

NEW ISSUE - BOOK-ENTRY ONLY

Moody's: "Aa2"

Fitch: "AA+"

(See "OTHER INFORMATION – Ratings" herein)

In the opinion of Bond Counsel, interest on the Bonds (defined below) will be excludable from gross income for federal income tax purposes under statutes, regulations, published rulings and court decisions existing on the date thereof, subject to the matters described under "TAX MATTERS" herein, including the alternative minimum tax on certain corporations.



\$42,655,000

EL PASO COUNTY, TEXAS

GENERAL OBLIGATION REFUNDING AND IMPROVEMENT BONDS, SERIES 2026

Dated Date: June 1, 2026

Due: February 15, as shown on page ii

Interest to accrue from Delivery Date

AUTHORITY FOR ISSUANCE. The \$42,655,000 El Paso County, Texas General Obligation Refunding and Improvement Bonds, Series 2026 (the "Bonds") are being issued by El Paso County, Texas (the "County") pursuant to the Constitution and laws of the State of Texas (the "State"), particularly Section 331.004, Texas Local Government Code, as amended, Section 1473.101, Texas Government Code, as amended, Chapter 1207, Texas Government Code, as amended ("Chapter 1207"), and Chapter 1371, Texas Government Code, as amended ("Chapter 1371"), an election held on November 5, 2024 (the "Election"), and an order (the "Order") adopted by the Commissioners Court of the County (the "Commissioners Court") on April 27, 2026. As permitted by Chapter 1371, in the Order, the Commissioners Court delegated to certain officers of the County authority to complete the sale of the Bonds through the execution of a "Pricing Certificate" which will complete the sale of the Bonds. An authorized County official executed the Pricing Certificate on June 1, 2026. The Order and the Pricing Certificate are jointly referred to herein as the "Bond Order". See "THE BONDS - Authority for Issuance" herein.

SECURITY FOR THE BONDS. The Bonds constitute direct and voted obligations of the County payable from the levy and collection of a direct and continuing ad valorem tax, within the limits prescribed by law, on all taxable property within the County. See "THE BONDS - Security for Payment" herein.

PURPOSE. Proceeds from the sale of the Bonds will be used to provide funds for the purposes of (A) refunding portions of the County's General Obligation Refunding Bonds, Series 2016A as described in Schedule I attached hereto (the "Refunded Bonds") for debt service savings, and (B) for the public purpose of constructing, rehabilitating, renovating, improving, upgrading, updating, expanding, enlarging, and equipping (i) the County's parks and recreational spaces; (ii) the County's Office of the Medical Examiner; and (iii) the County's Animal Shelter; and to pay the costs of issuing the Bonds.

PAYMENT TERMS. Interest on the Bonds will accrue from the date of initial delivery (the "Delivery Date") of the Bonds to the Underwriters (defined below), and will be payable on February 15 and August 15 of each year, commencing August 15, 2026, and will be calculated on the basis of a 360-day year of twelve 30-day months. The Bonds will be initially registered and delivered only to Cede & Co., the nominee of The Depository Trust Company ("DTC") pursuant to the Book-Entry-Only System described herein. Beneficial ownership of the Bonds may be acquired in denominations of \$5,000 or integral multiples thereof within a maturity. No physical delivery of the Bonds will be made to the beneficial owners thereof. Principal of and interest on the Bonds will be payable by the paying agent/registrar, initially BOKF, NA in Dallas, Texas (the "Paying Agent/Registrar"), to Cede & Co., which will make distribution of the amounts so paid to the beneficial owners of the Bonds. See "BOOK-ENTRY-ONLY SYSTEM."

SEE PAGE ii FOR MATURITY SCHEDULE INTEREST RATES, INTIAL YIELDS, CUSIP NUMBERS

LEGALITY. *The Bonds are offered for delivery when, as, and if issued and received by the initial purchasers thereof (the "Underwriters") and subject to the approving opinion of the Attorney General of the State of Texas and of McCall, Parkhurst & Horton L.L.P., Dallas, Texas, as Bond Counsel to the County. Certain legal matters will be passed upon for the County by McCall, Parkhurst & Horton L.L.P., Dallas, Texas, Disclosure Counsel for the County. Certain legal matters will be passed upon for the Underwriters by their Counsel, Winstead PC, San Antonio, Texas. It is expected that the Bonds will be available for delivery through DTC on or about July 8, 2026.*

CABRERA CAPITAL MARKETS LLC

HILLTOPSECURITIES

MATURITY SCHEDULE
\$42,655,000
EL PASO COUNTY, TEXAS
GENERAL OBLIGATION REFUNDING AND IMPROVEMENT BONDS, SERIES 2026

CUSIP No. Prefix: 283497⁽¹⁾

Maturity February 15	Principal Amount	Interest Rate (%)	Initial Yield (%)	CUSIP No. Suffix ⁽¹⁾
2027	\$16,075,000	5.000%	2.540%	6Y6
2028	3,510,000	5.000	2.640	6Z3
2029	3,685,000	5.000	2.710	7A7
2030	3,870,000	5.000	2.790	7B5
2031	4,070,000	5.000	2.900	7C3
2032	4,275,000	5.000	2.960	7D1
2033	1,055,000	5.000	3.050	7E9
2034	1,105,000	5.000	3.130	7F6
2035	1,165,000	5.000	3.220	7G4
2036	1,220,000	5.000	3.330 ⁽²⁾	7H2
2037	1,280,000	5.000	3.400 ⁽²⁾	7J8
2038	1,345,000	5.000	3.500 ⁽²⁾	7K5

⁽¹⁾ CUSIP is a registered trademark of the American Bankers Association. CUSIP data herein is provided by CUSIP Global Services (“CGS”), managed by FactSet Research Systems Inc. on behalf of the American Bankers Association. This data is not intended to create a database and does not serve in any way as a substitute for the CGS Database Services. None of the County, the Underwriters, the Municipal Advisor, or their agents or counsel assume responsibility for the selection or correctness of the CUSIP numbers set forth herein.

⁽²⁾ Yield shown to first call date of February 15, 2035.

Optional Redemption:

The Bonds having stated maturities on or after February 15, 2036 may be redeemed, in whole or in any part thereof, in the principal amounts of \$5,000 or any integral multiple thereof on February 15, 2035 or any date thereafter, at the par value thereof plus accrued interest to the date fixed for redemption. See “THE BONDS – Optional Redemption”.

EL PASO COUNTY ADMINISTRATION

ELECTED OFFICIALS OF THE COMMISSIONERS COURT

Commissioners Court	Years in Position	Current Term Expires
Ricardo A. Samaniego County Judge	7+ years	12/2026
Jackie Butler Commissioner, Precinct #1	1+ years	12/2028
David Stout Commissioner, Precinct #2	11+ years	12/2026
Iliana Holguin Commissioner, Precinct #3	5+ years	12/2028
Sergio Coronado Commissioner, Precinct #4	2+ years	12/2026

ELECTED ADMINISTRATIVE OFFICIALS

Name	Position	Years in Position	Years of Service to County	Current Term Expires
Delia Briones	County Clerk	19	23	12/2026
Ruben P. Gonzalez	Tax Assessor-Collector	11	11	12/2028
Christina Sanchez	County Attorney	2	33	12/2028

APPOINTED OFFICIALS

Name	Position	Years in Position	Years of Service to County
Betsy C. Keller	Chief Administrator	10	17
Barbara A. Parker, CPA, CIA	County Auditor	3	11

CONSULTANTS AND ADVISORS

Certified Public Accountants.....	Pattillo, Brown & Hill, LLC Waco, Texas
Bond Counsel.....	McCall, Parkhurst & Horton L.L.P. Dallas, Texas
Municipal Advisor	Stifel, Nicolaus & Company, Inc. Austin, Texas

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USE OF INFORMATION IN THE OFFICIAL STATEMENT

This Official Statement and the information contained herein are subject to completion and amendment. The Bonds may not be sold nor may offers to buy be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Official Statement constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds in any jurisdiction in which such offer, solicitation, or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction.

No dealer, broker, salesman, or other person has been authorized by the County or the Underwriters to give any information or to make any representation with respect to the Bonds, other than as contained in this Official Statement, and if given or made, such other information or representations must not be relied upon as having been authorized by the County or the Underwriters. The information set forth herein has been obtained from sources which are believed to be reliable but is not guaranteed as to accuracy or completeness by the Municipal Advisor or the Underwriters and is not to be construed as a promise or guarantee of the Municipal Advisor or the Underwriters. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall under any circumstances create any implication that there has been no change in the information or opinions set forth hereinafter the date of this Official Statement.

IN CONNECTION WITH THE OFFERING OF THE BONDS, THE UNDERWRITERS MAY OVER-ALLOT OR EFFECT TRANSACTIONS WHICH STABILIZE OR MAINTAIN THE MARKET PRICE OF THE BONDS AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

THE AGREEMENTS OF THE COUNTY AND OTHERS RELATED TO THE BONDS ARE CONTAINED SOLELY IN THE CONTRACTS DESCRIBED HEREIN. NEITHER THIS OFFICIAL STATEMENT NOR ANY OTHER STATEMENT MADE IN CONNECTION WITH THE OFFER OR SALE OF THE BONDS IS TO BE CONSTRUED AS CONSTITUTING AN AGREEMENT WITH THE PURCHASERS OF THE BONDS. INVESTORS SHOULD READ THE ENTIRE OFFICIAL STATEMENT, INCLUDING ALL APPENDICES ATTACHED HERETO, TO OBTAIN INFORMATION ESSENTIAL TO MAKING AN INFORMED INVESTMENT DECISION.

THE UNDERWRITERS HAVE PROVIDED THE FOLLOWING SENTENCE FOR INCLUSION IN THIS OFFICIAL STATEMENT. THE UNDERWRITERS HAVE REVIEWED THE INFORMATION IN THIS OFFICIAL STATEMENT IN ACCORDANCE WITH, AND AS PART OF, THEIR RESPONSIBILITIES TO INVESTORS UNDER THE FEDERAL SECURITIES LAWS AS APPLIED TO THE FACTS AND CIRCUMSTANCES OF THIS TRANSACTION, BUT THE UNDERWRITERS DOES NOT GUARANTEE THE ACCURACY OR COMPLETENESS OF SUCH INFORMATION.

THE BONDS ARE EXEMPT FROM REGISTRATION WITH THE UNITED STATES SECURITIES AND EXCHANGE COMMISSION AND CONSEQUENTLY HAVE NOT BEEN REGISTERED THEREWITH. THE REGISTRATION, QUALIFICATION, OR EXEMPTION OF THE BONDS IN ACCORDANCE WITH APPLICABLE SECURITIES LAW PROVISIONS OF THE JURISDICTIONS IN WHICH THE BONDS HAVE BEEN REGISTERED, QUALIFIED, OR EXEMPTED SHOULD NOT BE REGARDED AS A RECOMMENDATION THEREOF.

All information contained in this Official Statement is subject, in all respects, to the complete body of information contained in the original sources thereof and no guaranty, warranty, or other representation is made concerning the accuracy or completeness of the information herein. In particular, no opinion or representation is rendered as to whether any projection will approximate actual results, and all opinions, estimates and assumptions, whether or not expressly identified as such, should not be considered statements of fact.

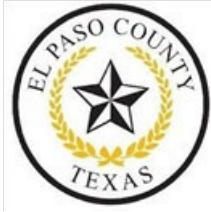
None of the County, the Underwriters, or the Municipal Advisor make any representation or warranty with respect to the information contained in this Official Statement regarding DTC or its Book-Entry-Only System.

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OFFICIAL STATEMENT



\$42,655,000
EL PASO COUNTY, TEXAS
GENERAL OBLIGATION REFUNDING AND IMPROVEMENT BONDS,
SERIES 2026

INTRODUCTION

This Official Statement, which includes the cover page and the appendices hereto, provides certain information in connection with the issuance by El Paso County, Texas (the "County") of its \$42,655,000 El Paso County, General Obligation Refunding and Improvement Bonds, Series 2026 (the "Bonds"). Capitalized terms used in this Official Statement have the same meaning assigned to such terms in the Bond Order (as hereinafter defined), except as otherwise provided herein.

There follows in this Official Statement descriptions of the Bonds and certain other information about the County and its finances. All descriptions of documents contained herein are only summaries and are qualified in their entirety by reference to each such document. Copies of such documents may be obtained from the County at the El Paso County Auditor's Office, 320 S. Campbell, Suite 140, El Paso, Texas, 79901, and the County's Municipal Advisor, Stifel, Nicolaus & Company, Incorporated, 805 Las Cimas Parkway, Suite 230, Austin, Texas 78746, upon payment of reasonable copying, mailing, and handling charges.

This Official Statement speaks only as of its date, and the information contained herein is subject to change. Copies of the final Official Statement will be deposited with the Municipal Securities Rulemaking Board, 1300 I Street NW, Suite 1000, Washington, DC 20005.

PURPOSES AND PLAN OF FINANCING

PURPOSE OF THE BONDS

The Bonds are being issued to provide funds for the purposes of (A) refunding portions of the County's General Obligation Refunding Bonds, Series 2016A as described in Schedule I attached hereto (the "Refunded Bonds") for debt service savings, and (B) for the public purpose of constructing, rehabilitating, renovating, improving, upgrading, updating, expanding, enlarging, and equipping (i) the County's parks and recreational spaces; (ii) the County's Office of the Medical Examiner; and (iii) the County's Animal Shelter; and to pay the costs of issuing the Bonds.

REFUNDED BONDS

All outstanding principal and interest due on the Refunded Bonds are to be paid in full on July 8, 2026 (the "Redemption Date") from funds to be deposited with BOKF, N.A., Dallas, Texas, which serves as the paying agent and registrar for the Refunded Bonds (the "Refunded Bonds Paying Agent"). The Bond Order provides that from the proceeds of the sale of the Bonds received from the Underwriters, the County will deposit with the Refunded Bonds Paying Agent the amount sufficient to accomplish the redemption, discharge and final payment of the Refunded Bonds on their Redemption Date.

