681)
Total net position (deficit)	\$ 318,846	\$ (875,001)

The District has a current fiscal year investment of \$274,677 in capital assets (e.g. leasehold improvements, equipment, vehicles, and computer software). The main use of these capital assets is to provide services to citizens; consequently, these assets are not available for future spending. This amount reflects a \$56,964 decrease in the balance of capital assets net of accumulated depreciation from the previous fiscal year. The remaining balance of the District's current fiscal year net position represents unrestricted net position, which is a \$1,199,850 increase from the previous year ending September 30, 2023.

At the end of the current fiscal year, the District reported an increase of net position in its governmental activities. The principal component of this increase can be attributed to an increase in current assets. The following table indicates changes in net position (deficit) for governmental activities:

Brazos County Health District  
MD&A(Unaudited) – For Year Ended September 30, 2024 (Continued)

Changes in Net Position (Deficit)		
	Governmental Activities	
	2024	2023
Revenues:		
Program revenues:		
Charges for services	\$ 961,128	\$ 948,581
Operating grants and contributions	3,285,994	3,000,628
General revenues:		
Funding from Brazos County	1,708,372	1,291,821
Funding from City of Bryan	478,029	478,029
Funding from City of College Station	478,029	478,029
Unrestricted investment earnings	168,381	52,935
Miscellaneous	83,637	97,381
Total revenues	7,163,570	6,347,404
Expenses:		
Administration	628,523	508,278
Environmental	1,338,785	1,243,142
Clinic	544,680	553,870
Lab	219,009	208,553
Immunization	1,130,659	970,242
Brazos Valley Mobile Action Team	94,380	203,179
Infectious Disease	132,778	139,467
NACCHO	8,512	16,987
Texas A&M Vaccination Project	61,690	-
Texas Healthy Communities	108,133	102,810
Regional Health	125,073	126,300
Health Equity	213,669	233,191
Public Workforce	765,212	748,560
Public Health Infrastructure	220,537	39,607
Bioterrorism Preparedness	202,808	167,201
COVID-19	1,517	11,134
COVID-19 Epidemiology	59,749	85,848
Tuberculosis	105,674	89,857
Adult Immunization	8,335	23,705
Total expenses	5,969,723	5,471,931
Change in net position (deficit)	1,193,847	875,473
Net position (deficit) - beginning	(875,001)	(1,750,474)
Net position (deficit) - ending	\$ 318,846	\$ (875,001)

In fiscal year 2024, the District's revenues increased by \$816,166 (12.86%). The increase in revenue was primarily from increased in-kind support from Brazos County of \$416,551 and increased grant revenue of \$285,366.

For the year ended September 30, 2024, the increase in expenses for the District of \$497,792 was primarily due to supply expenditures for the Immunizations Division and increase Administrative expenses.



## **FINANCIAL ANALYSIS OF FUNDS**

Governmental Fund - The District's major general government functions are contained in the General Fund. The focus of the District's general fund is to provide information on near-term inflows, outflows, and balances of spendable 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 for spending at the end of the fiscal year.

At September 30, 2024, the District's general fund reported fund balances of \$3,563,530, an increase of \$809,344 in comparison with the prior year. The fund balance constitutes unassigned fund balance, which is available to meet the District's current and future needs.

## **BUDGETARY HIGHLIGHTS**

The District received in-kind support from Brazos County and the Texas Department of State Health Services (DSHS). The budget for the County in-kind support for the current fiscal year was based on the fiscal year 2023 Consolidated Local Central Services, Cost Allocation Plan & Indirect Cost Rate Proposal for Brazos County, Texas. The indirect cost rate available at time of budget preparation and used for fiscal year 2024 was 39.07%.

At the end of the fiscal year, actual revenues were \$248,877 less than the final amended budgeted amount (which includes all in-kind support).

At the end of the fiscal year, actual expenditures were \$1,499,881 less than the final amended budgeted amount (which includes all in-kind support).

## **CAPITAL ASSETS**

The District's investment in capital assets for its governmental activities as of September 30, 2024, amounted to \$274,677 (net of accumulated depreciation). This investment in capital assets includes leasehold improvements, equipment, vehicles, and computer software. The total decrease in the District's investment in capital assets for the current period was \$6,003 or 2.14%.

## **ECONOMIC FACTORS**

The Brazos County Board of Health ("the Board") adopted the 2024-2025 budget on September 19, 2024. The budget was adopted based on estimated balances that would be available at the end of fiscal year 2024 and estimated revenues to be received in fiscal year 2025. The Board considered the following factors:

- Grant support from DSHS was projected to increase by \$227,318 for 2025.
- Personnel costs will increase due to a 5% COLA.
- Capital outlay costs would decrease by \$10,000.

## **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Brazos County Auditor's Office, 200 South Texas Avenue, Suite 218, Bryan, Texas, 77803.

**BRAZOS COUNTY HEALTH DISTRICT  
BASIC FINANCIAL STATEMENTS**



**BRAZOS COUNTY HEALTH DISTRICT**  
**STATEMENT OF NET POSITION**  
**September 30, 2024**

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Current Assets:	
Cash	\$ 3,303,426
Prepaid Expenses	--
Receivables:	
Texas Department of State Health Services	282,911
340B Drug Program	38,394
City of Bryan	20,000
Medicare Administrative Claiming	55,032
Auction Sales	6,180
Interest	17,837
Total Current Assets	<u>3,723,780</u>
Noncurrent Assets:	
Capital Assets:	
Leasehold Improvements	846,563
Buildings	48,000
Machinery and equipment	524,552
Computer Software	274,534
Less: Accumulated depreciation	<u>(1,254,399)</u>
Total Noncurrent Assets	<u>439,250</u>
<b>Total Assets</b>	<u><b>4,163,030</b></u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension contributions after the measurement date	260,073
Difference between projected and actual earnings on pension plan	983,477
Differences between expected and actual pension experience	60,465
Change in pension assumptions or inputs	1,546
Change in OPEB allocated shares	15,956
Difference between projected and actual earnings on OPEB plan	9,635
Differences between expected and actual OPEB experience	22,803
Change in OPEB assumptions or inputs	166,190
OPEB contributions after the measurement date	60,218
<b>Total Deferred Outflows of Resources</b>	<u><b>1,580,363</b></u>
<b>LIABILITIES</b>	
Current Liabilities:	
Accounts payable	28,774
Accrued salaries and benefits	131,476
Compensated absences	62,607
Accrued interest payable	1,340
Total Current Liabilities	<u>224,197</u>
Noncurrent Liabilities	
Due within one year	52,862
Due in more than one year	2,903,755
Total Noncurrent Liabilities	<u>2,956,617</u>
<b>Total Liabilities</b>	<u><b>3,180,814</b></u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Differences between expected and actual OPEB experience	87,893
Change in OPEB assumptions or inputs	33,543
Difference between projected and actual earnings on pension plan	928,088
Differences between expected and actual pension experience	46,989
Change in OPEB allocated shares	1,147,220
<b>Total Deferred Inflows of Resources</b>	<u><b>2,243,733</b></u>
<b>NET POSITION (DEFICIT)</b>	
Net investment in capital assets	274,677
Unrestricted	44,169
<b>Total Net Position (Deficit)</b>	<u><u><b>\$ 318,846</b></u></u>

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

**BRAZOS COUNTY HEALTH DISTRICT  
STATEMENT OF ACTIVITIES  
For the Year Ended September 30, 2024**

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
<b>Primary Government</b>				
Governmental activities:				
Administration	\$ 628,523	\$ --	\$ --	\$ (628,523)
Environmental	1,338,785	790,586	--	(548,199)
Clinic	544,680	102,831	--	(441,849)
Lab	219,009	--	--	(219,009)
Immunization	1,130,659	43,476	1,081,287	(5,896)
Brazos Valley Mobile Action Team	94,380	--	65,074	(29,306)
Infectious Disease	132,778	--	82,789	(49,989)
NACCHO	8,512	--	80,000	71,488
TAMU Vaccination Project	61,690	--	105,000	43,310
Texas Healthy Communities	108,133	--	85,643	(22,490)
Regional Health	125,073	--	88,910	(36,163)
Health Equity	213,669	--	174,450	(39,219)
Public Workforce	765,212	--	534,153	(231,059)
Public Health Infrastructure	220,537	--	175,280	(45,257)
Bioterrorism Preparedness	202,808	--	147,951	(54,857)
COVID-19	1,517	--	--	(1,517)
COVID-19 Epidemiology	59,749	--	45,625	(14,124)
Tuberculosis	105,674	24,235	72,818	(8,621)
Adult Immunization	8,335	--	--	(8,335)
340B Drug Program	-	--	547,014	547,014
<b>Total</b>	<b>\$ 5,969,723</b>	<b>\$ 961,128</b>	<b>\$ 3,285,994</b>	<b>\$ (1,722,601)</b>

**General revenues:**

Funding from Brazos County	1,708,372
Funding from City of Bryan	478,029
Funding from City of College Station	478,029
Unrestricted investment earnings	168,381
Miscellaneous	83,637
Total general revenues	<u>\$ 2,916,448</u>
Change in net position (deficit)	1,193,847
Net position (deficit) - beginning	<u>(875,001)</u>
Net position (deficit) - ending	<u>\$ 318,846</u>

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

**BRAZOS COUNTY HEALTH DISTRICT  
BALANCE SHEET - GOVERNMENTAL FUND  
September 30, 2024**

	<b>Total Governmental Fund</b>
<hr/>	
<b>ASSETS</b>	
Cash	\$ 3,303,426
Receivables:	
Texas Department of State Health Services	282,911
340B Drug Program	38,394
National Association of City & County Health Officials	20,000
Medicare Administrative Claiming	55,032
Auction Sales	6,180
Interest	17,837
<b>TOTAL ASSETS</b>	<u><u>\$ 3,723,780</u></u>
<b>LIABILITIES AND FUND BALANCE</b>	
<b>Liabilities</b>	
Accounts Payable	28,774
Accrued Salaries and Benefits	131,476
<b>Total Liabilities</b>	<u>160,250</u>
<b>Fund Balance</b>	
Unassigned	3,563,530
<b>Total Fund Balance</b>	<u>3,563,530</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u><u>\$ 3,723,780</u></u>

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

**BRAZOS COUNTY HEALTH DISTRICT**  
**RECONCILIATION OF BALANCE SHEET - GOVERNMENTAL FUND TO**  
**STATEMENT OF NET POSITION**  
**September 30, 2024**

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

<b>Total fund balance--governmental fund</b>		<b>\$ 3,563,530</b>
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.		439,250
Deferred outflows of resources and the net pension asset represent a consumption of net position that applies to future periods and therefore will not be recognized as an outflow of resources until then. Deferred outflows of resources and the net pension asset are not reported in the governmental funds:		
Pension contributions after the measurement date	260,073	
Difference between projected and actual earnings on pension plan	983,477	
Differences between expected and actual pension experience	60,465	
Change in pension assumptions or inputs	1,546	
Change in OPEB allocated shares	15,956	
Difference between projected and actual earnings on OPEB plan	9,635	
Differences between expected and actual OPEB experience	22,803	
Change in OPEB assumptions or inputs	166,190	
OPEB contributions after the measurement date	<u>60,218</u>	1,580,363
Liabilities for compensated absences are due within one year, but are not reported as liabilities in the funds.		(62,607)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds:		
Accrued interest payable		(1,340)
Subscription Based Information Technology Liability		(164,573)
Net OPEB Liability		(1,768,751)
Net Pension Liability		(1,023,293)
Deferred inflows of resources represent an acquisition of net position that applies to future periods and therefore will not be recognized as an inflow of resources until then. Deferred inflows of resources are not reported in the governmental funds:		
Differences between expected and actual OPEB experience	(87,893)	
Change in OPEB assumptions or inputs	(33,543)	
Difference between projected and actual earnings on pension plan	(928,088)	
Differences between expected and actual pension experience	(46,989)	
Change in OPEB allocated share	<u>(1,147,220)</u>	
		<u>(2,243,733)</u>
<b>Total net position--governmental activities</b>		<b><u>\$ 318,846</u></b>

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



**BRAZOS COUNTY HEALTH DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
GOVERNMENTAL FUND  
For the Year Ended September 30, 2024**

	<b>Total Governmental Fund</b>
<b>REVENUES</b>	
Intergovernmental	
Brazos County	1,708,372
City of Bryan	478,029
City of College Station	478,029
Texas Department of State Health Services	2,553,979
Texas Health and Human Services Commission	74,016
Program Income	
Health Service Fees	787,506
Clinic	170,542
Environmental	3,080
340B Drug Program	547,014
Texas A&M University	105,000
Interest	168,381
National Association City and County Health Officials	80,000
Other	9,622
<b>TOTAL REVENUES</b>	<b>7,163,570</b>
<b>EXPENDITURES</b>	
Salary and Wages	3,464,654
Employee Benefits	1,248,212
Departmental Support	1,182,281
Repairs and Maintenance	21,322
Contract Services	43,393
Facility	186,881
Professional Services	112,968
Community Contracts	1,771
Capital Outlay	33,744
Debt Service	59,000
<b>TOTAL EXPENDITURES</b>	<b>6,354,226</b>
Excess (Deficiency) of Revenues	
Over (Under) Expenditures	809,344
<b>Net Change in Fund Balance</b>	<b>809,344</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>2,754,186</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 3,563,530</b>