The Refunded Bonds Paying Agent will execute a certificate (the "Sufficiency Certificate") certifying that the amount deposited on the Redemption Date will be sufficient to pay all outstanding principal of and interest on the Refunded Bonds on the Redemption Date.

SOURCES AND USES OF FUNDS

The proceeds from the sale of the Bonds will be applied approximately as follows:

Sources of Funds	
Par Amount of Bonds	\$42,655,000.00
Reoffering Premium	2,545,230.65
Total Sources of Funds	\$45,200,230.65
Uses of Funds	
Deposit to Project Fund	\$26,050,265.00
Deposit with Refunded Bonds' Paying Agent	18,668,557.64
Underwriters' Discount	174,282.49
Costs of Issuance ⁽¹⁾	302,200.00
Interest and Sinking Fund Deposit	4,925.52
Total Application of Funds	\$45,200,230.65

⁽¹⁾ Includes legal fees, municipal advisor fees, rating fees, printing and posting costs, redemption fees, and miscellaneous costs.

THE BONDS

GENERAL DESCRIPTION

The Bonds are dated June 1, 2026, and mature on February 15 in each of the years and in the amounts shown on page ii hereof. Interest on the Bonds will accrue from the Delivery Date as defined on the cover hereof, will be computed on the basis of a 360-day year of twelve 30-day months, and will be payable on February 15 and August 15 of each year, commencing August 15, 2026. The definitive Bonds will be issued only in fully registered form in any integral multiple of \$5,000 for any one maturity and will be initially registered and delivered only to Cede & Co., the nominee of The Depository Trust Company ("DTC") pursuant to the Book-Entry-Only System described herein. **No physical delivery of the Bonds will be made to the beneficial owners thereof.** The principal of and interest on the Bonds will be payable by the Paying Agent/Registrar to Cede & Co., which will make distribution of the amounts so paid to the participating members of DTC for subsequent payment to the beneficial owners of the Bonds. See "BOOK-ENTRY-ONLY SYSTEM."

In the event the Book-Entry-Only System is discontinued, the interest on the Bonds will be payable to the registered owner as shown on the security register maintained by the Paying Agent/Registrar, as of the last business day of the month next preceding such interest payment date by check, mailed first-class, postage prepaid, to the address of such person on the security register, or by such other method acceptable to the Paying Agent/Registrar requested by and at the risk and expense of the registered owner. The principal of the Bonds will be payable at stated maturity upon presentation and surrender thereof at the designated payment office of the Paying Agent/Registrar; provided, however, that so long as Cede & Co. (or other DTC nominee) is the registered owner of the Bonds, all payments will be made as described under "BOOK-ENTRY-ONLY SYSTEM" herein. If the date for the payment of the principal of or interest on the Bonds is a Saturday, Sunday, a legal holiday, or a day on which banking institutions in the city where the Paying Agent/Registrar is located are authorized by law or executive order to close, then the date for such payment will be the next succeeding day which is not such a Saturday, Sunday, legal holiday, or a day on which banking institutions are authorized to close and payment on such date will have the same force and effect as if made on the date payment was due.

AUTHORITY FOR ISSUANCE

The Bonds are being issued by the County pursuant to the Constitution and laws of the State, particularly Section 331.004, Texas Local Government Code, as amended, Section 1473.101, Texas Government Code, as amended, Chapter 1207, Texas Government Code, as amended, and Chapter 1371, an election held on November 5, 2024 (the “Election”), and an order (the “Order”) adopted by the Commissioners Court on April 27, 2026, authorizing the issuance of the Bonds. As permitted by Chapter 1371, in the Order, the Commissioners Court delegated to certain officers of the County authority to complete the sale of the Bonds through the execution of a “Pricing Certificate” which will complete the sale of the Bonds. An authorized County official executed the Pricing Certificate on June 1, 2026. The Order and said Pricing Certificate are jointly referred to herein as the “Bond Order”.

SECURITY FOR PAYMENT

The Bonds constitute direct and voted obligations of the County payable from the levy and collection of a direct and continuing ad valorem tax, within the limits prescribed by law, on all taxable property within the County, as provided in the Bond Order. (See “THE BONDS - Security for Payment” herein.)

TAX RATE LIMITATIONS

General Operations; Limited Tax Bonds, Tax Notes, Time Warrants and Contractual Obligations. The Texas Constitution (Article VIII, Section 9) imposes a tax rate limit of \$0.80 per \$100 assessed valuation of all taxable property within the County (the “\$0.80 Tax Limitation”) for all purposes which are for general funds, permanent improvement funds, road and bridge funds and jury funds, including debt service of the Bonds or other debt obligations issued against such funds. By administrative policy, the Attorney General of Texas will not approve the issuance of limited tax obligations in an amount which produces debt service requirements exceeding that which can be paid from \$0.40 per \$100 valuation, as calculated at the time of issuance and based on a 90% collection rate, of the \$0.80 Tax Limitation. **The Bonds are limited tax obligations and will be payable from the levy and collection of this tax.**

Limited tax obligations of counties issued pursuant to Texas Government Code, Section 1301.003, as amended, limit the amount of such debt issued for certain purposes as follows:

Courthouse:	2% of Assessed Valuation of the County
Jail:	1.5% of Assessed Valuation of the County
Courthouse and Jail:	3.5% of Assessed Valuation of the County
Road and Bridge:	1.5% of Assessed Valuation of the County

Road Bonds. An unlimited tax rate is authorized to be voted to pay debt service on road bonds; Article III, Section 52 of the Texas Constitution provides that such debt may not exceed 25% of the County’s assessed valuation of real property. **The Bonds are not unlimited tax road bonds.**

Road Maintenance (Special Road and Bridge Tax). Under Section 256.052, Texas Transportation Code, a county may adopt an additional ad valorem tax not to exceed \$0.15 on the \$100 valuation of property provided by Section 9, Article VIII, Texas Constitution, for the further maintenance of county roads. This additional tax may be established by the Commissioners Court only upon approval by a majority of participating voters in an election held to approve such additional tax. The additional tax may not be used for debt service. **The voters of the County have not approved the adoption of the additional county road maintenance tax.**

Farm-to-Market Roads or Flood Control. Under Section 256.054, Texas Transportation Code, a county may adopt an additional ad valorem tax not to exceed \$0.30 on the \$100 assessed valuation, after exemption of homesteads up to \$3,000, provided by Article VIII, Section 9 of the Texas Constitution, for the construction and maintenance of farm-to-market and lateral roads or for flood control. This additional tax may be established by the Commissioners Court only upon approval by a majority of participating voters in an election held to approve such additional tax. No allocation is prescribed by statute between debt service and maintenance. Therefore, all or part may be used for either purpose. **The voters of the County have not approved the adoption of the additional county farm-to-market and/or flood control tax.**

OPTIONAL REDEMPTION

The County reserves the right, at its option, to redeem Bonds having stated maturities on and after February 15, 2036, in whole or in part in principal amounts of \$5,000 or any integral multiple thereof, on February 15, 2035, or any date thereafter, at the par value thereof plus accrued interest to the date of redemption. If less than all of the Bonds are to be redeemed, the County may select the maturities of Bonds to be redeemed. If less than all of the Bonds of any maturity are to be redeemed, the Paying Agent/Registrar (or DTC while the Bonds are in Book-Entry-Only form) shall determine by lot the Bonds, or portions thereof, within such redemption and notice of such redemption shall have been given, such Bond (or the principal amount thereof to be redeemed) shall become due and payable on such redemption date and interest thereon shall cease to accrue from and after the redemption date, provided funds for the payment of the redemption price and accrued interest thereon are held by the Paying Agent/Registrar on the redemption date.

NOTICE OF REDEMPTION

Not less than thirty (30) days prior to the redemption date for the Bonds, the County shall cause a notice of such redemption to be sent by United States mail, first-class postage prepaid, to the registered owners of each Bond or portion thereof to be redeemed at such registered owner's address as it appeared on the registration books of the Paying Agent/Registrar at the close of business on the last business day preceding the mailing of such notice of redemption. ANY NOTICE OF REDEMPTION SO MAILED TO THE REGISTERED OWNERS WILL BE DEEMED TO HAVE BEEN DULY GIVEN IRRESPECTIVE OF WHETHER ONE OR MORE OF THE REGISTERED OWNERS FAILS TO RECEIVE SUCH NOTICE. UPON THE GIVING OF THE NOTICE OF REDEMPTION AND THE DEPOSIT OF THE FUNDS NECESSARY TO REDEEM SUCH BONDS, THE BONDS CALLED FOR REDEMPTION SHALL BECOME DUE AND PAYABLE ON THE SPECIFIED REDEMPTION DATE, AND INTEREST ON SUCH BOND OR PORTION THEREOF SHALL CEASE TO ACCRUE, IRRESPECTIVE OF WHETHER SUCH BONDS ARE SURRENDERED FOR PAYMENT. By the date fixed for any such redemption, due provision shall be made with the Paying Agent/Registrar for the payment of the required redemption price for the Bonds or portions thereof which are to be so redeemed. If such notice of redemption is given and if due provision for such payment is made, all as provided above, the Bonds or portion thereof which are to be redeemed thereby automatically shall be treated as redeemed prior to their scheduled maturities, and they shall not bear interest after the date fixed for redemption, and they shall not be regarded as being outstanding except for the right of the registered owner to receive the redemption price from the Paying Agent/Registrar out of the funds provided for such payment.

With respect to any optional redemption of the Bonds, unless moneys sufficient to pay the principal of and interest on the Bonds to be redeemed shall have been received by the Paying Agent/Registrar prior to the giving of such notice of redemption, such notice shall state that said redemption may either, at the option of the County, be conditioned upon the receipt of such moneys by the Paying Agent/Registrar on or prior to the date fixed for such redemption, or upon the satisfaction of any prerequisites set forth in such notice of redemption and, if sufficient moneys are not received, such notice shall be of no force and effect, the County shall not redeem such Bonds and the Paying Agent/Registrar shall give notice in the same manner in which the notice of redemption was given, to the effect that the Bonds have not been redeemed.

PERFECTION OF SECURITY INTEREST IN BONDS

Chapter 1208, Texas Government Code, applies to the issuance of the Bonds and the pledge of the proceeds of ad valorem taxes thereto, and such pledge is, therefore, valid, effective, and perfected. Should State law be amended at any time while the Bonds are outstanding and unpaid, the result of such amendment being that the pledge of the ad valorem tax proceeds is to be subject to the filing requirements of Chapter 9, Texas Business & Commerce Code, in order to preserve to the registered owners of the Bonds a security interest in such pledge, the County has agreed to take such measures as it determines are reasonable and necessary to enable a filing of a security interest in said pledge to occur.

DEFEASANCE OF BONDS

The Bond Order provides for the defeasance of the Bonds when the payment of the principal of the Bonds, plus interest thereon to the due date thereof (whether such due date be by reason of maturity, or otherwise), is provided by irrevocably depositing with the Paying Agent/Registrar or an authorized escrow agent, in trust (1) money sufficient to make such payment or (2) Defeasance Securities, certified by an independent public accounting firm of national reputation to mature as to principal and interest in such amounts and at such times to ensure the availability, without reinvestment, of sufficient money to make such payment, and all necessary and proper fees, compensation and expenses of the paying agent for the Bonds, and thereafter the County will have no further responsibility with respect to amounts available to such paying agent (or any other financial institution permitted by applicable law) for the payment of such Defeased Bonds, including any sufficiency therein caused by the failure of such paying agent (or any other financial institution permitted by applicable law) to receive payment when due on such Defeasance Securities. The Bond Order provides that "Defeasance Securities" means (a) direct, noncallable obligations of the United States of America, including obligations that are unconditionally guaranteed by the United States of America, (b) noncallable obligations of an agency or instrumentality of the United States of America, including obligations that are unconditionally guaranteed or insured by the agency or instrumentality and that, on the date the governing body of the County adopts or approves the proceedings authorizing the issuance of refunding bonds, are rated as to investment quality by a nationally recognized investment rating firm not less than "AAA" or its equivalent, (c) noncallable obligations of a state or an agency or a county, municipality, or other political subdivision of a state that have been refunded and that, on the date the governing body of the County adopts or approves the proceedings authorizing the issuance of refunding bonds, are rated as to investment quality by a nationally recognized investment rating firm not less than "AAA" or its equivalent, and (d) any other then authorized securities or obligations that may be used to defease obligations such as the Bonds under applicable laws of the State of Texas. The County has the right, subject to satisfying the requirements of (1) and (2) above, to substitute other Defeasance Securities for the Defeasance Securities originally deposited, to reinvest the uninvested moneys on deposit for such defeasance and to withdraw for the benefit of the County moneys in excess of the amount required for such defeasance.

There is no assurance that the current law will not be changed in a manner which would permit investments other than those described above to be made with amounts deposited to defease the Bonds. Because the Order does not contractually limit such investments, registered owners will be deemed to have consented to defeasance with such other investments, notwithstanding the fact that such investments may not be of the same investment quality as those currently permitted under State law. There is no assurance that the ratings for U.S. Treasury securities used as Defeasance Securities or that for any other Defeasance Security will be maintained at any particular rating category.

Upon such deposit as described above, such Bonds shall no longer be regarded to be outstanding or unpaid and will cease to be outstanding obligations secured by the Order or treated as debt of the County for purposes of taxation or applying any limitation on the County's ability to issue debt or for any other purpose. After firm banking and financial arrangements for the discharge and final payment or redemption of the Bonds have been made as described above, all rights of the County to take any action amending the terms of the Bonds are extinguished.

AMENDMENTS

The County may from time to time, without the consent of any owner of the Bonds, except as otherwise described below, amend or supplement the Bond Order to (i) cure any ambiguity, defect or omission in the Order that does not materially adversely affect the interests of the owners, (ii) grant additional rights or security for the benefit of the registered owners, (iii) add events of default as shall not be inconsistent with the provisions of the Order and that shall not materially adversely affect the interests of the registered owners, (iv) qualify the Bond Order under the Trust Indenture Act of 1939 or corresponding provisions of federal laws from time to time in effect, or (v) make such other provisions in regard to matters or questions arising under the Bond Order as shall not be materially inconsistent with the provisions of the Bond Order and that shall not, in the opinion of bond counsel, materially adversely affect the interests of the registered owners.

Except as described above, a majority of the registered owners of Bonds then outstanding that are the subject of a proposed amendment shall have the right from time to time to approve any amendment to the Bond Order that may be deemed necessary or desirable by the County; provided, however, that without the consent of 100% of the registered owners in aggregate principal amount of the then outstanding Bonds, the County may not amend the

terms and conditions of the Bond Order or in any of the Bonds so as to (i) make any change in the maturity of any of the outstanding Bonds; (ii) reduce the rate of interest borne by any of the outstanding Bonds; (iii) reduce the amount of the principal payable on any outstanding Bonds; (iv) modify the terms of payment of principal or of interest on outstanding Bonds or any of them or impose any condition with respect to such payment; or (v) change the minimum percentage of the principal amount of the Bonds necessary for consent to such amendment.

If at any time the County shall desire to amend the Bond Order, the County shall send by U.S. mail to each registered owner of the affected Bonds a copy of the proposed amendment.

DEFAULT AND REMEDIES

The Bond Order does not provide for specific “events of default.” If the County defaults in the payment of principal or interest on the Bonds when due, or defaults in the observation or performance of any other covenants, conditions or obligations set forth in the Bond Order, the registered owners may seek a writ of mandamus to compel County officials to carry out their legally imposed duties with respect to the Bonds if there is no other available remedy at law to compel performance of the Bonds or the Bond Order and the County’s obligations are not uncertain or disputed. The issuance of a writ of mandamus is controlled by equitable principles and rests with the discretion of the court but may not be arbitrarily refused. There is no acceleration of maturity of the Bonds in the event of default and, consequently, the remedy of mandamus may have to be relied upon from year to year. The Bond Order does not provide for the appointment of a trustee to represent the interest of the holders of the Bonds upon any failure of the County to perform in accordance with the terms of the Bond Order, or upon any other condition and, accordingly, all legal actions to enforce such remedies would have to be undertaken at the initiative of, and be financed by, the registered owners.

On June 30, 2006, the Texas Supreme Court ruled in *Tooke v. City of Mexia*, 197 S.W.3d 325 (Tex. 2006) that a waiver of sovereign immunity in a contractual dispute must be provided for by statute in “clear and unambiguous” language. Chapter 1371, which pertains to the issuance of public securities by issuers such as the County, permits the County to waive sovereign immunity in the proceedings authorizing its bonds. Notwithstanding its reliance upon the provisions of Chapter 1371 in connection with the issuance of the Bonds, the County has not waived the defense of sovereign immunity with respect thereto. Because it is unclear whether the State legislature has effectively waived the County’s sovereign immunity from a suit for money damages, holders of the Bonds may not be able to bring such a suit against the County for breach of the obligations or the covenants in the Bond Order. Even if a judgment against the County could be obtained, it could not be enforced by direct levy and execution against the County’s property. Further, the registered owners cannot themselves foreclose on property within the County or sell property within the County to enforce the tax lien on taxable property to pay the principal of and interest on the Bonds. Furthermore, the County is eligible to seek relief from its creditors under Chapter 9 of the U.S. Bankruptcy Code (“Chapter 9”). Although Chapter 9 provides for the recognition of a security interest represented by a specifically pledged source of revenues, the pledge of ad valorem taxes in support of a general obligation of a bankrupt entity is not specifically recognized as a security interest under Chapter 9. Chapter 9 also includes an automatic stay provision that would prohibit, without Bankruptcy Court approval, the prosecution of any other legal action by creditors or holders of the Bonds of an entity which has sought protection under Chapter 9. Therefore, should the County avail itself of Chapter 9 protection from creditors, the ability to enforce would be subject to the approval of the Bankruptcy Court (which could require that the action be heard in Bankruptcy Court instead of other federal or state court); and the Bankruptcy Code provides for broad discretionary powers of a Bankruptcy Court in administering any proceeding brought before it. The opinion of Bond Counsel will note that all opinions relative to the enforceability of the Bond Order and the Bonds are qualified with respect to the customary rights of debtors relative to their creditors and principles of sovereign immunity, bankruptcy, reorganization and other similar matters affecting creditors' rights generally, and by general principles of equity which permit the exercise of judicial discretion.

PAYMENT RECORD

The County has never defaulted on the payment of its bonded indebtedness.

TRANSFER, REGISTRATION AND EXCHANGE OF BONDS

PAYING AGENT/REGISTRAR

The initial Paying Agent/Registrar for the Bonds is BOKF, NA in Dallas, Texas. In the Bond Order, the County retains the right to replace the Paying Agent/Registrar. The County covenants to maintain and provide a Paying Agent/Registrar at all times while the Bonds are outstanding, and any successor Paying Agent/Registrar must be a commercial bank or trust company organized under the laws of the State or other entity duly qualified and legally authorized to serve as and perform the duties and services of Paying Agent/Registrar. Upon any change in the Paying Agent/Registrar, the County agrees to promptly cause a written notice thereof to be sent to each registered owner of the Bonds by United States mail, first class, postage prepaid, which notice will also give the address of the new Paying Agent/Registrar.

Principal of the Bonds will be payable to the registered owner at maturity, or prior redemption, upon presentation at the principal office of the Paying Agent/Registrar; provided, however, that so long as Cede & Co. (or other DTC nominee) is the registered owner of the Bonds, all payments will be made as described under "BOOK-ENTRY-ONLY SYSTEM" herein. Interest on the Bonds will be payable by check, dated as of the interest payment date, and mailed by the Paying Agent/Registrar to registered owners as shown on the records of the Paying Agent/Registrar on the Record Date (as hereinafter defined), or by such other method, acceptable to the Paying Agent/Registrar, requested by, and at the risk and expense of, the registered owner. If the date for the payment of the principal of or interest on the Bonds is a Saturday, Sunday, legal holiday, or day on which banking institutions in the city where the Paying Agent/Registrar is located are authorized by law or executive order to close, then the date for such payment will be the next succeeding day which is not such a Saturday, Sunday, legal holiday, or day on which banking institutions are authorized to close; and payment on such date will have the same force and effect as if made on the original date payment was due.

SUCCESSOR PAYING AGENT/REGISTRAR

Provision is made in the Bond Order for replacement of the Paying Agent/Registrar. If the Paying Agent/Registrar is replaced by the County, the new Paying Agent/Registrar must accept the previous Paying Agent/Registrar's records and act in the same capacity as the previous Paying Agent/Registrar. Any Paying Agent/Registrar selected by the County must be either a qualified national or state banking or financial institution doing business under the laws of the United States of America or of any state, authorized under such laws to exercise trust powers and to serve as a paying agent/registrar. The successor Paying Agent/Registrar, if any, will be determined by the County.

TRANSFER, EXCHANGE, AND REGISTRATION

In the event the Book-Entry-Only System should be discontinued, printed Bonds will be delivered to the owners thereof and thereafter the Bonds may be transferred and exchanged on the registration books of the Paying Agent/Registrar only upon presentation and surrender to the Paying Agent/Registrar, and such transfer or exchange shall be without expense or service charge to the registered owner, except for any tax or other governmental charges required to be paid with respect to such registration, exchange and transfer. Bonds may be assigned by the execution of an assignment form on the respective Bonds or by other instrument of transfer and assignment acceptable to the Paying Agent/Registrar. New Bonds will be delivered by the Paying Agent/Registrar, in lieu of the Bonds being transferred or exchanged, at the designated office of the Paying Agent/Registrar, or sent by United States mail, first class, postage prepaid, to the new registered owner or his designee. To the extent possible, new Bonds issued in an exchange or transfer of Bonds will be delivered to the registered owner or assignee of the registered owner in not more than three business days after the receipt of the Bonds to be canceled, and the written instrument of transfer or request for exchange duly executed by the registered owner or his duly authorized agent, in form satisfactory to the Paying Agent/Registrar. New Bonds registered and delivered in an exchange or transfer shall be in any integral multiple of \$5,000 for any one maturity and for a like aggregate principal amount as the Bonds surrendered for exchange or transfer. See "BOOK-ENTRY-ONLY SYSTEM" herein for a description of the system to be utilized initially in regard to ownership and transferability of the Bonds.

LIMITATION ON TRANSFER OF BONDS

Neither the County nor the Paying Agent/Registrar shall be required to issue, transfer, or exchange any Bond (i) during the period commencing with the close of business on any Record Date (as defined herein) and ending with the opening of business on the next following principal or interest payment date, or (ii) with respect to any Bond or any portion thereof called for redemption prior to maturity, within 45 days prior to its redemption date.

RECORD DATE FOR INTEREST PAYMENT

The record date for determining the person to whom the interest is payable on any interest payment date (the “Record Date”) means the close of business on the last business day of the preceding month.

In the event of a non-payment of interest on a scheduled payment date, and for 30 days thereafter, a new Record Date for such interest payment (a “Special Record Date”) will be established by the Paying Agent/Registrar, if and when funds for the payment of such interest have been received from the County. Notice of the Special Record Date and of the scheduled payment date of past due interest (“Special Payment Date”, which must be 15 days after the Special Record Date) must be sent at least five business days prior to the Special Record Date by United States mail, first class postage prepaid, to the address of each registered owner of an Bond appearing on the registration books of the Paying Agent/Registrar at the close of business on the last business day preceding the date of mailing of such notice.

BOOK-ENTRY-ONLY SYSTEM

This section describes how ownership of the Bonds is to be transferred and how the principal of, premium, if any, and interest on the Bonds are to be paid to and credited by The Depository Trust Company (“DTC”), New York, New York, while the Bonds are registered in its nominee’s name. The information in this section concerning DTC and the Book-Entry-Only System has been provided by DTC for use in disclosure documents such as this Official Statement. The County and the Underwriters believe the source of such information to be reliable but take no responsibility for the accuracy or completeness thereof.

The County cannot and does not give any assurance that (1) DTC will distribute payments of debt service on the Bonds, or redemption or other notices, to DTC Participant, (2) DTC Participants or others will distribute debt service payments paid to DTC or its nominee (as the registered owner of the Bonds), or redemption or other notices, to the Beneficial Owners, or that they will do so on a timely basis, or (3) DTC will serve and act in the manner described in this Official Statement. The current rules applicable to DTC are on file with the Securities and Exchange Commission, and the current procedures of DTC to be followed in dealing with DTC Participants are on file with DTC.

DTC will act initially as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC’s partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered certificate will be issued for each maturity of the Bonds in the aggregate principal amount of such maturity and will be deposited with DTC.

DTC, the world’s largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both

U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has a Standard & Poor’s rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchasers of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC’s records. The ownership interest of each actual purchaser of each Bond (“Beneficial Owner”) is in turn to be recorded on the Direct and Indirect Participants’ records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC’s partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co., or such other DTC nominee, do not affect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the Paying Agent/Registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a maturity are being redeemed, DTC’s practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC’s Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the County as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.’s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

All payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC’s practice is to credit Direct Participants’ accounts upon DTC’s receipt of funds and corresponding detail information from the County or the Paying Agent/Registrar, on payable date in accordance with their respective holdings shown on DTC’s records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in “street name,” and will be the responsibility of such Participant and not of DTC nor its nominee, the Paying Agent/Registrar, or the County, subject to any statutory or regulatory requirements as may be in effect from time to time. All payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) are the responsibility of the County or the Paying Agent/Registrar, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the County. Under such circumstances, in the event that a successor securities depository is not obtained, Bonds are required to be printed and delivered.

The County may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Bonds will be printed and delivered in accordance with the terms of the Bond Order.

USE OF CERTAIN TERMS IN OTHER SECTIONS OF THIS OFFICIAL STATEMENT

In reading this Official Statement it should be understood that while the Bonds are in the Book-Entry-Only System, references in other sections of this Official Statement to registered owners should be read to include the person for which the Participant acquires an interest in the Bonds, but (i) all rights of ownership must be exercised through DTC and the Book-Entry-Only System, and (ii) except as described above, notices that are to be given to registered owners under the Bond Order will be given only to DTC.

Information concerning DTC and the Book-Entry-Only System has been obtained from DTC and is not guaranteed as to accuracy or completeness by, and is not to be construed as a representation by, the County or the Underwriters.

EFFECT OF TERMINATION OF BOOK-ENTRY-ONLY SYSTEM

In the event that the Book-Entry-Only System is discontinued by DTC or the use of the Book-Entry-Only System is discontinued by the County, printed Bonds will be issued to the holders and the Bonds will be subject to transfer, exchange and registration provisions as set forth in the Bond Order and summarized under “TRANSFER, REGISTRATION, AND EXCHANGE OF BONDS” above.

AD VALOREM TAX INFORMATION

OVERVIEW OF AD VALOREM TAX LAW

The appraisal of property within the County is the responsibility of the El Paso Central Appraisal District (the “Appraisal District”). Excluding agricultural and open-space land, which may be taxed on the basis of productive capacity, the Appraisal District is required under the Texas Property Tax Code (the “Tax Code”) to appraise all property within the Appraisal District on the basis of 100% of its market value and is prohibited from applying any assessment ratios. In determining the market value of property, different methods of appraisal may be used, including the cost method of appraisal, the income method of appraisal and the market data comparison method of appraisal, and the Appraisal District’s chief appraiser determines the method to be used. State law requires the appraised value of a residence homestead to be based solely on the property’s value as a residence homestead, regardless of whether residential use is considered to be the highest and best use of the property. State law further limits the appraised value of a residence homestead for a tax year to an amount not to exceed the lesser of (1) the property’s market value for the most recent tax year in which the market value was determined by the appraisal office or (2) the sum of (a) 10% of the property’s appraised value for the preceding tax year, plus (b) the property’s appraised value for the preceding tax year, plus (c) the market value of all new improvements to the property. The value placed upon property within the Appraisal District is subject to review by an Appraisal Review Board, consisting of members appointed by the Board of Directors of the Appraisal District. The Appraisal District is required to review the value of property within the Appraisal District at least every three years. The County may require an annual review at its own expense and is entitled to challenge the determination of appraised value of property within the County by a petition filed with the Appraisal Review Board.