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

**BRAZOS COUNTY HEALTH DISTRICT**  
**RECONCILIATION OF CHANGES IN FUND BALANCE - GOVERNMENTAL FUND TO**  
**CHANGES IN NET POSITION - GOVERNMENTAL ACTIVITIES**  
**For the Year ended September 30, 2024**

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

<b>Net change in fund balances--governmental fund</b>	<b>\$</b>	<b>809,344</b>
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 and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays in the current period.		
Capital Outlay	33,744	
Depreciation expense	<u>(87,028)</u>	(53,284)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) affecting net position.		(3,681)
The liabilities for compensated absences are accrued at the government-wide level but not at the fund level. This is the current year change in those liabilities, reported as expense in the statement of activities.		4,292
The net OPEB liability per GASB 75 is accrued at the government-wide level but not at the fund level. This is the current year change in those liabilities, reported as expense in the statement of activities.		215,392
The net pension liability/(asset) per GASB 68 is accrued at the government-wide level but not at the fund level. This is the current year change in those liabilities/(assets), reported as expense in the statement of activities.		172,163
The issuance of long-term debt (e.g., SBITA) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long term debt.		<u>49,621</u>
<b>Change in net position of governmental activities</b>	<b>\$</b>	<b><u>1,193,847</u></b>

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

**BRAZOS COUNTY HEALTH DISTRICT  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUND  
September 30, 2024**

<b>ASSETS</b>	<b><u>OPEB Trust Fund</u></b>
Cash and Cash Equivalents	\$ 702
Investments	
Fixed Income	62,626
Domestic Equities	<u>155,085</u>
Total Assets	<u><u>\$ 218,413</u></u>
 <b>NET POSITION</b>	
Restricted for OPEB	<u>\$ 218,413</u>
Total Net Position	<u><u>\$ 218,413</u></u>

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

**BRAZOS COUNTY HEALTH DISTRICT  
STATEMENT OF CHANGE IN FIDUCIARY NET POSITION  
FIDUCIARY FUND  
For the Year Ended September 30, 2024**

	<u><b>OPEB Trust Fund</b></u>
<b>ADDITIONS</b>	
Contributions:	
Employer	\$ 20,000
Investment Earnings:	
Interest and Dividends	8,633
Net Appreciation in the Fair Value of Investments	<u>32,208</u>
Total Additions	<u>60,841</u>
 <b>DEDUCTIONS</b>	
Administrative Expenses	<u>903</u>
Total Deductions	<u>903</u>
 <b>Net Increase (Decrease) in Fiduciary Net Position</b>	 59,938
 <b>Net Position - Beginning</b>	 158,475
 <b>Net Position - Ending</b>	 <u><u>\$ 218,413</u></u>

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

**BRAZOS COUNTY HEALTH DISTRICT  
NOTES TO THE BASIC FINANCIAL  
STATEMENTS**



**BRAZOS COUNTY HEALTH DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
SEPTEMBER 30, 2024**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of the Brazos County Health District (the “District”) have been prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”) for local government units. The Governmental Accounting Standards Board (“GASB”) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The most significant accounting and reporting policies of the District are described in the following notes to the financial statements.

**A. Reporting Entity**

The District was organized in 1939 and since August 31, 1984, has operated as a Public Health District as provided in the Local Public Health Reorganization Act (“the Act”). It operates under the name of Brazos County Health District. The member entities are Brazos County, the City of Bryan, and the City of College Station. The Act requires it to provide at least the following services:

1. Personal health promotion and maintenance;
2. Infectious disease control and prevention;
3. Environmental and consumer health programs for the enforcement of health and safety laws related to food, water, waste control, general sanitation and vector control;
4. Public health education and information;
5. Laboratory testing services;
6. Administrative oversight and control.

Certain grants received by the District have additional specific requirements as to the services required.

Six appointed representatives, known as the Brazos County Board of Health (“the Board”) govern the District. Two representatives are provided from each member entity. The director of the District serves as an ex-officio non-voting member.

The District reports only on its own activities. There are no other activities over which it has the ability to exercise significant oversight responsibility that the Governmental Accounting Standards Board requires be included in its financial reporting.

For financial reporting purposes, GASB Statement No.14 (The Financial Reporting Entity) as amended by GASB Statement No. 61 defines the reporting entity as the primary government and its component units. The District is the primary government. The financial statements include all funds and account groups for which the Board is financially accountable. There are no entities that meet the criteria as a component unit of the District.

**B. Government-wide Financial Statements**

Government-wide financial statements consist of the Statement of Net Position and the Statement of Activities. These statements report information on all of the non-fiduciary activities of the primary government. Governmental activities are supported by contributions from Brazos County, City of Bryan, City of College Station, grants awarded by the Texas Department of State Health Services (DSHS), and charges for services.

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Under this measurement focus, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The statement of activities demonstrates the degree to which the expenses of a given function are offset by program revenues. Expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Other items not properly included among program revenues are reported instead as general revenues.

**C. Fund Level Financial Statements**

All governmental funds use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers revenues as available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. Expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

Grants and entitlement revenues are susceptible to accrual. Encumbrances are used during the year and all outstanding encumbrances lapse at the end of each fiscal year. All governmental funds are reported using the current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

The fiduciary funds are used to account for assets held by a governmental entity for other parties (either as a trustee or as a custodian) and cannot be used to finance the governmental entity's own operating programs. They are accounted for using the accrual basis of accounting. These funds are not included in the government-wide statement of net position.



**C. Fund Level Financial Statements**

continued

The District's accounts are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts, which are comprised of the fund's assets, liabilities, fund equity, revenues and expenditures or expenses. The District reports the following funds:

General Fund - The General Fund is the general operating fund of the District. It is used to account for all financial resources. This fund includes all the available operating revenues and available grant funding. The fund accumulates reserves for future capital improvements and unforeseen catastrophic events.

Fiduciary Fund – The Fiduciary Fund is the Other Postemployment Benefit (OPEB) trust fund. The OPEB trust fund is used to account for resources held in trust for employees and their beneficiaries based on the other postemployment benefit arrangements.

**D. Implementation of New Standards**

In fiscal year 2024, the District evaluated and/or implemented the following new standards:

GASB Statement No. 99, “Omnibus 2022”, issued in April 2022 provides enhanced comparability in accounting and financial reporting and to improve the consistency of authoritative literature addressing practice issues that have been identified during implementation and application of certain GASB Statements and accounting and financial reporting for financial guarantees. The implementation of GASB 99 had no effect on the District’s financial statements.

GASB Statement No. 100, “Accounting Changes and Error Corrections” issued in June 2022 enhances accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The Statement defines changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. This Statement also addresses corrections of errors in previously issued financial statements, addresses disclosures in the notes, and how the information could affect and need to be presented in the required supplementary information. The implementation of GASB 100 had no effect on the District’s financial statements.

**E. Cash and Cash Equivalents and Investments**

The District defines all cash, money market accounts, and certificates of deposit that have an original maturity date of ninety days or less as cash or cash equivalents. Cash and cash equivalents are short term, highly liquid investments which may be converted to cash (see Note 3). The District uses a pool method (in conjunction with Brazos County) to account for cash and cash equivalents. Equity in cash and cash equivalents and interest income from the cash pool is allocated to the participating funds on a monthly basis. The amount of the allocation is determined by calculating a ratio of each fund’s equity in the pool to the total pool.

All District funds must be on deposit with the Brazos County depository. The Board may instruct the Director to invest funds as provided by law. Investments are stated at fair value.

**F. Capital Assets**

Capital assets include leasehold improvements, vehicles, machinery, furniture, equipment, and other systems that are used in operations and benefit more than a single fiscal period. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Building improvements with an estimated cost to exceed \$100,000 are capitalized.

When capital assets are purchased, they are capitalized and depreciated in the government-wide financial statements. Capital assets are recorded as expenditures of the current period in the governmental fund financial statements.

Capital assets are valued at cost where historical records are available and at an estimated historical cost where no records exist. Donated capital assets are reported at acquisition value.

Improvements to capital assets that materially extend the life of the asset or add to the value are capitalized. Other repairs and normal maintenance are not capitalized. Capital assets are depreciated over the useful lives of the assets or classes of assets on a straight-line basis as follows:

Buildings and improvements	20 - 40 years
Machinery and equipment	3 - 10 years
Leasehold improvements	5 years or term of the lease
Intangible assets – computer software	2.5 - 5 years

**G. Deferred Inflows/Outflows of Resources**

In addition to assets, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has the following items that qualify for reporting in this category.

- Change in pension assumptions about future economic or demographic factors or of other inputs – This difference is deferred and amortized over a closed 5 year period.
- Difference between projected and actual earnings on pension plan – This difference is deferred and amortized over a closed 5 year period.
- Change in pension allocated share – This change results from the disaggregation of the aggregated County results. It is deferred and recognized over a closed 5 year period.
- Difference between expected and actual pension experience – This difference is deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.
- Pension contributions after the measurement date – These contributions are deferred and recognized in the following fiscal year.
- Change in OPEB allocated share – This change results from the disaggregation of the aggregated County results. It is deferred and recognized over a closed 7.2328 year period.

**G. Deferred Inflows/Outflows of Resources**

continued

- Difference between expected and actual OPEB experience – This difference is deferred and recognized over a closed 7.2328 year period.
- Difference between projected and actual earnings on OPEB benefit plan – This difference is deferred and amortized over a closed 5 year period.
- OPEB contributions after the measurement date – These contributions are deferred and recognized in the following fiscal year.
- Deferred charges on refunding – A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The District has the following items that qualify for reporting in this category.

- Unavailable revenues – The unavailable revenues which arise only under the modified accrual basis of accounting qualify for reporting in this category in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and court-assessed fines and costs.
- Difference between projected and actual earnings on pension plan – This difference is deferred and amortized over a closed 5 year period.
- Difference between expected and actual pension experience – This difference is deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.
- Change in pension allocated share – This change results from the disaggregation of the aggregated County results. It is deferred and recognized over a closed 5 year period.
- Difference between projected and actual earnings on OPEB benefit plan – This difference is deferred and amortized over a closed 5 year period.
- Change in OPEB allocated share – This change results from the disaggregation of the aggregated County results. It is deferred and recognized over a closed 7.2328 year period.
- Difference between expected and actual OPEB experience – This difference is deferred and recognized over a closed 7.2328 year period.
- Change in OPEB assumptions or inputs – Changes of assumptions reflects updates to the health care trend and participation. This difference results from the change in service lives of all active employees at a varying rate.

**H. Compensated Absences**

All non-exempt employees except temporary employees may earn compensatory time based on Fair Labor Standards Act regulations. Compensatory time earned during the year must be used by the last pay period in December of each calendar. At termination, all compensatory time is paid at the wage rate in place at termination.

All employees, except temporary employees, are granted vacation benefits in varying annual amounts up to a maximum allowable accumulation of 240 hours per year. Sick leave benefits are earned by all employees, except temporary employees, at a rate up to 12 days per year and

**H. Compensated Absences**

continued

may be accumulated without limit. Sick leave benefits are recognized as they are used by the employees. In the event of termination, an employee is entitled to receive accumulated vacation pay but not the accumulated sick leave pay.

Policy provides that only half of the vacation hours accumulated from the previous year can be carried over but must be used first in the current year. The liability for accrued vacation pay is calculated at the end of the fiscal year and reported as “liabilities for compensated absences,” a current liability in the District’s government-wide financial statements, due to the fact that the accumulated vacation has an average maturity of less than one year.

**I. Pensions**

For purposes of measuring 1) the net pension liability, 2) pension related deferred inflows/outflows of resources, and 3) pension expense, District specific information about its fiduciary net position in the Texas County and District Retirement System (“TCDRS”) and additions to/deductions from the District’s fiduciary net position have been determined on the same basis as they are reported by TCDRS, administrator of the statewide agent multiple-employer pension plan system. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Information regarding the District’s total pension liability can be obtained from TCDRS through a report prepared for Brazos County by TCDRS consulting actuary, Milliman, Inc., in compliance with Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pension Plans – An Amendment of GASB Statement No. 27.

**J. Postemployment Benefits Other Than Pensions (OPEB)**

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Brazos County Retiree Health Care Plan and additions to/deductions from the plan’s fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, the plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost. Information regarding the District’s net OPEB liability can be obtained from GRS Retirement Consulting Company, who prepared a report in compliance with Governmental Accounting Standards Board (GASB) Statement No. 74 and Statement No. 75. The address is 5605 North MacArthur Boulevard, Suite 870, Irving, Texas 75038-2631 and the telephone number is (469)524-0000.

**K. Fund Balances and Net Position*****Fund Balance Classifications***

The Brazos County Board of Health meets on a regular basis to manage and review cash financial activities and to ensure compliance with the established policies. It is the District's policy to fund current expenditures with current revenues. The District strives to maintain a diversified and stable revenue stream to protect the District from problematic fluctuations in any single revenue source and provide stability to the ongoing services. The District's highest level of decision-making authority resides in its Board of Health. The Board can commit and assign amounts as needed for specific purposes. It usually requires a special meeting or a resolution for the change in committed fund balance arrangements. The District's unassigned fund balance will be maintained to provide the District with sufficient working capital and a margin of safety to address local and regional emergencies without borrowing.

Under GASB 54, fund balances are required to be reported according to the following classifications:

Nonspendable fund balance – Includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact. This classification includes inventories, prepaid amounts, assets held for sale, and long-term receivables.

Restricted fund balance – Constraints placed on the use of these resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors or other governments; or are imposed by law (through constitutional provisions or enabling legislation).

Committed fund balance – Amounts that can only be used for specific purposes because of a formal action (resolution or ordinance) by the government's highest level of decision-making authority.

Assigned fund balance – Amounts that are constrained by the District's intent to be used for specific purposes, but that do not meet the criteria to be classified as restricted or committed. Such intent should be expressed by the Board of Health, or by an official to whom that authority has been given. Assignments made by the Board of Health or delegated official can occur during the budget process or throughout the year in the normal course of business. Constraints on the use of the assigned amounts can be removed with no formal action.

Unassigned fund balance – This is the residual classification of the General Fund. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification, as the result of overspending for specific purposes for which amount had been restricted, committed or assigned.

The District currently uses the classifications of nonspendable, restricted and unassigned fund balance; however the Board may authorize amounts to be assigned for specific purposes at some future time. It is also authorized to commit amounts for specific purposes. For classification of fund balance, the District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. The Board has set a policy to adopt a minimum fund balance each year based on budgetary needs for the year.

**K. Fund Balances and Net Position**

continued

As of September 30, 2024 the District spent the restricted balances from the prior fiscal year. The Medicare Administrative Claiming program is the only ongoing restriction and has spent the prior balance and expenditures for the current year have offset new revenue.

***Net Position Classifications***

The government-wide financial statements utilize a net position presentation. Net position represents the difference between all other elements in a statement of financial position and should be displayed in the components: net investment in capital assets; restricted; and unrestricted.

Net Investment in Capital Assets – This component represents capital assets, net of accumulated depreciation.

Restricted – The restricted net position represents the difference between (1) non-capital assets which are restricted and (2) related liabilities. Noncapital assets are considered restricted only if the limitation is externally enforceable. Externally enforceable limitations result from constraints imposed by:

- Parties outside the government (grantors, donors, other governments);
- Constitutional provisions; or
- Enabling legislation (legislation that raises resources from external parties subject to a legally enforceable requirement that those resources “be used only for the specific purpose stipulated in the legislation”).

Unrestricted - Any portion of net position not already classified as either net investment in capital assets or restricted is automatically classified as unrestricted.

**NOTE 2 - BUDGETARY LEGAL COMPLIANCE**

Appropriations for total budget cannot exceed total resources, as forecasted by the Director of the District, which will be available for the year. This is the legal level of control for the District’s budget. Expenditures may not exceed budgeted appropriations at the fund level. Administrative control is maintained through the establishment of more detailed line-item budgets. Amendments increasing budget appropriations are restricted to those for “emergency expenditures, in case of grave public necessity, to meet unusual and unforeseen conditions that could not, by reasonably diligent thought and attention, have been included in the original budget.”

The District establishes a budget for its General Fund. The budget is established on a classified basis. This report details compliance at the classified level. The Director monitors the budget at the required level of legal compliance and will not approve requisitions, purchase orders, or invoices unless appropriated funds are available within the departmental classification.

The budget for the General Fund is legally adopted on a basis consistent with GAAP (modified accrual basis). The District employs an encumbrance accounting system as a method of accomplishing budgetary control. At year-end, open encumbrances are closed. The District is

required to re-appropriate the funds within the following year's budget.

The Board must approve the original budget appropriations and subsequent amendments and adjustments. The Director is required to monitor the expenditures in comparison to that which has been appropriated. The following schedule details the changes in the original budget appropriations for the General Fund:

#### ORIGINAL BUDGET AS AMENDED

<b>Classification</b>	<b>Original Budgeted Expenditures</b>	<b>Supplemental Appropriations</b>	<b>Original As Amended</b>
Salary and wages	\$ 2,772,688	\$ 484,800	\$ 3,257,488
Employee benefits	1,608,770	146,972	1,755,742
Departmental support	280,032	343,499	623,531
Repairs and maintenance	27,670	(1,795)	25,875
Contract services	116,999	42,056	159,055
Professional services	108,200	18,450	126,650
Community contracts	1,800	-	1,800
Capital outlay	87,000	(52,000)	35,000
<b>TOTALS</b>	<b>\$ 5,003,159</b>	<b>\$ 981,982</b>	<b>\$ 5,985,141</b>

In addition to the budget for internally generated funds, the Board also approves the anticipated support provided to the District by member entities and DSHS during the fiscal year. Accordingly, the District provides free services to member entities, state agencies, and indigents. In-Kind contributions received are included in the financial statements based on values provided by the contributing entities as follows:

#### IN-KIND BUDGETARY SUPPORT SCHEDULE

<b>Classification</b>	<b>Original Budgeted Expenditures</b>	<b>Supplemental Appropriations</b>	<b>Original As Amended</b>
Salary and wages	\$ 1,073,309	\$ -	\$ 1,073,309
Departmental support	585,775	-	585,775
Professional services	23,000	-	23,000
Facility & equipment rental	186,881	-	186,881
<b>TOTALS</b>	<b>\$ 1,868,965</b>	<b>\$ -</b>	<b>\$ 1,868,965</b>

The In-Kind support provided to the District by its member entities and DSHS during the fiscal year is included in the actual expenditures in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Fund. The actual support can be broken down as follows:

	Brazos County	Bryan	College Station	DSHS	HHSC	Total
<b>Monetary</b>	\$ 478,029	\$ 478,029	\$ 478,029	\$ 1,667,131	\$ 74,016	\$ 3,175,234
<b>In-Kind</b>						
Salary and wages	973,352	-	-	-	-	973,352
Departmental support	51,680	-	-	886,848	-	938,528
Professional services	18,430	-	-	-	-	18,430
Repairs & Maintenance	-	-	-	-	-	-
Facility	186,881	-	-	-	-	186,881
<b>Subtotal In-Kind</b>	1,230,343	-	-	886,848	-	2,117,191
<b>TOTALS</b>	\$ 1,708,372	\$ 478,029	\$ 478,029	\$ 2,553,979	\$ 74,016	\$ 5,292,425

The District received \$886,848 in immunization and pharmacy supplies from DSHS for the year. This amount is \$356,848 more than originally budgeted for 2024.

### NOTE 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS

#### A. Cash and Cash Equivalents

Chapter 2257 of the Texas Government Code, also known as the Public Funds Collateral Act, provides guidelines for the amount of collateral that is required to secure the deposit of public funds. It requires that the deposit of public funds be collateralized in an amount not less than the total deposit, reduced by the amount of the Federal Depository insurance (FDIC) available.

The District deposits all funds received with the Brazos County Treasurer's office. The District, through an Inter-Local Agreement with Brazos County follows the same depository agreement used by Brazos County.

The Brazos County depository agreement with Truist Bank requires collateralization with a fair value of at least 110% of County funds in excess of the FDIC coverage of \$250,000. At September 30, 2024, the carrying amount of the District's deposits were \$3,303,426 reported as "Cash" on the balance sheet.

The District is authorized (by the Texas Public Funds Investment Act, Texas Civil Statutes, and Article 842a-2, as amended) to purchase, sell, and invest its funds and funds under its control. At September 30, 2024, all District funds were deposited in the County depository and are reflected on the financial statements as cash.

#### B. Investments of OPEB Trust Fund

During the budget process for fiscal year 2024, the Board approved contributing into the County's OPEB Trust Fund to partially fund the District's OPEB plan. The County created a board of trustees comprised of the current members of the Brazos County Commissioners' Court. The County also appointed an OPEB Investment Plan Committee to oversee certain



**B. Investments of OPEB Trust Fund**

continued

policies and procedures related to the operation and administration of the Trust. All OPEB Trust investments will be held by its trustee, US Bank. The trustee is contracted to manage the portfolio in accordance with the trust documents as approved by the Commissioners' Court. The investment policy statement mandates a diversified portfolio in growth assets and income assets. The funds contributed by the District are accounted for separately from the County as well as the earnings.

**NOTE 4 – CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2024 was as follows:

	Balance at October 1, 2023	Additions	Deletions	Balance at September 30, 2024
Governmental activities:				
Capital assets, being depreciated:				
Leasehold improvements	\$ 846,563	\$ -	\$ -	\$ 846,563
Building	48,000	-	-	48,000
Machinery and equipment	574,933	33,744	(84,125)	524,552
Subscription-Based Information Technology Arrangements activities(SBITA)	274,534	-	-	274,534
Total Governmental activities and SBITA	<u>\$ 1,744,030</u>	<u>\$ 33,744</u>	<u>\$ (84,125)</u>	<u>\$ 1,693,649</u>
Less accumulated depreciation for:				
Leasehold improvements	(846,563)	-	-	(846,563)
Building	(40,400)	(2,400)	-	(42,800)
Machinery and equipment	(356,277)	(29,721)	80,445	(305,553)
Subscription-Based Information Technology Arrangements activities(SBITA)	(4,576)	(54,907)	-	(59,483)
Total accumulated depreciation	<u>(1,247,816)</u>	<u>(87,028)</u>	<u>80,445</u>	<u>(1,254,399)</u>
Total capital assets, being depreciated, net	<u>\$ 496,214</u>	<u>\$ (53,284)</u>	<u>\$ (3,680)</u>	<u>\$ 439,250</u>

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
Administration	\$ 2,881
Environmental	70,822
Clinic	1,451
Lab	3,704
Public Health Workforce	4,253
Bioterrorism Preparedness	2,400
COVID-19	1,517
Total depreciation expense – governmental activities	<u>\$ 87,028</u>

## NOTE 5 – COMPENSATED ABSENCES

The cost of the District's liability for compensated absences is calculated at the end of the fiscal year based on the employee's pay rate and the accumulated vacation hours earned but not taken. It is reported as a current liability in the financial statements due to the fact that the average maturity of the liability is less than one year.

The amount of compensated absences due within one year of the date of the Statement of Net Position of fiscal year 2024 is \$62,607. Changes in compensated absences in the governmental activities for the year ended September 30, 2024 were as follows:

	Balance at October 1, 2023	Earned	Taken/Paid	Balance at September 30, 2024
Governmental	\$ 66,899	\$ 161,841	\$ (166,133)	\$ 62,607
Total	<u>\$ 66,899</u>	<u>\$ 161,841</u>	<u>\$ (166,133)</u>	<u>\$ 62,607</u>

## NOTE 6 – SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The District entered into a new "cloud" or subscription-based integrated software contract. The new contract is five years with the final payment due on September 13, 2027. The implementation of this project was initiated in fiscal year 2023. In accordance with GASB Statement 96 "Subscription-Based Information Technology Arrangements", the District has added the initial cost of the software plus expected future payments of \$274,534 as a capital asset and recorded a liability for the future principal payments on the government-wide statements. The table below reflects the subscription-based integrated software contract the District has in fiscal year 2024.

Below is the expected payment and amortization schedule for the term of the contracts.

Year Ended September 30,	Scheduled Payment	Principal	Interest
2025	59,000	52,862	6,138
2026	59,000	54,833	4,167
2027	59,000	56,878	2,122
Total	<u>\$ 177,000</u>	<u>\$ 164,573</u>	<u>\$ 12,427</u>

Changes in the subscription based information technology arrangement for the year were as follows:

	October 1, 2023	Additions	Reductions	September 30, 2024
SBITA	\$ 215,534	\$ -	\$ (50,961)	\$ 164,573

The total cost for the contract was \$274,534 and accumulated amortization was \$59,483 as of September 30, 2024.

## **NOTE 7 – RISK MANAGEMENT**

The District participates in a workers' compensation pool administered by the Texas Association of Counties along with Brazos County. The Texas Association of Counties handles claims adjusting and related administrative services for the program. Premiums are evaluated annually by position class code at actuarially determined rates. The County's workers' compensation program provides medical and indemnity payments as required by law for on-the-job related injuries and is accounted for using departmental expenditures, based on a percentage of payroll.

The pool that the County and the District participate in has reinsurance coverage for excess workers' compensation and employer's liability. The District does not recognize any liability for outstanding losses for incurred but not reported claims. The Texas Association of Counties assumes this responsibility.

Brazos County has established a Health and Life Insurance Internal Service Fund to account for the costs associated with various health related insurance programs. The District participates with the County through an Inter-Local Agreement. The Internal Service Fund of the County collects the premium payments from the County, the District, the employee, and the retiree. The County has purchased reinsurance that provides a \$200,000 per individual specific stop loss deductible. After the \$200,000 per individual deductible has been met, the County is reimbursed by the reinsurer for claims over the deductibles. There is also aggregate protection included in the policy which means if the County exceeds the aggregate attachment point, the County will be reimbursed up to a maximum of \$1,000,000. Funds are available to pay claims and have been reserved for such purpose.

The members of the Board are aware that the District has risk of loss exposure to liability and accidental loss of real and personal property as well as human resources. District operations involve a variety of high-risk activities. Management has been assigned the responsibility to identify, evaluate, and manage risk in an effort to reduce the liability and accidental loss of property and human services.

The District practices risk management activities to include the purchase of insurance for general liability and liability from property damage claims. Vehicle liability is provided by Brazos County. In addition, the property insurance, errors and omissions, and professional liability coverage carried by Brazos County support the District. The District supplements this coverage with crime and fidelity coverage. Any liability that arises from the operation of motorized equipment will be considered to fall within the confines of the Texas Tort Claims Act, and thereby limit the District's exposure. At September 30, 2024, all claims against the District had been paid or accrued for payment, or the District's underwriter had accepted responsibility for the claim. The District has not made any significant reductions in insurance coverage from the previous fiscal year. No settlements exceeded insurance coverage for the past three fiscal years.