Article VIII of the State Constitution (“Article VIII”) and the Tax Code provide for certain exemptions from property taxes, the valuation of agricultural and open-space lands at productivity value, and the exemption of certain personal property from ad valorem taxation. Reference is made to the Tax Code for identification of property subject to taxation; property exempt or which may be exempted from taxation, if claimed; the appraisal of property for ad valorem taxation purposes; and the procedures and limitations applicable to the levy and collection of ad valorem taxes.

Under Article VIII, Section 1-b, and the Tax Code, the governing body of a political subdivision, at its option, may grant:

- (1) An exemption of not less than \$3,000 of the market value of residence homesteads of persons 65 years of age or older and the disabled from all ad valorem taxes thereafter levied by the political subdivision. The County grants an exemption to the market value of the residence homestead of persons 65 years of age or older of \$20,000; the disabled are granted an exemption of \$20,000; and
- (2) An exemption of up to 20% of the market value of residence homesteads; with the minimum exemption being \$5,000. The County has granted an additional exemption of \$5,000 of the market value of residence homesteads.

In the case of residence homestead exemptions granted under Article VIII, Section 1-b, ad valorem taxes may continue to be levied against the value of homesteads exempted where ad valorem taxes have previously been pledged for the payment of debt if cessation of the levy would impair the obligation of the contract by which the debt was created.

Article VIII, Section 2 and the Tax Code, mandate an additional property tax exemption for disabled veterans or the surviving spouse or children of a deceased veteran who died while on active duty in the armed forces; the exemption applies to either real or personal property with the amount of assessed valuation exempted ranging from \$5,000 to a maximum of \$12,000; provided, however, that a disabled veteran who receives from the United States Department of Veterans Affairs or its successor 100 percent disability compensation due to a service-connected disability and a rating of 100 percent disabled or of individual unemployability is entitled to an exemption from taxation of the total appraised value of the veteran's residence homestead. Surviving spouses of a deceased veteran who had received a disability rating of 100% are entitled to receive a residential homestead exemption equal to the exemption received by the deceased spouse until such surviving spouse remarries. Effective January 1, 2018, a partially disabled veteran or the surviving spouse of a partially disabled veteran is entitled to an exemption equal to the percentage of the veteran's disability, if the residence was donated for less than market value to the veteran by a charitable organization.

Also, the surviving spouse of a member of the armed forces who is killed in action is entitled to a property tax exemption for all or part of the market value of such surviving spouse's residence homestead, if the surviving spouse has not remarried since the service member's death and said property was the service member's residence homestead at the time of death. Such exemption is transferable to a different property of the surviving spouse, if the surviving spouse has not remarried, in an amount equal to the exemption received on the prior residence in the last year in which such exemption was received.

Effective as of January 1, 2018, the surviving spouse of a first responder who is killed or fatally injured in the line of duty is entitled to a property tax exemption for all or part of the market value of such surviving spouse's residence homestead, if the surviving spouse has not remarried since the first responder's death and said property was the first responder's residence homestead at the time of death. Such exemption is transferable to a different property of the surviving spouse, if the surviving spouse has not remarried, in an amount equal to the exemption received on the prior residence in the last year in which such exemption was received.

Article VIII provides that eligible owners of both agricultural land (Section 1-d) and open-space land (Section 1 d-1), including open-space land devoted to farm or ranch purposes or open-space land devoted to timber production may elect to have such property appraised for property taxation on the basis of its productive capacity. The same land may not be qualified under both Section 1-d and 1-d-1.

Nonbusiness vehicles, such as automobiles or light trucks, are exempt from ad valorem taxation unless the governing body of a political subdivision elects to tax this property. The County has elected not to tax nonbusiness vehicles, and boats owned as nonbusiness property are exempt from ad valorem taxation. Qualified child care facilities are also exempt from ad valorem taxation.

Effective January 1, 2024, an appraisal district is prohibited from increasing the appraised value of real property during the 2024 tax year on certain non-homestead properties (the "Subjected Property") whose appraised values are not more than \$5,000,000 (the "maximum property value") to an amount not to exceed the lesser of: (1) the market value of the Subjected Property for the most recent tax year that the market value was determined by the appraisal office or (2) the sum of: (a) 20 percent of the appraised value of the Subjected Property for the preceding tax year; (b) the appraised value of the Subjected Property for the preceding tax year; and (c) the market value of all new improvements to the Subjected Property. After the 2024 tax year, through December 31, 2026 (unless extended by

the Legislature), the maximum property value may be increased or decreased by the product of the preceding state fiscal year's increase or decrease in the consumer price index, as applicable, to the maximum property value.

Freeport Exemption and Goods-in-Transit: Section 1-j of Article VIII provides for "freeport property" to be exempted from ad valorem taxation. Freeport property consists of goods detained in Texas for 175 days or less for the purpose of assembly, storage, manufacturing, processing or fabrication. Decisions to continue to tax may be reversed in the future; decisions to exempt freeport property are not subject to reversal. The County offers an exemption from ad valorem taxes for freeport property. "Goods in Transit", which are certain goods, principally inventory, that are stored, for the purposes of assembling, storing, manufacturing, processing or fabricating the goods, in a location that is not owned by the owner of the goods and are transferred from that location to another location within 175 days; a taxpayer may receive only one of the freeport exemptions or the goods-in-transit exemptions for items of personal property.

Reinvestment Zones: The Texas Constitution permits the creation of Tax Increment Reinvestment Zones ("TIRZ") within cities and counties to encourage the revitalization and redevelopment of underdeveloped areas thereof and to issue tax increment bonds for that purpose. Assessed values in a TIRZ at the time of its creation constitute the base value as to all governmental entities exercising taxing authority within a TIRZ. Tax receipts from increased assessed values from all taxing jurisdictions over the base value are placed in a trust fund and may be used to retire the bonds issued or to pay for capital improvements to revitalize a TIRZ.

Tax Freeze: The governing body of a county, municipality or junior college, may, on its own initiative or by a petition and referendum process, freeze the total amount of ad valorem taxes levied on the residence homestead of a disabled person or persons 65 years of age or older to the amount of taxes imposed in the year such residence qualified for such exemption. Such freeze on ad valorem taxes is transferable to a different residence homestead. Additionally, a surviving spouse of a taxpayer who qualifies for the freeze on ad valorem taxes is entitled to the same exemption so long as the property was the residence homestead of the surviving spouse when the deceased spouse died and remains the residence homestead of the surviving spouse and the spouse was at least 55 years of age at the time of the death of the individual's spouse. If improvements (other than repairs or improvements required to comply with governmental requirements) are made to the property, the value of the improvements is taxed at the then current tax rate, and the total amount of taxes imposed is increased to reflect the new improvements with the new amount of taxes then serving as the ceiling on taxes for the following years. Once established, the tax rate limitation may not be repealed or rescinded.

Tax Increment Financing Act: The Texas Legislature may authorize by general law the issuance of bonds or notes by incorporated cities or towns to finance the development or redevelopment of an unproductive, underdeveloped, or blighted area within the city or town and to pledge for repayment of those bonds or notes increases in ad valorem tax revenues imposed on property in the area of the city or town and other political subdivisions. In anticipation of the adoption of the constitutional amendment, the Legislature, in 1981, adopted the Texas Tax Increment Financing Act of 1981, which is currently codified in Chapter 311 of the Texas Tax Code (the "Act"). The Act has been upheld through court challenge.

The assessed value of property in a reinvestment zone at the time of the creation of the zone constitutes the base value as to all political subdivisions exercising taxing power within the reinvestment zone. Tax receipts from all such political subdivisions received as a result of increased assessed values over the base value (the tax increment) are placed in the tax increment fund and may be used to pay for capital improvements or to pay tax increment bonds or notes.

Tax Abatements: The County also may enter into tax abatement agreements to encourage economic development. Under the agreements, a property owner agrees to construct certain improvements on its property. The County, in turn, agrees not to levy a tax on all or part of the increased value attributable to the improvements until the expiration of the agreement. The abatement agreement could last for a period of up to 10 years.

Chapter 381 Agreements: The County is authorized, pursuant to Chapter 381, Texas Local Government Code, as amended ("Chapter 381"), to establish programs to promote state or local economic development and to stimulate business and commercial activity in the County. In accordance with a program established pursuant to Chapter 381, the County may make loans or grants of public funds for economic development purposes, however no obligations secured by ad valorem taxes may be issued for such purposes unless approved by voters of the County. The County may contract with the federal government, the State of Texas, another political subdivision, a nonprofit organization or any other entity, including private entities, for the administration of such a program.

Temporary Exemption for Qualified Property Damaged by a Disaster: The Property Tax Code provides for a temporary exemption from ad valorem taxation of a portion of the appraised value of certain property that is at least 15% damaged by a disaster and located within an area declared to be a disaster area by the governor of the State of Texas. This temporary exemption is automatic if the disaster is declared prior to a taxing unit, such as the County, adopting its tax rate for the tax year. A taxing unit, such as the County, may authorize the exemption at its discretion if the disaster is declared after the taxing unit has adopted its tax rate for the tax year. The amount of the exemption is based on the percentage of damage and is prorated based on the date of the disaster. Upon receipt of an application submitted within the eligible timeframe by a person who qualifies for a temporary exemption under the Property Tax Code, the Appraisal District is required to complete a damage assessment and assign a damage assessment rating to determine the amount of the exemption. The temporary exemption amounts established by the Property Tax Code range from 15% for property less than 30% damaged to 100% for property that is a total loss. Any such temporary exemption granted for disaster-damaged property expires on January 1 of the first year in which the property is reappraised. The Texas Legislature amended Section 11.35, Tax Code to clarify that “damage” for purposes of such statute is limited to “physical damage.” For more information on the exemption, reference is made to Section 11.35 of the Property Tax Code, as amended.

PUBLIC HEARING AND TAX RATE LIMITATIONS

The following terms as used in this section have the meanings provided below:

“adjusted” means lost values are not included in the calculation of the prior year’s taxes and new values are not included in the current year’s taxable values.

“de minimis rate” means the maintenance and operations tax rate that will produce the prior year’s total maintenance and operations tax levy (adjusted) from the current year’s values (adjusted), plus the rate that produces an additional \$500,000 in tax revenue when applied to the current year’s taxable value, plus the debt service tax rate.

“no-new-revenue tax rate” means the combined maintenance and operations tax rate and debt service tax rate that will produce the prior year’s total tax levy (adjusted) from the current year’s total taxable values (adjusted).

“special taxing unit” means a county for which the maintenance and operations tax rate proposed for the current tax year is 2.5 cents or less per \$100 of taxable value.

“unused increment rate” means the cumulative difference between a county’s voter-approval tax rate and its actual tax rate for each of the tax years 2022 through 2024, which may be applied to a county’s tax rate in tax years 2023 through 2025 without impacting the voter-approval tax rate.

“voter-approval tax rate” means the maintenance and operations tax rate that will produce the prior year’s total maintenance and operations tax levy (adjusted) from the current year’s values (adjusted) multiplied by 1.035, plus the debt service tax rate, plus the “unused increment rate.”

The County’s tax rate consists of two components: (1) a rate for funding of maintenance and operations expenditures in the current year (the “maintenance and operations tax rate”), and (2) a rate for funding debt service in the current year (the “debt service tax rate”). Under State law, the assessor for the County must submit an appraisal roll showing the total appraised, assessed, and taxable values of all property in the County to the Commissioners Court by August 1 or as soon as practicable thereafter.

A county must annually calculate its “voter-approval tax rate” and “no-new-revenue tax rate” (as such terms are defined above) in accordance with forms prescribed by the State Comptroller and provide notice of such rates to each owner of taxable property within the county. A county must adopt a tax rate before the later of September 30 or the 60th day after receipt of the certified appraisal roll, except that a tax rate that exceeds the voter-approval tax rate must be adopted not later than the 71st day before the next occurring November uniform election date. If a county fails to timely adopt a tax rate, the tax rate is statutorily set as the lower of the no-new-revenue tax rate for the current tax year or the tax rate adopted by the county for the preceding tax year.

As described below, the Property Tax Code provides that if a county adopts a tax rate that exceeds its voter-approval tax rate or, in certain cases, its “de minimis rate,” an election must be held to determine whether or not to reduce the adopted tax rate to the voter-approval tax rate.

A county may not adopt a tax rate that exceeds the lower of the voter-approval tax rate or the no-new-revenue tax rate until each appraisal district in which such county participates has delivered notice to each taxpayer of the estimated total amount of property taxes owed and the county has held a public hearing on the proposed tax increase.

For counties with a population of 30,000 or more as of the most recent federal decennial census, if the adopted tax rate for any tax year exceeds the voter-approval tax rate, that county must conduct an election on the next occurring November uniform election date to determine whether or not to reduce the adopted tax rate to the voter-approval tax rate.

For counties with a population less than 30,000 as of the most recent federal decennial census, if the adopted tax rate for any tax year exceeds the greater of (i) the voter-approval tax rate or (ii) the de minimis rate, the county must conduct an election on the next occurring November uniform election date to determine whether or not to reduce the adopted tax rate to the voter-approval tax rate. However, for any tax year during which a county has a population of less than 30,000 as of the most recent federal decennial census and does not qualify as a special taxing unit, if a county's adopted tax rate is equal to or less than the de minimis rate but greater than both (a) the no-new-revenue tax rate, multiplied by 1.08, plus the debt service tax rate or (b) the county's voter-approval tax rate, then a valid petition signed by at least three percent of the registered voters in the county would require that an election be held to determine whether or not to reduce the adopted tax rate to the voter-approval tax rate.