## **NOTE 8 - PENSION PLAN**

### **A. Plan Description**

The District, through participation with Brazos County, provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS or System). The Board of Trustees of the System is responsible for the administration of the

**A. Plan Description**

continued

statewide agent multiple-employer system consisting of over 500 nontraditional defined benefit pension plans. TCDRS in the aggregate issues an annual comprehensive financial report (ACFR) on a calendar year basis. To obtain a copy send a written request for the ACFR to the TCDRS Board of Trustees at P. O. Box 2034, Austin, Texas 78768-2034.

**B. Benefits Provided**

The Commissioners' Court of Brazos County adopts the plan provisions, within the options available in the Texas State statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service or with 30 years of service regardless of age or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years of service but accumulated contributions must be left in the plan. Retirement benefits are based on the members' final account balance and employer matching. Current employer matching is 225%. Members who withdraw their personal contributions in a lump sum are not entitled to any employer matching. Disability retirement benefits are determined in the same manner as retirement benefits. Death benefits are available to the beneficiaries of the members with four or more years of service. Cost-of-living adjustments to each employee's retirement allowance subsequent to the employee's retirement date are at the discretion of the County Commissioners' Court.

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and District-financed monetary credits. The governing body of Brazos County, within the actuarial constraints imposed by the TCDRS Act, adopts the level of these monetary credits. Therefore, the resulting benefits can be expected to be adequately financed by the District's commitment to contribute. At retirement, death, or disability the benefit is calculated by converting the sum of the employee's accumulated contributions and the District-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS.

**C. Employees Covered by Benefit Terms**

At December 31, 2023, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	12
Inactive employees entitled to but not yet receiving benefits	26
Active employees	37
	<u>75</u>

**D. Contributions**

Brazos County and the District have elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The Plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of the employee members.

Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

**D. Contributions**

continued

The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Brazos County and the District contributed using the actuarially determined rate of 17% for calendar year 2024 and will remain the same for calendar year 2025. The employee's member contribution rate remained at 7.00% for 2024. Contributions to the pension plan from the District were \$417,952 for the year ended September 30, 2024.

**E. Net Pension Liability/(Asset)**

The District's net pension liability/(Asset) was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of that date.

***Actuarial Assumptions***

The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Payroll growth	3.00 percent, including inflation
Investment rate of return	7.50 percent

The mortality assumptions in the actuarial valuation are 135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate Scale after 2010.

All other actuarial assumptions used in the December 31, 2023, valuation were based on the results of an actuarial experience study for the period January 1, 2017– December 31, 2020, except where required to be different by GASB 68. The economic assumptions were reviewed at the March 2021 TCDRS Board of Trustees meeting and revised assumptions were adopted.

These revisions included reductions in the investment return, wage growth, and maximum payroll growth assumptions.

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The building-block method allows the development of the best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimate of geometric real rates of return for each major asset class are summarized in the following table:

**E. Net Pension Liability/(Asset)**

continued

<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Geometric Real Rate of Return (Expected - Inflation) (2)</u>
US Equities	11.50%	4.95%
Private Equity	25.00%	7.75%
Global Equities	2.50%	4.75%
International Equities - Developed Markets	5.00%	4.75%
International Equities - Emerging Markets	6.00%	4.75%
Investment-Grade Bonds	3.00%	2.35%
Strategic Credit	9.00%	3.65%
Direct Lending	16.00%	7.25%
Distressed Debt	4.00%	6.90%
REIT Equities	2.00%	4.10%
Master Limited Partnerships (MLPs)	2.00%	5.20%
Private Real Estate Partnerships	6.00%	5.70%
Hedge Funds	6.00%	3.25%
Cash Equivalents	2.00%	0.60%
	<u>100.00%</u>	

(1) Target asset allocation adopted at the March 2024 TCDRS Board meeting.

(2) Geometric real rates of return equal the expected return for the asset class minus the assumed inflation rate of 2.2 %, per Cliffwater's 2024 capital market assumptions.

***Discount Rate***

The discount rate used to measure the total pension liability was 7.60 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Changes in Net Pension Liability / (Asset)**

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability / (Asset)
	(a)	(b)	(a) – (b)
<b>Balances as of December 31, 2022</b>	<u>\$12,543,245</u>	<u>\$11,083,569</u>	<u>\$1,459,676</u>
<b>Changes for the year:</b>			
Service cost	312,564	-	312,564
Interest on total pension liability	993,521	-	993,521
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	80,620	-	80,620
Refund of contributions	(24,999)	(24,999)	-
Benefit payments	(575,466)	(575,466)	-
Administrative expenses	-	(6,693)	6,693
Member contributions	-	163,174	(163,174)
Net investment income	-	1,273,854	(1,273,854)
Employer contributions	-	390,453	(390,453)
Other	-	2,300	(2,300)
<b>Net Changes</b>	<u>786,240</u>	<u>1,222,623</u>	<u>(436,383)</u>
<b>Balances as of December 31, 2023</b>	<u>\$13,329,485</u>	<u>\$12,306,192</u>	<u>\$1,023,293</u>

**E. Net Pension Liability/(Asset)**

continued

***Sensitivity of the Net Pension Liability/(Asset) to Changes in the Discount Rate***

The following presents the net pension liability/(asset) of the District, calculated using the discount rate of 7.60 percent, as well as what the District's net pension liability/(asset) would be if it were calculated using a discount rate that is 1-percent-point lower (6.60 percent) or 1-percent-point higher (8.60 percent) than the current rate:

	1% Decrease 6.60%	Current Discount Rate 7.60%	1% Increase 8.60%
District's net pension liability/(asset)	\$ 2,910,880	\$1,023,293	\$ (550,981)

***Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***

For the year ended September 30, 2024, the District recognized pension expense of \$417,952. At September 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in assumptions or inputs	\$ 1,546	\$ -
Differences between expected and actual pension experience	60,465	46,989
Difference between projected and actual earnings on pension plan	983,477	928,088
Pension contributions made after the measurement date	260,073	-
Total	<u>\$ 1,305,561</u>	<u>\$ 975,077</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions, excluding contributions made subsequent to the measurement date, will be recognized in pension expense as follows:

Year ended September 30,	
2025	(38,227)
2026	272,985
2027	(78,907)
Thereafter	-

**NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)****A. Postemployment Benefits**

The District provides health care benefits as required by the Federal government under the Consolidated Omnibus Budget Reconciliation Act of 1985 ("COBRA"). COBRA requires employers that sponsor group health plans to provide continuation of group coverage to

**NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)****continued****A. Postemployment Benefits****continued**

terminated employees and their dependents in circumstances where coverage would normally end. The election to be covered is at the request of the employee. The employee is then required to pay the premium costs for themselves and their dependents. Expenditures are recognized as claims are submitted. COBRA participants are reimbursed at the same levels as active employees. At September 30, 2024, the District had been fully reimbursed for costs related to COBRA participants.

The District participates in the Brazos County Retiree Health Care Plan and the Texas County and District Retirement System. The policies for these programs are determined by the Brazos County Commissioners' Court in accordance with Texas Local Government Code section 157.101. In conjunction with Brazos County, Texas, the District began offering post-retirement health care benefits to certain retirees. District policy allows employees to become eligible for post-retirement health care benefits after meeting the service and retirement age requirements of the retirement plan. The post-retirement healthcare benefits include medical, dental and drug care benefits, all of which are provided through the self-insured healthcare plan. The County's post-retirement benefit plan is a single-employer defined benefit plan. The benefit levels are the same as those afforded to active employees.

As of December 31, 2023, Membership consisted of:

Retirees and Beneficiaries Receiving Benefits	10
Active Employees	36
Total	<u>46</u>

**B. Funding Policy**

The District follows the County, which uses the Health and Life Insurance Internal Service fund to liquidate the OPEB liabilities. Local Government Code Section 157.102 assigns to Commissioners' Court the authority to establish and amend contribution requirements of the plan members and the participating employers. The eligible retirees who retired prior to January 1, 2000 may pay a fixed premium amount to maintain coverage through the District's healthcare plan. Eligible retirees who were hired before August 30, 2011 and with eight or more years of cumulative service with the District upon retirement are entitled to the District's subsidy and may pay the employee portion of the premium only to maintain coverage. Eligible retirees who were hired before August 30, 2011 but have less than eight years of cumulative service with the District at retirement must pay the full premium to maintain coverage. Employees hired on or after August 30, 2011 must pay the full premiums to maintain coverage regardless of the years of service. Upon a retiree reaching 65 years of age, the District's healthcare plan becomes secondary to Medicare automatically.

The District established an OPEB Trust Fund to partially fund its OPEB Plan in 2017. The District contributed \$91,870 in total towards its OPEB obligation for the year ended September 30, 2024, including \$20,000 to the OPEB Trust.



**C. Net OPEB Liability**

The District's net OPEB liability and the total OPEB liability calculated for fiscal year ending September 30, 2024 was determined by an actuarial valuation using a measurement date of December 31, 2023.

**D. Actuarial Methods and Assumptions**

The total OPEB liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation Rate	2.50 percent
Salary Increases	0.40 to 5.25 percent, not including wage inflation of 3.00 percent
Investment Rate of Return	6.50 percent
Healthcare Cost Trend Rate	initial rate of 7.20 percent declining to an ultimate rate of 4.25 percent after 15 years.

For healthy retirees, the gender-distinct Pub-2010 Healthy Retiree tables are used with male rates multiplied by 135% and female rates multiplied by 120%. Those rates are projected on fully generational mortality projections based on 100% of the ultimate rates of mortality improvement scale MP-2021.

For disabled retirees, the gender-distinct Pub-2010 Disabled Retiree tables are used with male rates multiplied by 160% and female rates multiplied by 125%. Those rates are projected on fully generational mortality projections based on 100% of the ultimate rates of mortality improvement scale MP-2021.

For active employees, the gender-distinct Pub-2010 Employee tables are used for male rates multiplied by 135% and females multiplied by 120%. Those rates are projected on fully generational mortality projections based on 100% of the ultimate rates of mortality improvement scale MP-2021.

The demographic assumptions were based on the assumptions that were developed for the defined benefit plan in which the County participates. The assumptions were based on the experience study covering the four-year period ending December 31, 2020 as conducted for the Texas County and District Retirement System (TCDRS).

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) and developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

**D. Actuarial Methods and Assumptions**

continued

<u>Asset Classes</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Growth Assets		
Domestic Equity	39%	5.00%
International Equity	21%	4.60%
Income Assets		
Fixed Income	40%	2.20%
Total	<u>100%</u>	

For the purpose of this valuation, the expected rate of return on OPEB plan investments is 6.50%; the municipal bond rate is 3.77% (based on the daily rate closest to but not later than the measurement date of the Fidelity “20-Year Municipal GO AA Index”); and the resulting single discount rate is 6.50%. The District’s current funding policy is to pay the benefits using its own assets and to contribute \$20,000 per year into the OPEB trust. Based on this funding policy, the plan’s projected assets are never depleted in the projection required to determine the single discount rate. Under this policy, the District does not calculate an actuarially determined contribution. In addition, the contribution requirements are not established statutorily or contractually.

Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan’s fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the year ended December 31, 2023, the annual money-weighted rate of return on investments, net of investment expense, was 12.79%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**E. Changes in the Net OPEB Liability****Changes in Net OPEB Liability / (Asset)**

	<u>Increase (Decrease)</u>		
	<u>Total OPEB Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net OPEB Liability / (Asset)</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a) – (b)</u>
<b>Balances as of December 31, 2022</b>	<u>\$1,736,295</u>	<u>\$159,302</u>	<u>\$1,576,993</u>
<b>Changes for the year:</b>			
Service cost	21,461	-	21,461
Interest on total OPEB liability	110,311	-	110,311
Difference between expected and actual experience	10,368	-	10,368
Changes of assumptions	192,854	-	192,854
Benefit payments	(99,862)	(99,862)	-
Administrative expenses	-	(817)	817
Employer contributions	-	120,662	(120,662)
Net investment income	-	23,391	(23,391)
<b>Net Changes</b>	<u>235,132</u>	<u>43,374</u>	<u>191,758</u>
<b>Balances as of December 31, 2023</b>	<u>\$1,971,427</u>	<u>\$202,676</u>	<u>\$1,768,751</u>

**E. Changes in the Net OPEB Liability**

continued

The percentage for calculating OPEB is split between Brazos County and the Brazos County Health District. Since reporting of OPEB began, the District has allocated 4% of the total OPEB. The allocation decreased to 2% with the fiscal year 2023 actuarial report based on total contribution amounts of both entities. The Changes in Net OPEB liability schedule for fiscal year ending September 30, 2024, reflect ending balances as of the measurement date of December 31, 2023.

***Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates***

The following presents the net OPEB liability of the District, calculated using the discount rate of 6.50 percent, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percent lower (5.50 percent) or 1-percent higher (7.50 percent) than the current rate:

	1% Decrease 5.50%	Current Discount Rate 6.50%	1% Increase 7.50%
District's net OPEB liability	\$ 2,058,092	\$ 1,768,751	\$ 1,531,412

The following presents the net OPEB liability of the District, calculated using the assumed trend rates as well as what the District's net OPEB liability would be if it were calculated using a trend rate that is 1-percent lower or 1-percent higher than the current rates:

	1% Decrease	Current Healthcare Cost Trend Rate Assumption	1% Increase
District's net OPEB liability	\$ 1,515,740	\$ 1,768,751	\$ 2,080,324

***OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB***

For the year ended September 30, 2024, the District recognized OPEB expense of \$118,443. At September 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in OPEB plan allocated share	\$ 15,956	\$ 1,147,220
Difference between projected and actual earnings on OPEB plan	9,635	-
Differences between expected and actual OPEB experience	22,803	87,893
Changes in Assumptions	166,190	33,543
OPEB contributions made after the measurement date	60,218	-
Total	<u>\$ 274,802</u>	<u>\$ 1,268,656</u>

**E. Changes in the Net OPEB Liability**

continued

Deferred outflows of resources related to OPEB resulting from OPEB contributions made after the measurement date of \$60,217 will be recognized as a reduction of the net OPEB liability in the District's financial statements for the fiscal year ending September 30, 2024. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB, excluding OPEB contributions made after the measurement date, will be recognized in OPEB expense as follows:

Year ended September 30,	
2025	(1,200)
2026	987
2027	2,145
2028	17,628
2029	22,994
Thereafter	34,638

**F. Deferred Compensation**

The District participates with Brazos County, Texas in offering its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan, as amended, is available to all District employees, and permits them to defer a portion of their salary until future years. The Plan funds are not available to employees until termination, retirement, death, or emergency. Neither the District nor Brazos County are the Plan administrator or the trustee, therefore the assets of the Plan are not a reportable fund within the District's financial statements.

**NOTE 10 - CONTINGENT LIABILITIES**

The District is not currently a defendant in any lawsuits, nor is the District aware of any pending litigation. All outstanding issues were resolved by the end of the fiscal year and all had arisen in the normal course of the District's operations. The District is self-insured for employee and dependent health insurance. The District has completely funded all the current requirements related to current and future liabilities related to health insurance.

The District receives various grants that are subject to audit and adjustment by the grantor agencies. Any disallowed expenditure will become a liability of the District. The amount cannot be determined at this time, but the District expects such amounts, if any, to be immaterial.

**NOTE 11 – COOPERATIVE AGREEMENT**

Annually, the Members of the District enter a cooperative agreement, which provides that the members provide the District with supplemental financial support for operations. The supplemental support allows the District the financial capability to give adequate effect to the health services required in the jurisdiction.

For the year ended September 30, 2024, the monetary support by jurisdiction was as follows:

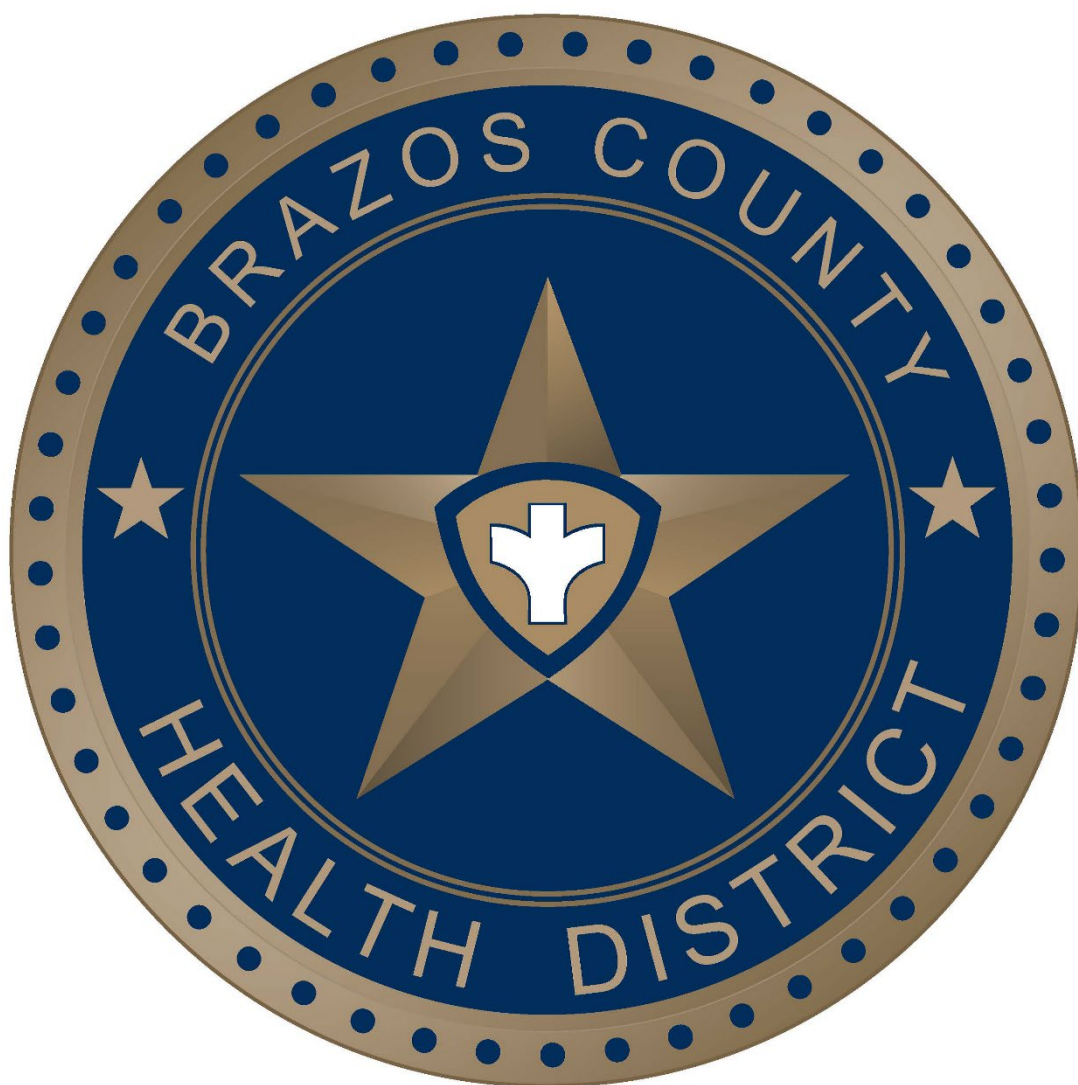
<u>Entity</u>	<u>Budget</u>	<u>Actual</u>
Brazos County	\$ 478,029	\$ 478,029
City of Bryan	478,029	478,029
City of College Station	478,029	478,029
<b>TOTALS</b>	<u>\$ 1,434,087</u>	<u>\$ 1,434,087</u>

The Agreement also requires the Members of the District to pay for actual health services provided to the jurisdictions. The agreement for the fiscal year ended September 30, 2024, includes a provision that any unencumbered funds at the end of the fiscal year are to be retained by the District as “public health funds.” These funds are to be used by the District in a manner equally beneficial to each of the parties. During the year ended September 30, 2024, the health service fees collected by the District for each jurisdiction were as follows:

<u>Entity</u>	<u>Budget</u>	<u>Actual</u>
Brazos County	\$ 140,000	\$ 143,414
City of Bryan	260,000	280,796
City of College Station	330,700	363,296
<b>TOTALS</b>	<u>\$ 730,700</u>	<u>\$ 787,506</u>



**BRAZOS COUNTY HEALTH DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION**





**BRAZOS COUNTY HEALTH DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
For the Year Ended September 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b>REVENUES</b>			
Intergovernmental			
Brazos County	\$ 1,816,994	\$ 1,816,994	\$ 1,708,372
City of Bryan	478,029	478,029	478,029
City of College Station	478,029	478,029	478,029
Texas Department of State Health Services	2,192,412	2,904,394	2,553,979
Texas Health and Human Services Commission	60,000	60,000	74,016
Program Income			
Health Service Fees	730,700	730,700	787,506
Clinic	201,390	201,390	170,542
Environmental	2,000	2,000	3,080
340B Drug Program	450,000	450,000	547,014
Episcopal Health Foundation	--	--	--
Interest	20,000	20,000	168,381
National Association City and County Health Officials	--	120,000	80,000
Texas A&M Health Science Center	--	150,000	105,000
Other	910	910	9,622
<b>TOTAL REVENUES</b>	<u>6,430,464</u>	<u>7,412,446</u>	<u>7,163,570</u>
 <b>EXPENDITURES</b>			
Salary and Wages	3,845,997	4,330,797	3,464,654
Employee Benefits	1,608,770	1,755,742	1,248,212
Departmental Support	835,807	1,143,215	1,182,281
Repairs and Maintenance	30,000	66,091	21,322
Contract Services	27,670	25,875	43,393
Facility	303,880	345,936	186,881
Professional Services	131,200	149,650	112,968
Community Contracts	1,800	1,800	1,771
Capital Outlay	87,000	35,000	33,744
Debt Service	--	--	59,000
<b>TOTAL EXPENDITURES</b>	<u>6,872,124</u>	<u>7,854,106</u>	<u>6,354,226</u>
 Excess (Deficiency) of Revenues Over (Under) Expenditures	 (441,660)	 (441,660)	 809,344
 <b>Net Change in Fund Balance</b>	 (441,660)	 (441,660)	 809,344
 <b>FUND BALANCE AT OCTOBER 1, 2023</b>	 <u>1,911,162</u>	 <u>1,911,162</u>	 <u>2,754,186</u>
 <b>FUND BALANCE AT SEPTEMBER 30, 2024</b>	 <u><u>\$ 1,469,502</u></u>	 <u><u>\$ 1,469,502</u></u>	 <u><u>3,563,530</u></u>

**BRAZOS COUNTY HEALTH DISTRICT**  
Required Supplementary Information  
Schedule of Changes in the District's Net Pension Liability and Related Ratios  
September 30, 2024

	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2021	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016	Year Ended December 31, 2015	Year Ended December 31, 2014
<b>Total pension liability</b>										
Service cost	\$ 312,564	\$ 302,081	\$ 317,245	\$ 276,297	\$ 258,290	\$ 254,529	\$ 243,434	\$ 239,918	\$ 211,535	\$ 196,938
Interest on total pension liability	993,521	924,053	875,365	817,232	763,820	716,969	669,885	614,986	562,710	499,832
Effect of plan changes	-	321,833	-	-	-	-	-	-	(42,724)	-
Effect of economic/demographic gains or losses	80,620	(78,114)	(31,728)	69,833	33,265	(16,779)	(9,097)	19,157	(70,214)	(20,895)
Effect of assumptions changes or inputs	-	-	6,187	683,553	-	-	20,359	-	76,363	-
Benefit payments/refunds of contributions	(600,465)	(533,341)	(489,992)	(429,006)	(399,514)	(361,384)	(347,654)	(297,550)	(263,552)	(225,789)
<b>Net change in total pension liability</b>	<b>786,240</b>	<b>936,512</b>	<b>677,077</b>	<b>1,417,909</b>	<b>655,861</b>	<b>593,335</b>	<b>576,927</b>	<b>576,511</b>	<b>474,118</b>	<b>450,086</b>
<b>Total pension liability - beginning</b>	<b>12,543,245</b>	<b>11,606,733</b>	<b>10,929,656</b>	<b>9,511,747</b>	<b>8,855,886</b>	<b>8,262,551</b>	<b>7,685,624</b>	<b>7,109,113</b>	<b>6,634,995</b>	<b>6,184,909</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 13,329,485</b>	<b>\$ 12,543,245</b>	<b>\$ 11,606,733</b>	<b>\$ 10,929,656</b>	<b>\$ 9,511,747</b>	<b>\$ 8,855,886</b>	<b>\$ 8,262,551</b>	<b>\$ 7,685,624</b>	<b>\$ 7,109,113</b>	<b>\$ 6,634,995</b>
<b>Plan fiduciary net position</b>										
Contributions - employer	\$ 390,453	\$ 348,666	\$ 310,525	\$ 316,449	\$ 282,592	\$ 261,774	\$ 241,053	\$ 265,863	\$ 205,969	\$ 185,708
Contributions - employee	163,174	145,849	138,016	145,243	136,424	128,590	120,327	113,496	104,206	92,830
Net investment income	1,273,854	(721,073)	2,229,874	950,115	1,295,149	(148,927)	1,019,512	474,795	(81,668)	376,031
Benefit payments/refunds of contributions	(600,465)	(533,341)	(489,992)	(429,006)	(399,514)	(361,384)	(347,654)	(297,550)	(263,552)	(225,789)
Administrative expenses	(6,693)	(6,795)	(6,685)	(7,444)	(7,008)	(6,335)	(5,328)	(5,165)	(4,519)	(4,466)
Effect of change in proportion	-	-	-	-	-	-	-	(30,013)	(30,500)	-
Other	2,300	4,860	1,651	1,835	1,949	1,668	215	11,498	4,001	(5,127)
<b>Net change in plan fiduciary net position</b>	<b>1,222,623</b>	<b>(761,834)</b>	<b>2,183,389</b>	<b>977,192</b>	<b>1,309,592</b>	<b>(124,614)</b>	<b>1,028,325</b>	<b>532,924</b>	<b>(66,063)</b>	<b>419,187</b>
<b>Plan fiduciary net position - beginning</b>	<b>11,083,569</b>	<b>11,845,403</b>	<b>9,662,014</b>	<b>8,684,822</b>	<b>7,375,230</b>	<b>7,499,844</b>	<b>6,471,519</b>	<b>5,938,595</b>	<b>6,004,658</b>	<b>5,585,471</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 12,306,192</b>	<b>\$ 11,083,569</b>	<b>\$ 11,845,403</b>	<b>\$ 9,662,014</b>	<b>\$ 8,684,822</b>	<b>\$ 7,375,230</b>	<b>\$ 7,499,844</b>	<b>\$ 6,471,519</b>	<b>\$ 5,938,595</b>	<b>\$ 6,004,658</b>
<b>District's net pension liability/(asset) - ending (a) - (b)</b>	<b>\$ 1,023,293</b>	<b>\$ 1,459,676</b>	<b>\$ (238,670)</b>	<b>\$ 1,267,642</b>	<b>\$ 826,925</b>	<b>\$ 1,480,656</b>	<b>\$ 762,707</b>	<b>\$ 1,214,105</b>	<b>\$ 1,170,518</b>	<b>\$ 630,337</b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	92.32%	88.36%	102.06%	88.40%	91.31%	83.28%	90.77%	84.20%	83.53%	90.50%
<b>Covered payroll</b>	\$ 2,331,057	\$ 2,081,457	\$ 1,971,658	\$ 2,074,896	\$ 1,948,910	\$ 1,837,007	\$ 1,721,807	\$ 1,625,812	\$ 1,374,391	\$ 1,326,371
<b>District's net pension liability/(asset) as a percentage of covered payroll</b>	43.90%	70.13%	-12.11%	61.09%	42.43%	80.60%	44.30%	74.68%	85.17%	47.52%

Note: This schedule represents only the years for which the new GASB statements have been implemented.