Any county located at least partly within an area declared a disaster area by the Governor of the State or the President of the United States during the current year may calculate its "voter-approval tax rate" using a 1.08 multiplier, instead of 1.035, until the earlier of (i) the second tax year in which such county's total taxable appraised value exceeds the taxable appraised value on January 1 of the year the disaster occurred, or (ii) the third tax year after the tax year in which the disaster occurred.

State law provides cities and counties in the State the option of assessing a maximum one-half percent (1/2%) sales and use tax on retail sales of taxable items for the purpose of reducing its ad valorem taxes, if approved by a majority of the voters in a local option election. If the additional sales and use tax for ad valorem tax reduction is approved and levied, the no-new-revenue tax rate and voter-approval tax rate must be reduced by the amount of the estimated sales tax revenues to be generated in the current tax year.

The calculations of the no-new-revenue tax rate and voter-approval tax rate do not limit or impact the County's ability to set a debt service tax rate in each year sufficient to pay debt service on all of the County's tax-supported debt obligations, including the Bonds. See "THE BONDS – Tax Rate Limitations" for a description of the debt service tax rate limitations applicable to the Bonds.

Reference is made to the Property Tax Code for definitive requirements for the levy and collection of ad valorem taxes and the calculation of the various defined tax rates.

2025 REGULAR AND SPECIAL LEGISLATIVE SESSIONS

The 89th Texas Legislature convened on January 14, 2025, and concluded on June 2, 2025 (the "89th Regular Session"). When the Legislature is not in session, the Governor of Texas (the "Governor") may call one or more special sessions, at the Governor's discretion, each lasting no more than 30 days, and for which the Governor sets the agenda. During the legislative session, the Legislature will consider a general appropriations act and may enact laws that materially change the Property Tax Code and other current law as it relates to ad valorem taxation, and the issuance of debt obligations such as the Bonds. The County can make no representations or predictions regarding any actions the Legislature has taken or may take during the 89th Regular Session, or any special session, or concerning the substance or effect of any legislation that may be passed during the 89th Regular Session or a future session of the Legislature.

PROPERTY ASSESSMENT AND TAX PAYMENT

Property within the County is assessed as of October 1 of each year (except for business inventory which may, at the option of the taxpayer, be assessed as of September 1); taxes become due January 1 of the following year and become delinquent on February 1 of the same year. Split payments are not permitted. Discounts are not allowed.

Taxpayers 65 years old or older are permitted by State law to pay taxes on homesteads in four installments with the first due on February 1 of each year and the final installment due on August 1.

PENALTIES AND INTEREST FOR DELINQUENCIES

Charges for penalty and interest on the unpaid balance of delinquent taxes are made as follows:

Month	Penalty	Interest	Total
February	6%	1%	7%
March	7%	2%	9%
April	8%	3%	11%
May	9%	4%	13%
June	10%	5%	15%
July	12%	6%	18%

After July, the penalty remains at 12% and interest accrues at a rate of one percent (1%) for each month or portion of a month the tax remains unpaid. A delinquent tax continues to accrue interest as long as the tax remains unpaid, regardless of whether a judgment for the delinquent tax has been rendered. The purpose of imposing such interest penalty is to compensate the taxing unit for revenue lost because of the delinquency. In addition the taxing unit may contract with an attorney for the collection of delinquent taxes and the amount of compensation as set forth in such contract may provide for a fee of up to 20% of the amount of delinquent tax, penalty, and interest collected. Under certain circumstances taxes which become delinquent on the homestead of a taxpayer 65 years old or older incur a penalty of 8% per annum with no additional penalties or interest assessed.

COUNTY APPLICATION OF THE TAX CODE

The County grants an exemption to the market value of the residence homestead of persons 65 years of age or older of \$20,000; disabled persons are also granted an exemption of \$20,000.

The County has granted part of the additional exemption of up to 20% of the market value of residence homesteads; the minimum exemption that can be granted being \$5,000.

The County does not tax nonbusiness personal property.

The County does not permit split payments of taxes or discounts for early payment of taxes.

The County exempts freeport property from ad valorem taxation.

The County does collect the additional one-half percent sales tax for reduction of ad valorem taxes.

The County does not tax "goods-in-transit".

The County has adopted a tax abatement policy and has granted various tax abatements and Chapter 381 economic development agreements.

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TABLE 1 – VALUATIONS, EXEMPTIONS, AND GENERAL OBLIGATION DEBT

2025-2026 Market valuation established by El Paso Central Appraisal District	\$95,143,928,879
Less: Market value lost to homestead and appraisal cap	5,099,529,013
Less: Exemptions/reductions at 100% market value:	
Residence homestead exemptions	842,924,946
Over 65 and disabled	1,175,539,187
Disabled veterans exemptions	3,710,649,356
Productivity value	242,566,870
Pollution Control	137,470,155
Abatements	-
Freeport Exemptions	3,333,065,733
Solar and wind-powered prorations and other	4,314,916
Other exemptions	8,604,219,293
Low income Housing	17,002,034
Total exemptions, appraisal cap and productivity loss	<u>23,167,281,503</u>
2025-2026 Net Taxable Assessed Valuation	\$71,976,647,376
Debt Payable from Ad Valorem Taxes (as of July 8, 2026) ⁽¹⁾	\$296,900,669
Interest and Sinking Fund (as of September 30, 2025)	\$3,501,893
Ratio of Debt to Taxable Assessed Valuation ⁽¹⁾	0.412495%
2025 Population ⁽²⁾	877,858
Per Capita Taxable Assessed Valuation	\$81,991.22
Per Capita Debt	\$338.21

⁽¹⁾ Includes the Bonds and excludes the Refunded Bonds. Includes the El Paso County, Texas Certificates of Obligation Taxable Series 2017, which are self-supporting debt.

⁽²⁾ U.S. Census Bureau estimate.

Source: Municipal Advisory Council of Texas, El Paso Central Appraisal District and El Paso County.

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AUTHORIZED BUT UNISSUED DEBT

Pursuant to the Election, the County has \$143,025,000 remaining in authorized but unissued debt payable from its collections of ad valorem taxes, and the issuance of the Bonds will extinguish approximately \$26,050,265 of such voted authorization from the Election. The County may also issue other obligations payable from its collection of ad valorem taxes, including certificates of obligation, public property finance contractual obligations, tax notes, and other long-term payment obligations made subject to annual appropriation. In addition, the County can enter into leases for various purposes, which also represent financial obligations thereof payable from annual appropriations of tax proceeds.

TABLE 2 – TAXABLE ASSESSED VALUATIONS BY CATEGORY

Taxable Appraised Value for the Fiscal Year Ended September 30:	2026	% of	2025	% of
<u>Category</u>	<u>Amount</u>	<u>Total</u>	<u>Amount</u>	<u>Total</u>
Real, Residential, Single-Family	\$45,817,542,817	63.66%	\$41,888,651,133	62.20%
Real, Residential, Multi-Family	3,528,020,506	4.90	3,805,543,013	5.65
Real, Vacant Lots/Tracts	908,373,371	1.26	652,372,177	0.97
Real, Colonia Lots	14,636,792	0.02	15,804,008	0.02
Real, Non-qualified Land	-	0.00	-	0.00
Real, Acreage (Land Only)	32,477,074	0.05	30,846,409	0.05
Real, Farm and Ranch Improvements	6,304,923	0.01	5,471,960	0.01
Real, Rural Farm Land Not Qualified for Open Space Appraisal and Improvements	347,836,997	0.48	339,991,091	0.00
Real, Commercial	12,389,283,768	17.21	11,714,081,495	17.39
Real, Industrial	1,639,020,152	2.28	1,506,972,087	2.24
Real, Non-producing Minerals	11,473	0.00	11,473	0.00
Real and Tangible Personal, Utilities	1,259,577,216	1.75	1,119,387,846	1.66
Tangible, Non-business Vehicles		0.00	306,156	0.00
Tangible Personal, Commercial	4,151,154,551	5.77	4,128,178,725	6.13
Tangible Personal, Industrial	1,178,467,324	1.64	1,133,329,733	1.68
Tangible Personal, Mobile Homes	300,038,051	0.42	245,655,878	0.36
Special Inventory	269,302,852	0.37	269,852,336	0.40
Real Property, Inventory	134,599,509	0.19	489,248,962	0.73
Total Taxable Assessed Valuation	<u>\$71,976,647,376⁽¹⁾</u>	100.00%	<u>\$67,345,704,482</u>	100.00%

Source: El Paso Central Appraisal District. Valuations are shown as of certification in July of the prior year.

⁽¹⁾ Taxable Assessed Value (TAV) differs from other tables herein, which show the certified TAV for the applicable year, because the detailed TAV by category shown above were not part of the certified TAV.

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TABLE 3 – VALUATION AND DEBT HISTORY

Fiscal Year Ended 9/30	Estimated Population ⁽¹⁾⁽⁴⁾	Taxable Assessed Valuation ⁽¹⁾⁽²⁾	Taxable Assessed Valuation Per Capita	Debt Outstanding At End of Year ⁽¹⁾	Ratio Debt To Taxable Assessed Valuation	Debt Per Capita
2009	764	\$32,348,301	\$42,341	\$161,990	0.501%	\$212.03
2010	773	33,686,895	43,579	155,055	0.460%	200.59
2011	800	33,925,367	42,407	148,015	0.436%	185.02
2012	821	34,720,650	42,291	142,250	0.410%	173.26
2013	827	36,087,791	43,637	234,570	0.650%	283.64
2014	836	36,646,191	43,835	226,015	0.617%	270.35
2015	841	36,938,330	43,922	216,320	0.586%	257.22
2016	839	38,086,184	45,395	199,475	0.524%	237.75
2017	840	38,963,518	46,385	187,090	0.480%	222.73
2018	841	39,837,041	47,369	176,611	0.443%	210.00
2019	841	41,810,754	49,716	162,959	0.390%	193.77
2020	839	42,852,234	51,075	150,111	0.350%	178.92
2021	866	44,824,042	51,760	142,912	0.319%	165.03
2022	868	47,577,796	54,813	169,729	0.357%	195.54
2023	870	54,553,395	62,705	254,774	0.467%	292.84
2024	873	60,161,508	68,914	234,256	0.389%	268.33
2025	875	67,345,088	76,715	293,818	0.436%	311.49
2026	878	71,976,647	81,991	296,900 ⁽³⁾	0.412%	338.21

⁽¹⁾ Amounts expressed in thousands.

⁽²⁾ Valuations are shown as of certification by El Paso County Appraisal District in July of the prior year.

⁽³⁾ Includes the Bonds and excludes the Refunded Bonds. Includes the El Paso County, Texas Certificates of Obligation Taxable Series 2017, which are self-supporting debt.

⁽⁴⁾ U.S. Census Bureau estimates.

Source: Municipal Advisory Council of Texas, El Paso Central Appraisal District and El Paso County.

TABLE 4 – TAX RATE, LEVY AND COLLECTION HISTORY

Fiscal Year Ended 9/30	Total Tax Rate	General Fund	Interest And Sinking Fund	Total Tax Levy	% Current Collections	% Total Collections
2009	\$0.361430	\$0.278270	\$0.083160	111,734,378	95.74%	99.46%
2010	0.338260	0.302560	0.035700	114,628,726	93.38%	99.54%
2011	0.363400	0.326400	0.037000	123,641,262	97.32%	99.43%
2012	0.361190	0.329270	0.031920	126,490,361	97.76%	100.00%
2013	0.408870	0.357256	0.051614	148,812,151	97.92%	99.92%
2014	0.433125	0.379029	0.054096	160,112,067	97.71%	99.00%
2015	0.452694	0.397928	0.054766	169,293,772	98.08%	99.20%
2016	0.452694	0.401819	0.050875	174,189,965	97.87%	98.92%
2017	0.452694	0.401487	0.051207	178,398,914	97.76%	98.97%
2018	0.452694	0.404746	0.047948	181,706,810	97.90%	98.75%
2019	0.447819	0.405971	0.041848	189,944,306	97.87%	99.44%
2020	0.488997	0.444645	0.044352	216,036,690	98.52%	99.64%
2021	0.488997	0.450290	0.038707	225,062,478	97.59%	99.10%
2022	0.470181	0.432010	0.038171	230,332,931	98.66%	99.43%
2023	0.426289	0.376264	0.050025	239,203,244	98.52%	99.54%
2024	0.458889	0.406984	0.051905	284,517,644	98.32%	99.30%
2025	0.426323	0.376119	0.050204	295,843,198	96.95%	97.93%
2026	0.458889	0.395292	0.065360	340,665,420	In Process	In Process

Source: Municipal Advisory Council of Texas, El Paso Central Appraisal District and El Paso County's Annual Financial Operation Data.

TABLE 5 – TEN LARGEST TAXPAYERS

<u>Name of Taxpayer</u>	<u>Nature of Property</u>	2025-2026 Taxable Assessed Valuation	% of 2025 Total Assessed Valuation	2025-2026 Total Assessed Valuation
El Paso Electric Company	Utility	\$1,186,096,923	1.65%	
Western Refining Company LP	Oil & Gas	571,383,250	0.79%	
Wal-Mart Stores Inc.	Retail	364,211,899	0.51%	
Texas Gas Service	Oil & Gas	259,659,420	0.36%	
Amazon.com Services LLC	Warehouse	226,190,468	0.31%	
River Oaks Properties LTD.	Real Estate	194,972,673	0.27%	
Union Pacific Railroad Company	Railroads	184,655,582	0.26%	
Emerald Pass 12101 Project LLC	Real Estate	180,235,587	0.25%	
Sierra Providence Physical Rehabilitation Hospital	Hospital	130,600,000	0.18%	
Simon Property Group	Mall	101,046,908	0.14%	
<u>Total</u>		<u>\$3,399,052,710</u>	<u>4.72%</u>	<u>\$71,976,647,376</u>

Source: Municipal Advisory Council of Texas, El Paso Central Appraisal District and El Paso County.