**BRAZOS COUNTY HEALTH DISTRICT**  
Required Supplementary Information  
Schedule of District Pension Contributions  
September 30, 2024

Year Ending September 30,	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pensionable Covered Payroll	Actual Contribution as a % of Covered Payroll
2014	167,594	180,150	(12,556)	1,286,788	14.0%
2015	180,121	192,415	(12,294)	1,374,391	14.0%
2016	196,994	227,614	(30,620)	1,625,812	14.0%
2017	213,764	276,200	(62,436)	1,673,939	16.5%
2018	235,027	243,142	(8,115)	1,736,729	14.0%
2019	259,753	254,734	5,019	1,781,357	14.3%
2020	267,975	282,592	(14,617)	1,948,910	14.5%
2021	299,200	316,449	(17,249)	2,068,294	15.3%
2022	277,215	310,525	(33,310)	1,977,866	15.7%
2023	316,590	348,666	(32,076)	2,075,393	16.8%
2024	377,864	390,453	(12,589)	2,324,125	16.8%

**Notes to Schedule**

**Valuation timing:** Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which contributions are reported

**Methods and assumptions used to determine contribution rates:**

<b>Actuarial cost method</b>	Entry Age ( level percentage of pay)
<b>Amortization method</b>	Level percentage of payroll, closed
<b>Remaining amortization period</b>	11.9 years (based on contribution rate calculated in 12/31/2023 valuation)
<b>Asset valuation method</b>	5-year smoothed fair value
<b>Inflation</b>	2.50%
<b>Salary increases</b>	Varies by age and service. 4.7% average over career including inflation
<b>Investment rate of return</b>	7.50%, net of administrative and investment expenses, including inflation
<b>Retirement age</b>	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
<b>Mortality</b>	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

**Changes in assumptions and methods reflected in the schedule of employer contributions**

2015: New inflation, mortality and other assumptions were reflected.  
2017: New mortality assumptions were reflected.  
2019: New inflation, mortality and other assumptions were reflected.  
2022: New investment return and inflation assumptions were reflected

**Changes in plan provisions reflected in the schedule**

2015: No changes in plan provisions were reflected in the Schedule.  
2016: No changes in plan provisions were reflected in the Schedule.  
2017: New Annuity Purchase Rates were reflected for benefits earned after 2017.  
2018: No changes in plan provisions were reflected in the Schedule.  
2019: No changes in plan provisions were reflected in the Schedule.  
2020: No changes in plan provisions were reflected in the Schedule.  
2021: No changes in plan provisions were reflected in the Schedule.  
2022: No changes in plan provisions were reflected in the Schedule.  
2023: Employer contributions reflect that a 7% flat COLA was adopted.

# BRAZOS COUNTY HEALTH DISTRICT

## Required Supplementary Information

### Schedule of Changes in the Districts's Net OPEB Liability and Related Ratios

September 30, 2024

	Year Ended December 31, 2023	Year Ended December 31, 2022	Year Ended December 31, 2021	Year Ended December 31, 2020	Year Ended December 31, 2019	Year Ended December 31, 2018	Year Ended December 31, 2017
<b>Total OPEB liability</b>							
Service cost	\$ 21,461	\$ 25,981	\$ 25,166	\$ 60,400	\$ 65,684	\$ 73,329	\$ 71,193
Interest on total OPEB liability	110,311	106,841	107,857	206,477	222,275	210,713	198,857
Difference between expected and actual experience	10,368	11,322	(35,848)	20,547	(347,631)	4,993	-
Changes of assumptions	192,854	-	(36,686)	-	(58,555)	-	-
Benefit payments	(99,862)	(77,129)	(75,919)	(128,741)	(115,606)	(99,071)	(78,364)
<b>Net change in total OPEB liability</b>	235,132	67,015	(15,430)	158,683	(233,833)	189,964	191,686
<b>Total OPEB liability - beginning</b>	1,736,295	1,669,280	1,684,710	3,210,736	3,444,569	3,254,605	3,062,919
<b>Total OPEB liability - ending (a)</b>	<u>\$ 1,971,427</u>	<u>\$ 1,736,295</u>	<u>\$ 1,669,280</u>	<u>\$ 3,369,419</u>	<u>\$ 3,210,736</u>	<u>\$ 3,444,569</u>	<u>\$ 3,254,605</u>
<b>Plan fiduciary net position</b>							
Employer contributions	\$ 120,662	\$ 97,129	\$ 96,319	\$ 149,541	\$ 156,406	\$ 139,871	\$ 159,964
Net investment income	23,391	(29,468)	16,627	36,242	29,844	(7,505)	6,343
Benefit payments	(99,862)	(77,129)	(75,919)	(128,741)	(115,606)	(99,071)	(78,364)
Administrative expense	(817)	(760)	(698)	(1,097)	(806)	(584)	(271)
<b>Net change in plan fiduciary net position</b>	43,374	(10,228)	36,329	55,945	69,838	32,711	87,672
<b>Plan fiduciary net position - beginning</b>	159,302	169,530	133,201	210,455	140,617	107,906	20,234
<b>Plan fiduciary net position - ending (b)</b>	<u>\$ 202,676</u>	<u>\$ 159,302</u>	<u>\$ 169,530</u>	<u>\$ 266,400</u>	<u>\$ 210,455</u>	<u>\$ 140,617</u>	<u>\$ 107,906</u>
<b>District's net OPEB liability - ending (a) - (b)</b>	\$ 1,768,751	\$ 1,576,993	\$ 1,499,750	\$ 3,103,019	\$ 3,000,281	\$ 3,303,952	\$ 3,146,699
<b>Plan fiduciary net position as a percentage of the total OPEB liability</b>	10.28%	9.17%	10.16%	7.91%	6.55%	4.08%	3.32%
<b>Covered-employee payroll</b>	\$ 1,063,152	\$ 940,778	\$ 951,501	\$ 1,866,733	\$ 1,774,211	\$ 1,644,250	\$ 1,547,426
<b>District's net OPEB liability as a percentage of covered-employee payroll</b>	166.37%	165.74%	157.62%	166.23%	169.11%	200.94%	203.35%

NOTE: The schedule represents only the years for which the new GASB statements have been implemented.

NOTE: The contributions to the OPEB plan are based on covered-employee payroll as the measure of payroll.

NOTE: The County does not calculate an actuarially determined contribution. Contribution requirements are not established statutorily or contractually.

NOTE: The beginning balances for the year ending December 31, 2021 have been adjusted to reflect the decreased percentage change of the total OPEB liability for the District from 4% to 2%.

**BRAZOS COUNTY HEALTH DISTRICT**

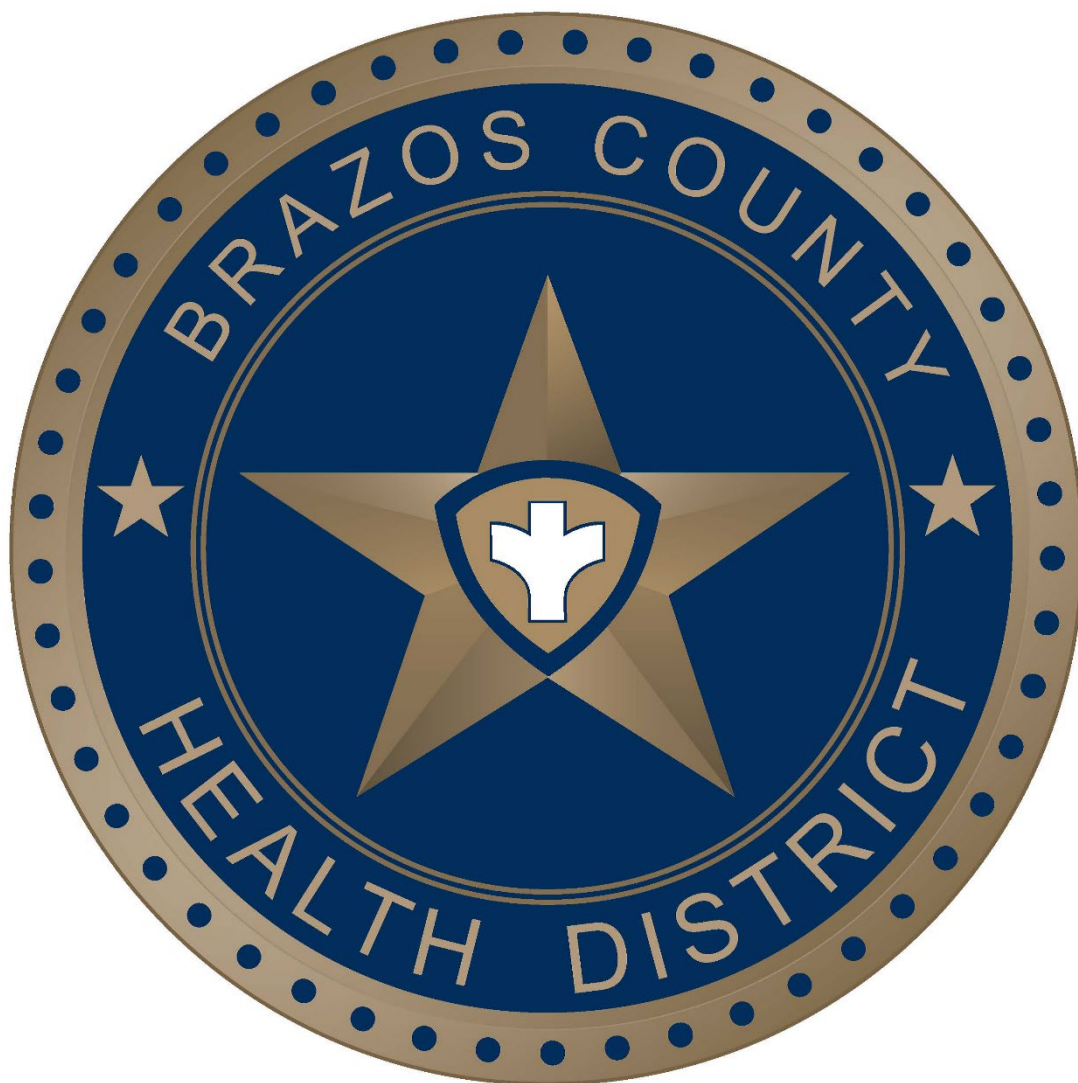
Required Supplementary Information  
Schedule of Investment Returns on OPEB Trust  
September 30, 2024

<b>Fiscal Year</b>	<b>Annual Money- Weighted Rate of Return, Net of Investment Expenses</b>
2024	12.79%
2023	11.61%
2022	-19.85%
2021	17.86%
2020	11.68%
2019	5.40%
2018	6.97%

NOTE: The schedule represents only the years for which the new GASB statements have been implemented.