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TABLE 6—ASSESSED VALUATIONS, TAX RATES, OUTSTANDING DEBT OF OVERLAPPING TAXING JURISDICTIONS

Expenditures of the various taxing entities within the territory of the County are paid out of ad valorem taxes levied by such entities on properties within the County. Such entities are independent of the County and may incur borrowings to finance their expenditures. This statement of direct and estimated overlapping ad valorem tax debt (“Tax Debt”) was developed from information contained in “Texas Municipal Reports,” published by the Municipal Advisory Council of Texas, and other sources. **Except for the amounts relating to the County, the County has not independently verified the accuracy or completeness of such information, and no person should rely upon such information as being accurate or complete. Up-to-date information regarding the below information should be sought from each entity.** Furthermore, certain of the entities listed may have issued additional Tax Debt since the date hereof, and such entities may have programs requiring the issuance of substantial amounts of additional Tax Debt, the amount of which cannot be determined.

Governmental Subdivision	2025-2026 Taxable	2025-2026	Total Debt as of	Estimated	County's
	Assessed Valuation	Tax Rate	09/30/2025	Applicable%	Overlapping Funded Debt
El Paso County ⁽¹⁾	\$71,976,647,376	0.458889	\$296,900,669	100%	\$296,900,669
<u>Special Districts</u>					
University Medical Center	69,413,944,594	0.219526	53,430,000	100%	53,430,000
EPCO Emergency Service District No. 1	6,785,638,194	0.100000	-	100%	-
EPCO Emergency Service District No. 2	6,904,578,849	0.078856	-	100%	-
EPCO Tornillo Water Improvement District	139,372,625	0.084278	1,882,000	100%	1,882,000
Horizon Regional MUD	2,763,924,261	0.662788	219,394,985	100%	219,394,985
El Paso Community College	68,781,899,831	0.107786	105,140,000	100%	105,140,000
El Paso CO WCID #4	218,419,860	0.133970	15,256,000	100%	15,256,000
Paseo Del Este MUD #1	801,652,566	0.750000	12,655,000	100%	12,655,000
Paseo Del Este MUD #2	242,474,727	0.730800	10,510,000	100%	10,510,000
Paseo Del Este MUD #3	330,260,790	0.693700	6,005,000	100%	6,005,000
Paseo Del Este MUD #4	107,298,594	0.750000	10,005,000	100%	10,005,000
Paseo Del Este MUD #5	259,414,229	0.685200	7,985,000	100%	7,985,000
Paseo Del Este MUD #6	218,296,000	0.750000	16,860,000	100%	16,860,000
Paseo Del Este MUD #7	240,125,214	0.689400	12,015,000	100%	12,015,000
Paseo Del Este MUD #8	321,837,344	0.627800	6,735,000	100%	6,735,000
Paseo Del Este MUD #9	274,625,438	0.705000	8,680,000	100%	8,680,000
Paseo Del Este MUD #10	356,814,408	0.659100	7,990,000	100%	7,990,000
Paseo Del Este MUD #11	90,134,340	0.742300	2,675,000	100%	2,675,000
Hacienda Del Norte Water Improvement District	133,531,583	0.044517	-	100%	-
Lower Valley Water Authority	4,013,537,892	0.144716	48,045,000	100%	48,045,000
Downtown Management District	481,324,316	0.120000	-	100%	-
HMUD Hunt Communities DA	210,776,084	0.225000	-	100%	-
HMUD Hunt Properties DA	6,434,092	0.225000	-	100%	-
HMUD Rancho Desierto Bello DA	80,521,046	0.225000	1,615,000	100%	1,615,000
HMUD Ravenna DA	124,521,416	0.225000	-	100%	-
HMUD Summer Sky N DA	340,986	0.225000	-	100%	-
City of El Paso MMD #1	37,762,788	0.250000	7,590,000	100%	7,590,000
<u>Total Special Districts</u>			<u>\$554,467,985</u>		<u>\$554,467,985</u>

Governmental Subdivision	2025-2026 Taxable Assessed Valuation	2025-2026 Tax Rate	Total Debt as of 9/30/2025	Estimated % Applicable	County's Overlapping Funded Debt
Cities					
Town of Anthony	\$286,278,105	0.888550	\$3,258,000	100%	\$3,258,000
City of El Paso	52,929,666,571	0.761405	1,327,225,000	100%	1,327,225,000
Town of Horizon City	1,582,478,555	0.559362	45,740,000	100%	45,750,000
City of Socorro	2,224,719,517	0.666900	27,858,000	100%	27,858,000
City of San Elizario	340,169,717	0.348870	-	100%	-
Town of Clint	123,626,975	0.589445	-	100%	-
Village of Vinton	176,539,636	0.801437	7,561,000	100%	<u>7,561,000</u>
<u>Total Cities</u>			<u>\$1,411,652,000</u>		<u>\$1,411,652,000</u>
School Districts					
Anthony Independent School District	\$244,219,322	0.914688	\$2,255,000	100%	\$2,255,000
Canutillo Independent School District	3,708,142,214	1.155200	248,604,627	100%	248,604,627
Clint Independent School District	2,071,926,310	1.35200	124,651,416	100%	124,651,416
El Paso Independent School District	20,859,100,398	1.080700	803,956,499	100%	803,956,499
Fabens Independent School District	255,555,307	1.123100	18,245,000	100%	18,245,000
San Elizario Independent School District	325,587,755	0.885300	22,845,000	100%	22,845,000
Socorro Independent School District	16,246,497,529	1.058900	684,477,665	100%	684,477,665
Tornillo Independent School District	100,787,798	1.135800	12,835,800	100%	12,835,800
Ysleta Independent School District	8,209,026,265	1.231500	825,541,791	100%	825,541,791
<u>Total School Districts</u>			<u>\$2,743,412,798</u>		<u>\$2,743,412,798</u>
Total Direct and Overlapping Debt			<u>\$5,006,433,452⁽¹⁾</u>		
Ratio of Direct Overlapping Tax Debt to Taxable Assessed Valuation			6.96%		
Per Capita Overlapping Funded Debt			\$5,703.01		

Source: Municipal Advisory Council of Texas.

⁽¹⁾ Includes the Bonds and excludes the Refunded Bonds. Includes the El Paso County, Texas Certificates of Obligation Taxable Series 2017, which are self-supporting debt.

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DEBT INFORMATION

TABLE 7 –AD VALOREM TAX DEBT SERVICE REQUIREMENTS

<u>Fiscal</u> <u>Year</u> <u>Ending</u> <u>9/30</u>	<u>Outstanding</u> <u>Principal</u>	<u>Outstanding</u> <u>Interest</u>	<u>Total Outstanding</u> <u>Debt Service⁽¹⁾</u>	<u>Bonds⁽²⁾</u>			
				<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total Debt Service</u>
2026	\$34,518,188	\$10,914,628	\$45,432,816		\$219,199	\$219,199	\$45,652,015
2027	22,058,000	8,611,394	30,669,394	\$16,075,000	1,730,875	17,805,875	48,475,269
2028	21,173,000	7,495,400	28,668,400	3,510,000	1,241,250	4,751,250	33,419,650
2029	19,439,000	6,699,469	26,138,469	3,685,000	1,061,375	4,746,375	30,884,844
2030	20,120,000	5,892,033	26,012,033	3,870,000	872,500	4,742,500	30,754,533
2031	16,945,000	5,159,071	22,104,071	4,070,000	674,000	4,744,000	26,848,071
2032	17,261,000	4,408,530	21,669,530	4,275,000	465,375	4,740,375	26,409,905
2033	12,612,000	3,886,741	16,498,741	1,055,000	332,125	1,387,125	17,885,866
2034	11,113,000	3,334,370	14,447,370	1,105,000	278,125	1,383,125	15,830,495
2035	8,003,000	2,838,845	10,841,845	1,165,000	221,375	1,386,375	12,228,220
2036	5,314,000	2,485,126	7,799,126	1,220,000	161,750	1,381,750	9,180,876
2037	5,539,000	2,264,260	7,803,260	1,280,000	99,250	1,379,250	9,182,510
2038	5,640,000	2,032,116	7,672,116	1,345,000	33,625	1,378,625	9,050,741
2039	2,241,000	1,794,945	4,035,945				4,035,945
2040	2,312,000	1,727,746	4,039,746				4,039,746
2041	2,378,000	1,657,020	4,035,020				4,035,020
2042	2,453,000	1,583,030	4,036,030				4,036,030
2043	2,529,000	1,505,276	4,034,276				4,034,276
2044	2,615,000	1,423,745	4,038,745				4,038,745
2045	2,701,000	1,337,936	4,038,936				4,038,936
2046	2,787,000	1,247,850	4,034,850				4,034,850
2047	2,888,000	1,153,486	4,041,486				4,041,486
2048	2,994,000	1,049,183	4,043,183				4,043,183
2049	3,101,000	939,325	4,040,325				4,040,325
2050	3,217,000	823,914	4,040,914				4,040,914
2051	4,143,000	702,438	4,845,438				4,845,438
2052	4,269,000	540,159	4,809,159				4,809,159
2053	3,727,000	369,853	4,096,853				4,096,853
2054	3,830,000	191,255	4,021,255				4,021,255
2055	51,000	3,616	54,616				54,616
2056	52,000	2,200	54,200				54,200
2057	54,000	743	54,743				54,743
Total	\$248,077,188	\$84,075,702	\$332,152,890	\$42,655,000	7,390,824	50,045,824	\$382,198,714

⁽¹⁾ Excludes the Refunded Bonds.

⁽²⁾ Interest calculated at the rates shown on the inside cover page hereof.

TABLE 8 – INTEREST AND SINKING FUND BUDGET PROJECTIONS

Interest and Sinking Fund Balance, 09/30/2025	\$3,501,893
2025 Interest and Sinking Fund Tax Levy @ 100% Collection	45,560,406
Delinquent and penalty and interest collections	-
Interest earned during the year	453,294
Other financing sources	0
Excess Sales Tax	1,898,880
General Purpose Debt Service Requirements, Fiscal Year Ending 09/30/2026	(46,536,610)
Prior Period Adjustment	-
Ending Balance, 09/30/2026	<u>\$4,877,863</u>

Source: El Paso County.

TABLE 9 – OTHER OBLIGATIONS

The following information summarizes information regarding other obligations of the County as of September 30, 2025. Further detailed descriptions of this information can be found in the fiscal year 2025 Annual Comprehensive Financial Report filed with the Municipal Securities Rulemaking Board.

As of September 30, 2025, the County had 34 active leases. The leases have interest rates that range from 0.328 percent to 14.8283 percent. As of September 30, 2025, the total combined value of the lease liability is \$6.4 million, the total combined value of the short-term lease liability is \$2.1 million. The leases had \$9.0 thousand of variable payments, not included in the lease liability, within the fiscal year.

The future minimum lease payments for leases as of September 30, 2025, for the County are as follows:

<u>Year ending September 30</u>	<u>Principal</u>	<u>Interest (In Thousands)</u>	<u>Total</u>
2026	\$ 2,085	\$ 195	\$ 2,280
2027	2,104	134	2,238
2028	1,216	74	1,290
2029	885	25	910
2030	26	1	27
2031 - 2035	22	2	24
2036 - 2040	1	1	2
2041 - 2045	2	1	3
2046 - 2050	2	1	3
2051 - 2055	2	1	3
2056 - 2060	2	1	3
2061 - 2065	2	-	2
2066 - 2070	2	-	2
	<u>\$ 6,351</u>	<u>\$ 436</u>	<u>\$ 6,787</u>
Total			
Cumulative Variance as of 09/30/2025	\$ 302		
	<u>\$ 6,049</u>		

Subscription liabilities

For the year ended September 30, 2025, the financial statements include the adoption of GASB Statement No. 96, Subscription Based Information Technology Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about the County's subscription activities. This statement establishes a single model for subscription of accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this statement, the County is required to recognize a subscription liability and an

intangible right-to-use subscription asset. As of September 30, 2025, the County had 56 active subscriptions. The subscriptions have interest rates that range from 2.310 percent to 3.631 percent. The combined value of the subscription liability is \$4.5 million and the total combined value of the short-term subscription liability is \$4.5 million and the total combined value of the short-term subscription liability is \$2.8 million. The County has various Subscription Based Information Technology Arrangements (“SBITAs”) with terms that expire in various years through 2030. The future minimum lease payments for equipment leases as of September 30, 2025, for the County are as follows:

Year ending September 30	Principal	Interest (In Thousands)	Total
2026	\$ 2,810	\$ 113	\$ 2,923
2027	959	111	1,070
2028	439	71	510
2029	318	28	346
2030	11	-	11
Total	<u>\$ 4,537</u>	<u>\$ 323</u>	<u>\$ 4,860</u>

UMC has various SBITAs, the terms of which expire in various years through 2031. The subscription liabilities are measured at the present value of the subscription payments expected to be made during the subscription term. Variable payments based upon the use of the underlying asset are not included in the subscription liability because they are not fixed in substance. During the year ended September 30, 2025, UMC recognized approximately \$16.6 million of subscription expense for variable payments not previously included in the measurement of the subscription liability. As of September 30, 2025, the schedule by year of payments under the SBITAs for UMC is as follows:

Year ending September 30	Total to be Paid	Principal (In Thousands)	Interest
2026	\$ 10,607	\$ 10,007	\$ 600
2027	8,478	8,178	300
2028	2,224	2,109	115
2029	2,046	1,999	47
2030	287	279	8
2031	103	101	2
Total	<u>\$23,745</u>	<u>\$22,673</u>	<u>\$ 1,072</u>

Direct placement revenue bonds and certificate of obligation debt service requirements to maturity for business-type activities are as follows:

Year ending September 30	Business Type Activities	
	Direct Placements	
	Principal	Interest
	(In thousands)	
2026	108	114
2027	121	111
2028	122	107
2029	124	100
2030	126	99
2031 - 2035	715	432
2036 - 2040	644	315
2041 - 2045	591	241
2046 - 2050	667	244
2051 - 2055	680	86
2056 - 2060	409	15
Total	<u>\$4,307</u>	<u>\$1,864</u>

Changes in the Total OPEB Liability

	Total OPEB Liability
Total OPEB Liability – Beginning	\$ 56,733
Service Cost	3,573
Interest on total OPEB liability	2,176
Changes of benefit terms	-
Difference between expected and actual experience of the total OPEB	(121)
Changes of assumptions or other inputs	(2,361)
Benefit payments	(1,616)
Net change in total OPEB liability	1,651
Total OPEB Liability - Ending	\$ 58,384

ANTICIPATED ISSUANCE OF GENERAL OBLIGATION DEBT

The County is considering and may issue additional general obligation bonds, certificates of obligation, or tax anticipation notes within the next twelve months. Pursuant to the Election, the County is considering issuing general obligation debt to finance projects approved by voters, including projects related to parks and recreation, the County’s medical examiner’s office, and animal shelter. The timing and amounts to be issued are unknown at this time. See “AD VALOREM TAX INFORMATION – AUTHORIZED BUT UNISSUED DEBT.” The County is also considering requesting assistance from state agencies.

CONTINGENT LIABILITIES

A discussion of the financial impact of certain contingent liabilities of the County is disclosed in Note 3.G of the County’s audited financial statements attached hereto as Appendix B. The County is contingently liable in regard to lawsuits and other claims in the ordinary course of its operations. The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County Attorney that resolution of these matters will not have a material adverse effect on the financial condition of the government. As of September 30, 2025, an amount of \$2,100,000 for probable losses has been accrued as a loss contingency.

PENSION FUND

Retirement System. The County (together with University Medical Center (“UMC”), El Paso County Emergency Services District #1 (“ESD1”), and El Paso County Emergency Services District #2 (“ESD2”)) provides retirement, disability, and death benefits for all of its full-time employees and part-time employees through a nontraditional, defined benefit pension plan in the statewide Texas County and District Retirement System (“TCDRS”). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 738 nontraditional defined benefit pension plans. TCDRS in the aggregate issues an annual comprehensive financial report (ACFR) on a calendar year basis. The ACFR is available upon written request from the TCDRS Board of Trustees at Barton Oaks Plaza IV Ste. 500, 901 S. MoPac Expy., Austin, Texas, 78746 or from the website www.tcdrs.org.

The plan provisions with respect to County employees (not UMC, ESD1 or ESD2 employees) are adopted by the Commissioners Court, within the options available in the State statutes governing TCDRS (TCDRS Act). Members can retire at age 60 and above with eight or more years of service, with 20 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 eight years but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by the County.

Benefit amounts are determined by the sum of the employee’s contributions to the plan, with interest, and County-financed monetary credits. The level of these monetary credits is adopted by the Commissioners Court within the

actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the commitment of the County to contribute. At retirement, disability, or death, the benefit is calculated by converting the sum of the employee's accumulated contributions and the County-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TDCRS Act.

The County's contributions to TCDRS for the year ended September 30, 2025 were \$43.7 million and equal to the required contributions.

For more information regarding the County's pension obligations, see Appendix B – "El Paso County, Texas Comprehensive Annual Financial Report for the Year Ended September 30, 2025," Note 3I.

OTHER POST-EMPLOYMENT BENEFITS

The County provides post-retirement medical and prescription drug benefits for retirees as they reach normal retirement age. Dependent family members are included in the plan, if at the time of the employee's retirement they were covered by the County's health plan. The Plan is a single-employer, self-funded benefit plan administered by a third party administrator and the County purchases stop loss insurance for claims that exceed a determined threshold. The Plan does not issue a stand-alone financial report, as there are no assets legally segregated for the sole purpose of paying benefits under the Plan.

As of December 31, 2024, there were 2,807 active employees, and 220 inactive plan members or their beneficiaries currently receiving benefit payments. The Plan provides for separate rate schedules for active employees, retirees and retirees over 65. The County's total OPEB liability reported at September 30, 2025 was \$58.4 million with a measurement date of December 31, 2024. For more information regarding the County's OPEB liabilities, see Appendix B – "El Paso County, Texas Comprehensive Annual Financial Report For The Year Ended September 30, 2025," Note 3J.

REVENUE BONDS OUTSTANDING

The County has issued bonds and a certificate of obligation where the County pledged income derived from the acquired or constructed assets to pay debt service. The revenue bonds and certificate of obligation have principal maturities on February 15th. Interest is payable semi-annually on February 15th and August 15th. The revenue bonds and certificate of obligation outstanding for business type activities are as follows:

Purpose	Interest Rates	Issue Date	Maturity Date	Amount
			(In thousands)	
El Paso County Water System \$1,050,000 East Montana Waterworks System Revenue Bonds, Series 1997-A	4.875%	1997	2037	\$ 560
\$272,000 Mayfair/Nuway Water System Revenue Bonds, Series 2012	2.25%	2012	2052	216
\$500,000 Colonia Revolución Water System Revenue Bonds, Series 2013	2.25%	2013	2053	401
El Paso County Sewer System \$1,334,000 Desert Acceptance Taxable Certificate of Obligation, Series 2017	2.75%	2018	2057	1,182
El Paso County Hilcrest Water System \$2,356,000 Texas Water System Revenue Bonds, Serie 2022	2.375%	2022	2051	1,948
Total				<u>\$ 4,307</u>

FINANCIAL INFORMATION

TABLE 10 – GENERAL FUND REVENUES AND EXPENDITURE HISTORY

	2025	2024	2023	2022	2021
Revenues					
Taxes	\$350,668,602	\$334,469,792	\$291,285,137	\$288,394,501	\$274,409,316
Licenses and permits	330,475	326,896	347,609	275,393	266,733
Intergovernmental revenues	10,916,400	8,526,780	6,459,188	11,536,581	6,505,200
Charges for services	25,801,113	23,368,259	31,786,449	37,799,051	30,654,384
Fines and Forfeitures	4,741,572	3,863,057	3,023,444	2,907,226	3,119,178
Interest	9,871,403	14,434,838	12,619,155	2,207,929	374,055
Miscellaneous	863,535	2,586,851	1,312,714	658,591	1,353,884
Total Revenues	<u>\$403,193,100</u>	<u>\$387,576,473</u>	<u>\$346,833,696</u>	<u>343,832,571</u>	<u>316,682,750</u>
Expenditures					
Current:					
General Government	95,456,600	95,987,953	81,138,272	69,866,821	61,019,100
Administration of justice	93,599,027	92,697,379	83,365,912	72,380,074	68,355,443
Public safety	167,808,228	151,514,938	150,688,097	138,995,060	125,935,893
Health and welfare	12,652,090	12,904,751	9,655,531	10,752,616	9,539,411
Community services	469,276	577,421	272,007	344,731	0
Resource development	4,044,006	2,727,171	2,981,723	1,286,678	9,342,692
Culture and recreation	8,613,719	8,996,817	8,384,457	7,239,792	7,179,614
Public works	1,647,159	1,741,354	1,415,458	172,216	118,534
Capital outlays	1,443,951	6,460,145	5,326,497	5,212,785	13,159,394
Total expenditures	<u>\$385,734,056</u>	<u>\$373,607,929</u>	<u>\$343,227,954</u>	<u>306,250,773</u>	<u>294,650,081</u>
Excess of revenues over (under) expenses	<u>17,459,044</u>	<u>13,968,744</u>	<u>3,605,742</u>	<u>37,581,798</u>	<u>22,032,669</u>
Other Financing Sources (Uses)					
Transfers in	2,347,658	3,525,540	1,769,742	803,000	1,293,429
Transfers out	(14,897,256)	(24,371,860)	(23,438,689)	(20,873,393)	(22,951,593)
Capital leases	-	-	-	-	299,817
Loans	-	800,000	-	-	-
RTU leases	3,767,639	2,488,890	2,589,715	633,057	-
RTU SBITAs	926,490	1,608,425	2,088,638	-	-
Sale of capital assets	-	-	-	-	-
Total other financing sources (uses)	<u>(\$7,855,469)</u>	<u>(\$15,949,005)</u>	<u>(\$16,990,594)</u>	<u>(\$19,437,336)</u>	<u>(\$21,358,347)</u>
Net change in fund balances	9,603,575	(1,980,261)	(13,384,852)	18,144,462	674,322
Fund Balances - Beginning	96,228,048	98,208,309	115,779,877	96,377,424	95,799,993
Prior period adjustment	-	-	(4,133,193)	1,269,152	(76,933)
Net change in reserve for inventories	-	-	(53,523)	(11,161)	(19,958)
Fund Balance - Ending	<u>105,831,623</u>	<u>96,228,048</u>	<u>98,208,309</u>	<u>115,779,877</u>	<u>96,377,424</u>

Note: Due to rounding, some figures presented in this table may not correspond exactly to the data reported in the Annual Comprehensive Financial Reports ("ACFR").

Source: El Paso County's ACFR.

TABLE 11 – MUNICIPAL SALES TAX

The Texas Tax Code provides that certain cities and counties in the State may levy an additional one-half cent sales tax on retail sales of taxable items. If the additional tax is levied, the no-new revenue tax rate and the voter approval tax rate calculations are required to be offset by the revenue that will be generated by the sales tax in the current year. The County elected to collect the additional one-half cent sales tax as of January 1, 1988. Tax collections from this source are as follows:

Fiscal Year Ended 9/30	Amount Collected	% of Ad Valorem Tax Levy	Equivalent of Ad Valorem Tax Rate	Per Capita Tax Collection
2005	27,704,332	30.38	0.1219	37.20
2006	31,117,468	31.90	0.1164	37.95
2007	32,985,941	32.02	0.1100	41.21
2008	35,308,357	32.76	0.1073	42.24
2009	34,125,702	29.88	0.1011	44.47
2010	35,426,489	28.71	0.1043	44.68
2011	38,595,715	30.78	0.1112	45.82
2012	38,889,557	26.36	0.1078	48.21
2013	40,199,680	25.35	0.1086	47.38
2014	42,045,731	24.14	0.1125	48.57
2015	43,869,733	25.44	0.1141	50.30
2016	44,458,714	24.65	0.1030	48.32
2017	45,918,087	25.46	0.1063	49.91
2018	48,353,155	25.82	0.1120	52.56
2019	50,711,411	28.12	0.1258	60.42
2020	53,093,588	24.22	0.1154	63.26
2021	61,023,329	27.28	0.1247	70.49
2022	69,381,521	29.83	0.1238	79.94
2023	73,020,380	26.45	0.1179	83.94
2024	74,367,730	26.14	0.1236	84.92
2025	83,431,991*	28.20	0.1239	95.27

Ad Valorem Tax Levy \$295,843,198

Population⁽¹⁾ 877,858

Taxable Value \$67,345,088,235

*FY ending 2025 includes an extra month. Sales tax is received two months in arrears. Prior to FY 2025, the County was posting September through August in the same year and now they are posting October through September. FY ending 2026 will have 12 payments again.

⁽¹⁾ U.S. Census Bureau estimate for Fiscal Year 2025.

ACCOUNTING AND FINANCIAL POLICIES

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

All governmental funds are reported using a current financial resources measurement focus. Ordinarily, only current assets and current liabilities are included on the balance sheet with this measurement focus. The operating statements of the funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become measurable and available). In the case of the County, “measurable” means the amount of the transaction can be determined and “available”

means collectible within the current period or soon thereafter to pay liabilities of the current period. Expenditures are generally recognized under the accrual basis of accounting when the related fund liability is incurred.

Revenues susceptible to accrual include property taxes, fines, forfeitures, special assessments, licenses, interest income and charges for services. Sales and use taxes collected and held by the State at fiscal year-end on behalf of the County are also recognized as revenue. Permits are not susceptible to accrual because generally they are not measurable.

Deferred revenues arise when potential revenues do not meet both the measurable and available tests for recognition in the current period. Deferred revenues also come about when resources are received by the County before the County is legally entitled to them. In succeeding periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred revenue is removed from the statements and revenue is recognized.

The County reports the following major governmental funds:

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

Special Revenue - Grants Funds. Special Revenue – Grants Funds are used to account for funds received from federal, state and local agencies for specific programs and services for the community. Federal funds include those received from the U. S. Department of Health and Human Services, U. S. Department of Justice, U. S. Department of Homeland Security, Office of National Drug Control Policy, U. S. Department of Agriculture, among others. State funds include those received from the Office of the Governor, Texas Department of Transportation, Texas Department of Public Safety, Texas Attorney General, Texas Department of Housing and Community Affairs, and others. Local funds are from the City and other local agencies.

Enterprise Funds. The County reports enterprise funds as major proprietary funds. The enterprise fund account for the activities of the County Water Systems consisting of East Montana Water Project, Mayfair/Nuway Water Project, Colonia Revolución Water Project, Vista Del Este Water Project, Hill Crest Water Project, County Sewer System (Desert Acceptance Sewer project), and County Solid Waste. User charges are used to pay a portion of the debt on the revenue bonds for the East Montana Water Project, plus the operating expenses for both enterprise funds.

Individual fund data for each of the non-major governmental funds is provided in the form of combining statements in Appendix B.

The County reports the following non-major governmental funds:

Capital Projects Funds. Capital Projects Funds are used to account for the financial resources secured through the sale of debt obligations and a 2 cent allocation of Maintenance and Operating ad valorem taxes to fund a multitude of County projects, throughout the County to include the flood control, renovations to existing and construction of new County facilities, improvements to the County's Information Technology Systems, and the replacement of vehicles for the Sheriff's Department and other County departments.

Special Revenue Funds. Special Revenue Funds are used to account for specific revenue resources that are restricted or committed for specified purposes other than debt service or capital projects.