**BRAZOS COUNTY HEALTH DISTRICT  
STATISTICAL SECTION**





**BRAZOS COUNTY HEALTH DISTRICT**  
**COMPARATIVE ANALYSIS OF DIVISIONAL EXPENDITURES**  
**For The Twelve Month Period Ended September 30, 2024**  
**With Comparative Totals for Years Ended September 30, 2023 and 2022**  
**(Unaudited)**

Expenditures	Administration	Environmental	Clinic	Lab	Immunization	BVMAT	Infectious Disease	MCAH TAMU Grant	TAMU Vaccination Grant	Contact Tracing	NACCHO	AFDO	Healthy Communities
Salary and Wages	\$ 206,429	\$ 663,678	\$ 242,235	\$ 99,567	\$ 137,725	\$ 54,189	\$ 77,365	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 54,216
Employment Benefits	257,099	321,599	157,080	41,210	42,970	18,849	32,187	--	--	--	--	--	29,977
Departmental Support	63,376	25,244	11,226	29,343	16,525	2,997	1,336	8,512	52,441	--	--	--	5,028
Repairs & Maintenance	570	19,674	--	828	--	--	--	--	--	--	--	--	--
Contract Services	1,096	--	13,353	2,898	--	--	--	--	9,249	--	--	--	--
Facility	--	--	--	--	--	--	--	--	--	--	--	--	--
Professional Services	27,808	--	39,189	7,691	--	--	--	--	--	--	--	--	--
Community Contracts	--	1,771	--	--	--	--	--	--	--	--	--	--	--
Capital Outlay	--	27,518	--	6,226	--	--	--	--	--	--	--	--	--
Debt Service	--	59,000	--	--	--	--	--	--	--	--	--	--	--
<b>TOTALS</b>	<b>\$ 556,378</b>	<b>\$ 1,118,484</b>	<b>\$ 463,083</b>	<b>\$ 187,763</b>	<b>\$ 197,220</b>	<b>\$ 76,035</b>	<b>\$ 110,888</b>	<b>\$ 8,512</b>	<b>\$ 61,690</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ 89,221</b>
<b>For the Year Ended:</b>													
September 30, 2023	\$ 446,156	\$ 1,354,241	\$ 468,601	\$ 190,274	\$ 205,972	\$ 166,598	\$ 110,407	\$ --	\$ --	\$ --	\$ 16,987	\$ --	\$ 87,241
September 30, 2022	\$ 347,909	\$ 971,034	\$ 710,113	\$ 147,610	\$ 24,405	\$ 326,276	\$ 101,003	\$ --	\$ --	\$ 57,392	\$ --	\$ 10,252	\$ 89,116

**BRAZOS COUNTY HEALTH DISTRICT**  
**COMPARATIVE ANALYSIS OF DIVISIONAL EXPENDITURES**  
**For The Twelve Month Period Ended September 30, 2023**  
**With Comparative Totals for Years Ended September 30, 2022 and 2021**  
**(Unaudited)**

Expenditures	Regional Health	Health Equity	Public Workforce		Public Infrastructure		HHSC Adult Immunization		Bioterrorism Preparedness		COVID		COVID Epidemiology		Tuberculosis	Totals	In-Kind Support			Health District Totals
Salary and Wages	\$ 77,175	\$ 125,927	\$ 444,432	\$ 117,111	\$ --	\$ 111,934	\$ --	\$ 23,021	\$ 56,298	\$ 2,491,302	\$ 973,352	\$ --	\$ --	\$ 3,464,654						
Employment Benefits	19,018	46,529	164,985	49,825	--	45,911	--	9,108	11,865	1,248,212	--	--	--	1,248,212						
Departmental Support	2,080	1,994	6,227	2,437	8,335	2,653	--	384	3,615	243,753	51,680	886,848	--	1,182,281						
Repairs & Maintenance	--	--	--	--	--	250	--	--	--	21,322	--	--	--	21,322						
Contract Services	--	--	--	1,299	--	--	--	15,498	--	43,393	--	--	--	43,393						
Facility	--	--	--	--	--	--	--	--	--	--	186,881	--	--	186,881						
Professional Services	--	--	--	5,000	--	--	--	--	14,850	94,538	18,430	--	--	112,968						
Community Contracts	--	--	--	--	--	--	--	--	--	1,771	--	--	--	1,771						
Capital Outlay	--	--	--	--	--	--	--	--	--	33,744	--	--	--	33,744						
Debt Service	--	--	--	--	--	--	--	--	--	59,000	--	--	--	59,000						
TOTALS	\$ 98,273	\$ 174,450	\$ 615,644	\$ 175,672	\$ 8,335	\$ 160,748	\$ --	\$ 48,011	\$ 86,628	\$ 4,237,035	\$ 1,230,343	\$ 886,848	\$ --	\$ 6,354,226						
For the Year Ended:																				
September 30, 2023	\$ 101,046	\$ 188,144	\$ 644,467	\$ 31,154	\$ 23,705	\$ 131,067	\$ 9,617	\$ 85,848	\$ 72,583	\$ 4,334,108	\$ 813,792	\$ 717,096	\$ --	\$ 5,864,996						
September 30, 2022	\$ 110,807	\$ 234,339	\$ 593,318	\$ --	\$ 15,427	\$ 149,069	\$ 18,566	\$ 89,678	\$ 6,101	\$ 4,002,415	\$ 849,498	\$ 525,269	\$ --	\$ 5,377,182						

**BRAZOS COUNTY HEALTH DISTRICT**  
**COMPARATIVE ANALYSIS OF TEXAS DEPARTMENT OF HEALTH GRANT FUNDING SUPPORT**  
(Unaudited)

Expenditures	07/01/2023-06/30/2024			09/01/2023-08/31/2024		
	DSHS Program: CPS/HAZARDS			DSHS Program: RLSS/LPHS		
	Grant Budget	Grant Expense Support	Department Expense Support	Grant Budget	Grant Expense Support	Department Expense Support
Personnel	\$ 109,332	\$ 107,826		\$ 71,881	\$ 71,881	\$ 4,384
Fringe Benefits	29,520	29,520	8,279	15,878	15,878	2,899
Travel	908	908	1,661	-	-	1,249
Equipment	-	-		-	-	-
Supplies	-	-	83	-	-	831
Contractual	-	-		-	-	-
Other	-	-	2,518	-	-	-
<b>TOTALS</b>	<b>\$ 139,760</b>	<b>\$ 138,254</b>	<b>\$ 12,541</b>	<b>\$ 87,759</b>	<b>\$ 87,759</b>	<b>\$ 9,363</b>
Expenditures	09/01/2022-08/31/2024			09/01/2023-08/31/2024		
	DSHS Program: IMM/LOCALS			DSHS Program: TB/PC Federal		
	Grant Budget	Grant Expense Support	Department Expense Support	Grant Budget	Grant Expense Support	Department Expense Support
Personnel	\$ 132,835	\$ 132,835	\$ 131,855	\$ 15,471	\$ 15,471	\$ 47,421
Fringe Benefits	47,860	47,860	81,190	3,633	3,633	27,223
Travel	-	-	-	-	-	-
Equipment	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Contractual	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>TOTALS</b>	<b>\$ 180,695</b>	<b>\$ 180,695</b>	<b>\$ 213,045</b>	<b>\$ 19,104</b>	<b>\$ 19,104</b>	<b>\$ 74,644</b>
Expenditures	09/01/2023-08/31/2024			09/01/2023-08/31/2024		
	DSHS Program: TB/PC State			DSHS Program: IDCU/SUREB		
	Grant Budget	Grant Expense Support	Department Expense Support	Grant Budget	Grant Expense Support	Department Expense Support
Personnel	\$ 42,235	\$ 42,235	\$ 15,180	\$ 75,000	\$ 75,000	\$ 2,690
Fringe Benefits	6,825	6,825	21,503	7,500	7,500	26,075
Travel	744	546	-	-	-	1,172
Equipment	-	-	-	-	-	-
Supplies	-	-	9,573	-	-	41
Contractual	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>TOTALS</b>	<b>\$ 49,804</b>	<b>\$ 49,606</b>	<b>\$ 46,256</b>	<b>\$ 82,500</b>	<b>\$ 82,500</b>	<b>\$ 29,978</b>
Expenditures	09/01/2021 - 05/31/2024			09/01/2023 - 08/31/2024		
	DSHS Program: Health Equity			DSHS Program: TX Healthy Communities		
	Grant Budget	Grant Expense Support	Department Expense Support	Grant Budget	Grant Expense Support	Department Expense Support
Personnel	\$ 359,804	\$ 359,804	\$ 7,144	\$ 50,628	\$ 50,628	\$ 3,404
Fringe Benefits	180,532	147,233	-	29,197	29,197	681
Travel	28,524	8,297	-	800	653	-
Equipment	-	-	-	-	-	-
Supplies	16,140	15,398	-	2,215	2,215	254
Contractual	25,000	25,000	-	2,345	1,732	-
Other	15,000	8,224	-	-	-	-
<b>TOTALS</b>	<b>\$ 625,000</b>	<b>\$ 563,956</b>	<b>\$ 7,144</b>	<b>\$ 85,185</b>	<b>\$ 84,425</b>	<b>\$ 4,339</b>

**BRAZOS COUNTY HEALTH DISTRICT**  
**COMPARATIVE ANALYSIS OF TEXAS DEPARTMENT OF HEALTH GRANT FUNDING SUPPORT**

(Unaudited)

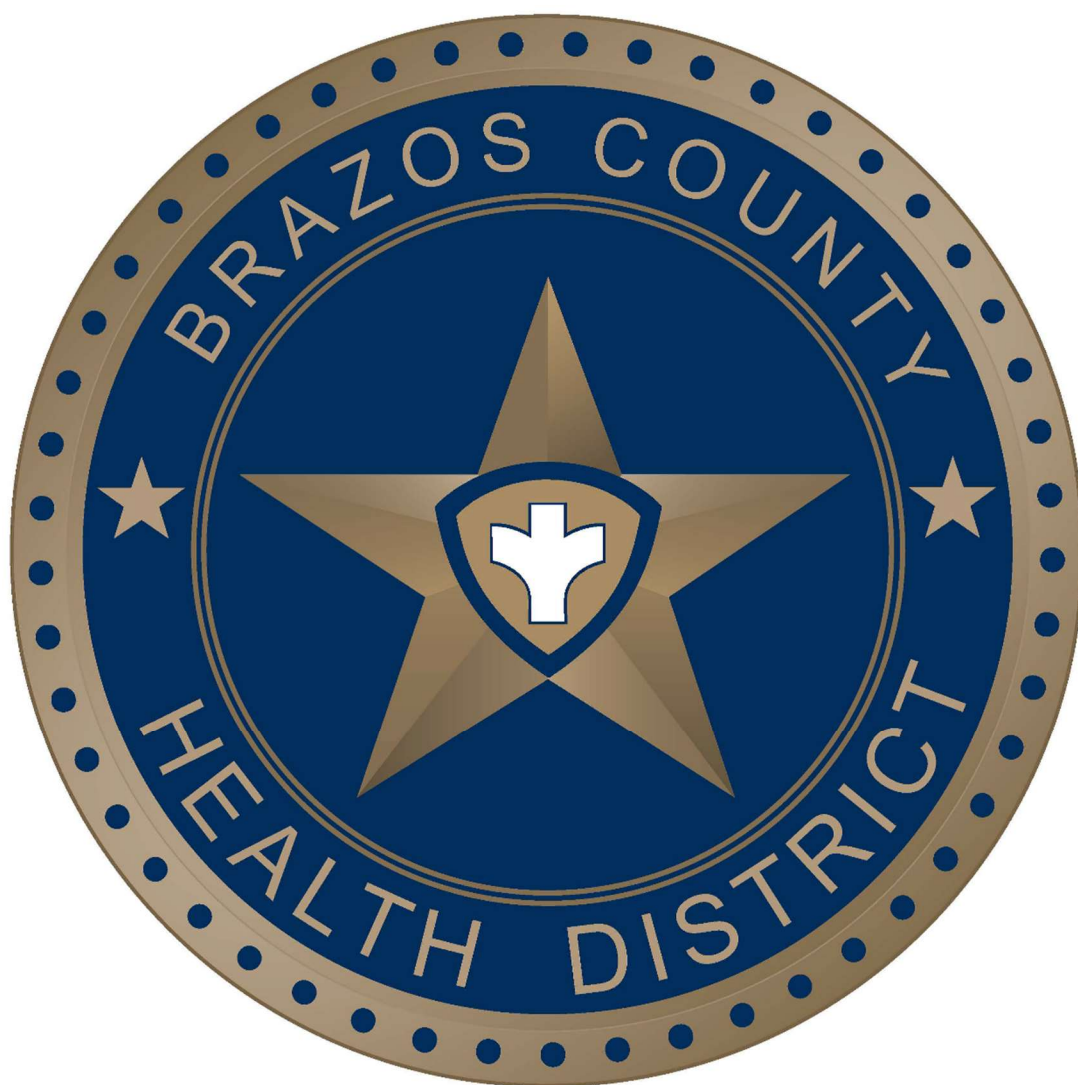
Expenditures	04/01/2021 - 09/30/2024			08/17/2020 - 08/31/2024		
	DSHS Program: IMM/COVID-19			DSHS Program: IDCU/COVID-19		
	Grant Budget	Grant Expense Support	Department Expense Support	Grant Budget	Grant Expense Support	Department Expense Support
Personnel	\$ 481,320	\$ 465,299	\$ -	\$ 201,500	\$ 11,322	\$ -
Fringe Benefits	242,730	188,511	-	102,402	4,862	-
Travel	16,560	-	-	9,763	-	-
Equipment	4,456	3,854	-	9,300	-	-
Supplies	18,426	12,986	-	-	-	-
Contractual	10,000	10,000	5,429	247,193	245,424	-
Other	11,000	1,313	-	-	-	-
<b>TOTALS</b>	<b>\$ 784,492</b>	<b>\$ 681,963</b>	<b>\$ 5,429</b>	<b>\$ 570,158</b>	<b>\$ 261,608</b>	<b>\$ -</b>

Expenditures	08/12/2021 - 06/30/2024			03/29/2023-05/31/24		
	DSHS Program: PH Workforce			DSHS Program: Public Health Infrastructure		
	Grant Budget	Grant Expense Support	Department Expense Support	Grant Budget	Grant Expense Support	Department Expense Support
Personnel	\$ 1,182,240	\$ 1,182,240	\$ 32,810	\$ 1,296,578	\$ 39,822	\$ -
Fringe Benefits	455,795	455,795	11,160	517,213	16,705	-
Travel	5,164	5,164	4,195	41,771	1,187	-
Equipment	74,601	67,131	-	1,200	1,200	894
Supplies	57,000	8,743	-	20,120	755	-
Contractual	21,000	20,471	-	74,001	5,000	-
Other	4,200	3,214	-	-	-	-
<b>TOTALS</b>	<b>\$ 1,800,000</b>	<b>\$ 1,742,758</b>	<b>\$ 48,165</b>	<b>\$ 1,950,883</b>	<b>\$ 64,669</b>	<b>\$ 894</b>

**BRAZOS COUNTY HEALTH DISTRICT**  
**FUNCTIONAL DEMOGRAPHICS - INTERNAL PROCEDURES**  
**Service Area and Activity**  
**(Unaudited)**

		For The Years Ended September 30,				
	Activity	2024	2023	2022	2021	2020
<b>Personal Health Services</b>	Immunizations and Inoculations	5,039	4,620	6,503	9,207	10,252
	TB Tests	1,580	1,133	1,020	861	865
	STD Clinic	1,159	1,216	1,677	1,289	1,587
	Other Clinic Visits	897	961	890	308	165
	Home Visits	1,096	659	282	130	451
<b>Environmental Health Services</b>	Inspections:					
	Restaurant	3,501	3,185	3,085	2,995	2,761
	Child Care	62	65	71	76	103
	Septic Systems	590	748	625	587	626
	Swimming Pools	8	2	6	9	13
	Substandard Building	17	7	15	4	4
	Subdivision Reviews	21	18	20	20	17
	Vector Control	179	41	111	192	205
	TCEQ Applications	294	377	314	286	299
	Foodhandlers Registered	317	365	350	103	329
	Complaints	309	267	282	323	486
	Letters Issued	3,265	3,126	1,841	2,075	1,863
<b>Laboratory Services</b>	Water Samples Tested		--	--	--	5,063
	STD Testing	7,457	6,396	11,799	4,461	4,216
<b>TOTALS</b>		<b>25,791</b>	<b>23,186</b>	<b>28,891</b>	<b>22,926</b>	<b>29,305</b>



## **COMPLIANCE REPORTS**







## Ingram, Wallis & Co., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN  
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS

Brazos County Board of Health  
Brazos County Health District  
Bryan, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the general fund, and the remaining fund information of the Brazos County Health District (the "District") as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated May 9, 2025.

### **Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Ingram, Wallis + Company, P.C.*

Bryan, Texas  
May 9, 2025



## Ingram, Wallis & Co., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

### INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Brazos County Board of Health  
Brazos County Health District  
Bryan, Texas

#### **Report on Compliance for Each Major Federal Program**

##### ***Opinion on Each Major Federal Program***

We have audited Brazos County Health District's (the "District") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on the District's major federal program for the year ended September 30, 2024. The District's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended September 30, 2024.

##### ***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

##### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.



### ***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on Internal Control over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant

deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Ingram. Wallis + Company. P.C.*

Bryan, Texas  
May 9, 2025

**BRAZOS COUNTY HEALTH DISTRICT**  
**Schedule of Expenditures of Federal and State Awards**  
**For the Year Ended September 30, 2024**

Federal Assistance Listing Number	Federal Grantor/Pass - Through Grantor/Program Title	Federal Assistance Listing Number	Grant Number	Program/ Award Amount	Accounts Receivable (Payable) October 1, 2023	Receipts	Expenditures	Amount Provided to Subrecipients	Grant Funds Refunded in 2024	Accounts Receivable (Payable) September 30, 2024
93.778	U.S. Department of Health and Human Services Passed through Texas Health and Human Services Medicaid Administrative Claiming	93.778	HHS000537900116 08/22/2019-08/31/2024	-	\$ 44,167	\$ 63,152	\$ 74,017	\$ -	\$ -	\$ 55,032
	Total - 93.778				44,167	63,152	74,017	-	-	55,032
93.048	Passed Through Texas A&M University Health Science Center Special Programs for Aging	93.048	M2401271 8/15/2023 - 04/15/2024	150,000	-	105,000	105,000	-	-	-
	Total - 93.048				-	105,000	105,000	-	-	-
93.421	Passed through National Association of County and City Health Officials Strengthening Public Health Systems and Services through National Partnerships to Improve and Protect the Nation's Health	93.421	SNUSOCK00687-03-00 11/15/22-03/31/25	120,000	-	60,000	80,000	-	-	20,000
	Total - 93.421				-	60,000	80,000	-	-	20,000
93.069	Passed through Texas Department of State Health Services Public Health Emergency Preparedness	93.069	HHS001311200016 07/01/2023 - 06/30/2024	139,760	23,371	131,707	108,336	-	-	-
93.069	Public Health Emergency Preparedness	93.069	HHS00143950035 07/01/2024 - 06/30/2025	139,760	-	9,574	39,615	-	-	30,041
	Total - 93.069				23,371	141,281	147,951	-	-	30,041
93.268	Immunization Grants	93.268	HHS001331300009 09/01/2023 - 08/31/2024	180,695	26,058	80,397	54,339	-	-	-
93.268	Immunization Grants	93.268	HHS001331300009 09/01/2024 - 08/31/2025	180,695	-	-	28,926	-	-	28,926
93.268	IMM/COVID-19	93.268	HHS001019500006 04/21/2021 - 06/30/2024	784,492	23,438	81,214	76,036	-	-	18,260
	Total - 93.268				49,496	161,611	159,301	-	-	47,186
93.991	Texas Healthy Communities	93.991	HHS000438400002 09/01/2022 - 08/31/2023	84,897	7,613	7,613	-	-	-	-
93.991	Texas Healthy Communities	93.991	HHS000438400002 09/01/2023 - 08/31/2024	85,185	6,586	79,043	78,599	-	-	6,142
93.991	Texas Healthy Communities	93.991	HHS001455600001 09/01/2024 - 08/31/2025	85,185	-	-	7,043	-	-	7,043
93.991	Region/Local Health	93.991	HHS001324900009 09/01/2023 - 08/31/2024	87,759	7,372	42,315	43,612	-	-	8,669
93.991	Region/Local Health	93.991	HHS001324900009 09/01/2024 - 08/31/2025	87,759	-	-	8,523	-	-	8,523
	Total - 93.991				21,571	128,971	137,777	-	-	30,377
93.354	PH Workforce Development	93.354	HHS001079300001 07/01/2021 - 06/30/2024	1,800,000	111,935	646,087	534,152	-	-	-
	Total - 93.354				111,935	646,087	534,152	-	-	-
93.116	Tuberculosis - Federal - Prevention and Control	93.116	HHS001096400007 01/01/2023 - 08/31/24	19,103	7,426	19,104	11,678	-	-	-
93.116	Tuberculosis - Federal - Prevention and Control	93.116	HHS001437400006 91/24-831/25	19,103	-	-	7,573	-	-	7,573
	Total 93.116				7,426	19,104	19,251	-	-	7,573
93.323	IDU/COVID-19	93.323	HHS000812700006 08/01/2020 - 07/31/2025	247,193	15,515	31,013	47,627	-	-	32,129
	Total 93.323				15,515	31,013	47,627	-	-	32,129
93.391	Health Equity	93.391	HHS001057600007 09/01/2021 - 05/31/2025	625,000	26,571	170,347	174,450	-	-	30,674
	Total 93.391				26,571	170,347	174,450	-	-	30,674
93.967	Public Health Infrastructure	93.967	HHS001308800001 3/23/23 - 11/30/27	1,950,883	20,294	105,788	175,280	-	-	89,786
	Total 93.967				20,294	105,788	175,280	-	-	89,786
	Total Federal Assistance				\$ 320,346	\$ 1,632,354	\$ 1,654,806	\$ -	\$ -	\$ 342,796

**BRAZOS COUNTY HEALTH DISTRICT**  
**Schedule of Expenditures of Federal and State Awards (Continued)**  
**For the Year Ended September 30, 2024**

State Grantor/Pass - Through Grantor/Program Title	Federal Assistance Listing Number	Grant Number	Program/Award Amount	Accounts Receivable (Payable) October 1, 2023	Receipts	Expenditures	Amount Provided to Subrecipients	Grant Funds Refunded in 2024	Accounts Receivable (Payable) September 30, 2024
<b>Department of State Health Services</b>									
Tuberculosis - State - Prevention and Control	N/A	HHS001182200004 09/01/2022 - 08/31/2023	32,970	\$ 8,302	\$ 8,302	\$ -	\$ -	\$ -	-
Tuberculosis - State - Prevention and Control	N/A	HHS001182200004 09/01/2023 - 08/31/2024	49,779	4,212	49,804	45,592	-	-	-
Tuberculosis - State - Prevention and Control	N/A	HHS001437400006 09/01/2024 - 08/31/2025	49,804	-	-	7,974	-	-	7,974
Total				12,514	58,106	53,566	-	-	7,974
Region/Local Health	N/A	HHS001324900009 09/01/2023 - 08/31/2024	87,759	-	36,775	36,775	-	-	-
Total				-	36,775	36,775	-	-	-
Infectious Disease	N/A	HHS001315700005 09/01/2023 - 08/31/2024	82,500	8,883	82,500	73,617	-	-	-
Infectious Disease	N/A	HHS001315700005 09/01/2024 - 08/31/2025	82,500	-	-	7,170	-	-	7,170
Total				8,883	82,500	80,787	-	-	7,170
Immunization Grants	N/A	HHS001331300009 09/01/2023 - 08/31/2024	180,695	-	100,213	100,213	-	-	-
Immunization Grants	N/A	HHS001331300009 09/01/2024 - 08/31/2025	180,695	-	-	-	-	-	-
Total				-	100,213	100,213	-	-	-
Total State Assistance				21,397	277,594	271,341	-	-	15,144
Total Federal and State Assistance				\$ 341,743	\$ 1,909,948	\$ 1,926,147	\$ -	\$ -	\$ 357,942

BRAZOS COUNTY HEALTH DISTRICT  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

SUMMARY OF SIGNIFICANT ACCOUNTING POLICES

**General** - The accompanying Schedule of Expenditures of Federal and State Awards presents all federal and state expenditures of the Brazos County Health District (the "District").

**Basis of Accounting** - The expenditures on the accompanying Schedule of Expenditures of Federal and State Awards are presented on the accrual basis.

**Relationship to Financial Statements** - Expenditures of federal and state awards are reported in the District's basic financial statements on the accrual basis.

**Relationship to Federal and State Financial Reports** - Amounts reported in the accompanying Schedule of Expenditures of Federal and State Awards agree with the amounts reported in the related federal and state financial reports in all significant respects.

**Indirect Cost Rate** - The District has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

SUMMARY OF INSURANCE RELATED TO GRANT FUNDS

District employees responsible for or with authority to expend or disburse grant funds are covered by various insurance policies. The amounts of these policies vary from \$5,000 to \$10,000.

SUMMARY OF FEDERAL LOANS OR LOAN GUARANTEES

The District had no Federal loans or loan guarantees during this fiscal year.

SUMMARY OF COVID-19 EXPENDITURES

The District expended the following related to its COVID-19 funding:

Assistance Listing No. 93.268 – IMM/COVID-19	\$ 76,036
Assistance Listing No. 93.268 – Immunization Grants (9/1/2023 – 8/31/2024)	54,339
Assistance Listing No. 93.268 – Immunization Grants (9/1/2024 – 8/31/2025)	28,926
Assistance Listing No. 93.354 – PH Workforce Development	534,152
Assistance Listing No. 93.323 – IDCU/COVID-19	47,627
Assistance Listing No. 93.307 – Health Equity	174,450



BRAZOS COUNTY HEALTH DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

SECTION I - SUMMARY OF AUDITORS' RESULTS

*Financial Statements*

Type of auditor's report issued: *unmodified*

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_ yes    X no
- Significant deficiency(s) identified  
that are not considered to be  
material weaknesses? \_\_\_ yes    X no

Noncompliance material to financial  
statements noted?

\_\_\_ yes    X no

*Federal Awards*

Internal control over major programs:

- Material weakness(es) identified? \_\_\_ yes    X no
- Significant deficiency(s) identified  
that are not considered to be  
material weaknesses? \_\_\_ yes    X no

Type of auditor's report issued on compliance for major programs: *unmodified*

Any audit findings disclosed that are  
required to be reported in accordance  
with 2 CFR 200.516(a)?

\_\_\_ yes    X no

Identification of major programs:

*Assistance Listing Number(s)*

*Name of Federal Program or Cluster*

93.354                      Public Health Emergency Response

Dollar threshold used to distinguish  
between type A and type B federal programs:

\$750,000

Auditee qualified as low-risk auditee for Federal Single Audit?

X yes    \_\_\_ no

BRAZOS COUNTY HEALTH DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS – CONTINUED  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

SECTION II – FINANCIAL STATEMENT FINDINGS

There were no findings related to the financial statements which are required to be reported in accordance with *Government Auditing Standards*.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no Federal award findings and questioned costs which are required to be reported in accordance with the Uniform Guidance.

BRAZOS COUNTY HEALTH DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024  
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

SECTION II - FINANCIAL STATEMENT FINDINGS

There were no findings related to the financial statements which are required to be reported in accordance with *Government Auditing Standards*.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no Federal award findings and questioned costs which are required to be reported in accordance with the Uniform Guidance.