Debt Service Funds. Debt Service Funds are used to account for financial resources that are restricted, committed, or assigned to expenditure for principal and interest on long-term obligation debt of the County.

The County additionally reports the following Fund types:

Internal Service Funds. Internal Service Funds account for the health benefits provided to County employees, retirees and dependents. The workers' compensation benefits fund is also accounted for in the Internal Service Funds. Contributions to the funds are made as charges to the departments for covered employees along with contributions from employees and retirees to the health fund.

Fiduciary Funds. Fiduciary Funds are used to account for assets held in either a trustee capacity or in a custodial capacity for individuals, private organizations, other governmental units, and/or other funds meeting the criteria established in GASB 84, *Fiduciary Activities*. Fiduciary funds are reported in one of four categories based on applicability of (1) (3) private purpose funds, and (4) custodial funds. Private-purpose trust funds report all other trust arrangements whose principal and interest benefit individuals, private organizations, or other governments.

Custodial funds report all other assets, not held in trust, the County holds on behalf of others in a purely custodial capacity. These funds include:

County Attorney Bad Check Trust Fund. The County Attorney Bad Check Trust Fund is used to account for the collections and disbursement of insufficient fund checks filed with the County Attorney by area merchants.

District Attorney Seizures Fund. The District Attorney Seizures Fund is used to account for multi-agency seizures held pending disposition by the Courts.

El Paso County Community Supervision and Corrections Fund. The El Paso County Community Supervision and Corrections Fund is used to account for the activities of the State Adult Probation Department.

Sheriff's Task Force Seizures Fund. The Sheriff's Task Force Seizures Fund is used to account for funds seized by various initiatives of the Sheriff's Department and held pending disposition by the Courts.

Unclaimed Fund. The Unclaimed Fund is used to account for funds that have been issued to individuals and entities and not claimed. These funds are held until claimed. After three years, the funds greater than \$100 that remain unclaimed are remitted to the state. Funds under \$100 are transferred to the general fund.

Bail Bond Fund. The Bail Bond Fund is used to account for cash held as collateral for bonds posted by bail bond companies to secure their client's release cash bail.

Other Elected Officials Fund. The Other Elected Officials Fund is used to account for the collections of various County officials pending the allocation to the County, other governmental entities, or individuals

Budgetary Procedures. Annual budgets are approved and utilized for the general fund, special revenue, and debt service funds. Annual budgets for the debt service funds are adopted by fund type in the aggregate. Other annual budgets are adopted at the aggregate level by function, and appropriations expire at fiscal year-end. The special revenue-grants funds and capital projects are adopted as grants are awarded or funds are received and can extend past the fiscal year. Budgets are used as a management control device in order to comply with granting agencies' provisions. Budgets for capital projects are adopted as capital projects and are established and budgeted by project need.

Formal budgetary integration is employed for the general, special revenue, grants, and debt service funds. Capital projects funds are ordinarily more project oriented than period oriented, thus, project-length budgets for all capital projects funds are utilized and appropriations at year-end carry forward to subsequent years until the project completion. Budgets for all funds are prepared on the modified accrual basis. Formal budgetary integration is not employed in the Internal Service Funds.

The County has two special revenue funds that were not included in the adopted budget. These funds are the County Attorney Bad Check Operating Fund, which is legally controlled at the discretion of the County Attorney, and the Elections Contract Service Fund, which is for funds received by the elections department for holding special elections for other entities.

The annual adopted budget for fiscal year 2025 totaled \$584.5 million. Throughout the year, the Commissioners Court amended the budget for an aggregate increase total of \$68.9 million and reappropriations of \$456.8. These increases represented statutorily provided increases for additional funding by granting agencies and intergovernmental agreements bringing the overall budget total to \$1.110 billion.

Fund Investments. Cash and cash equivalents as reported by the County and the component units represent cash on hand, demand deposits, negotiable order of withdrawal (NOW) accounts, and short-term investments with original maturities of three months or less from the date of acquisition.

County policy and State law require that all monies deposited in a depository bank be completely insured by the Federal Deposit Insurance Corporation or fully collateralized with securities of the United States or its agencies.

Governmental Accounting Standards Board Statement Number 40 "*Deposit and Investment Risk Disclosures, an amendment to GASB Statement Number 3*", establishes and modifies disclosure requirements related to investment risks associated with credit risk (including custodial credit risk and concentrations of credit risk), interest rate risk, and foreign currency risk. To limit the concentration of credit risk, the County has an established policy, whereby

the maximum aggregate for all investments in obligations of U. S. Agencies and Instrumentalities shall not exceed 100 percent. The County has also established interest rate risk policies that limit the maximum maturity of any one security to 10 years or less.

The County is not exposed to foreign currency risk since County policy prohibits investment in any foreign investments.

Governmental Accounting Standards Board Statement (GASB) Number 59 became effective for fiscal years beginning after June 15, 2010. Statement No. 59 requires external investment pools that operate in conformity with the Securities and Exchange Commission (SEC) Rule 2a7 as promulgated under the Investment Company Act of 1940, as amended, to report investments using the net asset value per share method calculated on a basis other than fair value, such as “amortized cost” method that provides a net asset value per share that approximates fair value. To qualify as a 2a-7-like pool, the pool should satisfy all SEC requirements of Rule 2a-7, including that a group of individuals fulfills the functions of a board of directors.

Investments reported on the balance sheet are stated at amortized fair value. All of the County’s investments are purchased with maturities of ten years or less. In accordance with the Public Funds Investment Act, all County investments are in United States Treasury Securities, agency securities, TexPool, TexPool Prime, certificates of deposit or commercial paper through an authorized investment pool. All certificates of deposit are fully insured by the Federal Deposit Insurance Corporation and/or fully collateralized with United States Treasury or agency securities. United States Treasury Securities are backed by the full faith and credit of the United States.

Federal agencies have no expressed liability assumed by the U.S. Government; however, the agencies are required to maintain secured advances, guaranteed mortgages, U.S. Government securities or cash in an amount equal to the amount of the consolidated bonds and discount notes outstanding. Securities pledged to the County as collateral are held by a third party bank in the County’s name.

INVESTMENTS

The County invests its funds in investments authorized by State law in accordance the Public Funds Investment Act, Chapter 2256, Texas Government Code, as amended (the “PFIA”), and in accordance with investment policies approved by the Commissioners Court of the County. Both State law and the County’s investment policies are subject to change.

LEGAL INVESTMENTS

Under Texas law, the County is authorized to invest in (1) obligations, including letters of credit, of the United States or its agencies and instrumentalities, including the Federal Home Loan Banks; (2) direct obligations of the State or its agencies and instrumentalities; (3) collateralized mortgage obligations issued by a federal agency or instrumentality of the United States, the underlying security for which is guaranteed by an agency or instrumentality of the United States; (4) other obligations, the principal and interest of which are unconditionally guaranteed or insured by, or backed by the full faith and credit of, the State or the United States or their respective agencies and instrumentalities, including obligations that are fully guaranteed or insured by the Federal Deposit Insurance Corporation (the “FDIC”) or by the explicit full faith and credit of the United States; (5) obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent; (6) bonds issued, assumed, or guaranteed by the State of Israel; (7) interest-bearing banking deposits that are guaranteed or insured by the FDIC or the National Credit Union Share Insurance Fund (the “NCUSIF”) or their respective successors; (8) interest-bearing banking deposits, other than those described in clause (7), that (i) are invested through a broker or institution with a main office or branch office in this state and selected by the County in compliance with the PFIA, (ii) the broker or institution arranges for the deposit of the funds in one or more federally insured depository institutions, wherever located, for the County’s account, (iii) the full amount of the principal and accrued interest of the banking deposits is insured by the United States or an instrumentality of the United States, and (iv) the County appoints as its custodian of the banking deposits, in compliance with the PFIA, the institution in clause (8)(i) above, a bank, or a broker-dealer; (9) certificates of deposit and share certificates meeting the requirements of the PFIA (i) that are issued by an institution that has its main office or a branch office in the State and are guaranteed or insured by the FDIC or the NCUSIF, or their respective successors, or are secured as to principal by obligations described in clauses (1) through (8), above, or secured in accordance with Chapter 2257, Texas Government Code, or in any other manner and

amount provided by law for County deposits, or (ii) where (a) the funds are invested by the County through a broker or institution that has a main office or branch office in the State and selected by the County in compliance with the PFIA, (b) the broker or institution arranges for the deposit of the funds in one or more federally insured depository institutions, wherever located, for the account of the County, (c) the full amount of the principal and accrued interest of each of the certificates of deposit is insured by the United States or an instrumentality of the United States; and (d) the County appoints, in compliance with the PFIA, the institution in clause (9)(ii)(a) above, a bank, or broker-dealer as custodian for the County with respect to the certificates of deposit; (10) fully collateralized repurchase agreements that have a defined termination date, are secured by a combination of cash and obligations described by clauses (1) or (12), which are pledged to the County, held in the County's name, and deposited at the time the investment is made with the County or with a third party selected and approved by the County, and are placed through a primary government securities dealer, as defined by the Federal Reserve, or a financial institution doing business in the State; (11) certain bankers' acceptances with a stated maturity of 270 days or less, if the short-term obligations of the accepting bank, or of the holding company of which the bank is the largest subsidiary, are rated not less than A-1 or P-1 or the equivalent by at least one nationally recognized credit rating agency; (12) commercial paper with a stated maturity of 365 days or less that is rated at least A-1 or P-1 or an equivalent by either (i) two nationally recognized credit rating agencies, or (ii) one nationally recognized credit rating agency if the commercial paper is fully secured by an irrevocable letter of credit issued by a United States or state bank; (13) no-load money market mutual funds registered with and regulated by the Securities and Exchange Commission and complies with Securities and Exchange Commission Rule 2a-7; (14) no-load mutual funds that are registered and regulated by the Securities and Exchange Commission that have a weighted maturity of less than two years and either (i) have a duration of one year or more and are invested exclusively in obligations approved in this paragraph, or (ii) have a duration of less than one year and the investment portfolio is limited to investment grade securities, excluding asset backed securities; (15) guaranteed investment contracts that have a defined termination date and are secured by obligations described in clause (1), excluding obligations which the County is explicitly prohibited from investing in, and in an amount at least equal to the amount of bond proceeds invested under such contract; and (16) securities lending programs if (i) the securities loaned under the program are 100% collateralized, including accrued income, (ii) a loan made under the program allows for termination at any time, (iii) a loan made under the program is either secured by (a) obligations described in clauses (1) through (8) above, (b) irrevocable letters of credit issued by a state or national bank that is continuously rated by a nationally recognized investment rating firm at not less than A or its equivalent, or (c) cash invested in obligations described in clauses (1) through (8) above, clauses (12) through (14) above, or an authorized investment pool, (iv) the terms of a loan made under the program require that the securities being held as collateral be pledged to the County, held in the County's name, and deposited at the time the investment is made with the County or with a third party designated by the County, (v) a loan made under the program is placed through either a primary government securities dealer or a financial institution doing business in the State, and (vi) the agreement to lend securities has a term of one year or less.

The County may invest in such obligations directly or through government investment pools that invest solely in such obligations provided that the pools are rated no lower than AAA or AAAM or an equivalent by at least one nationally recognized rating service. The County may also contract with an investment management firm registered under the Investment Advisers Act of 1940 (15 U.S.C. Section 80b-1 et seq.) or with the State Securities Board to provide for the investment and management of its public funds or other funds under its control for a term up to two years, but the County retains ultimate responsibility as fiduciary of its assets. In order to renew or extend such a contract, the County must do so by order, ordinance, or resolution. The County is specifically prohibited from investing in: (1) obligations whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal; (2) obligations whose payment represents the principal stream of cash flow from the underlying mortgage-backed security and bears no interest; (3) collateralized mortgage obligations that have a stated final maturity of greater than 10 years; and (4) collateralized mortgage obligations the interest rate of which is determined by an index that adjusts opposite to the changes in a market index.

INVESTMENT POLICIES

Under Texas law, the County is required to invest its funds under written investment policies that primarily emphasize safety of principal and liquidity; that address investment diversification, yield, maturity, and the quality and capability of investment management; and that include a list of authorized investments for County funds, the maximum allowable stated maturity of any individual investment and the maximum average dollar-weighted maturity allowed for pooled fund groups; methods to monitor the market price of investments acquired with public

funds, a requirement for settlement of all transactions, except investment pool funds and mutual funds, on a delivery versus payment basis, and procedures to monitor rating changes in investments acquired with public funds and the liquidation of such investments consistent with the Texas Public Funds Investment Act. All County funds must be invested consistent with a formally adopted “Investment Strategy Statement” that specifically addresses each fund’s investment. Each Investment Strategy Statement will describe its objectives concerning: (1) suitability of investment type, (2) preservation and safety of principal, (3) liquidity, (4) marketability of each investment, (5) diversification of the portfolio, and (6) yield.

Under Texas law, the County’s investments must be made “with judgment and care, under prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person’s own affairs, not for speculation, but for investment considering the probable safety of capital and the probable income to be derived.” At least quarterly the County’s investment officers must submit an investment report to the Commissioners Court detailing: (1) the investment position of the County, (2) that all investment officers jointly prepared and signed the report, (3) the beginning market value, and any additions and changes to market value and the ending value of each pooled fund group, (4) the book value and market value of each separately listed asset at the beginning and end of the reporting period, (5) the maturity date of each separately invested asset, (6) the account or fund or pooled fund group for which each individual investment was acquired, and (7) the compliance of the investment portfolio as it relates to: (a) adopted investment strategies and (b) Texas law. No person may invest County funds without express written authority from the Commissioners Court.

ADDITIONAL PROVISIONS

Under Texas law, the County is additionally required to: (1) annually review its adopted policies and strategies, (2) require any investment officers with personal business relationships or family relationships with firms seeking to sell securities to the County to disclose the relationship and file a statement with the Texas Ethics Commission and the County, (3) require the registered principal of firms seeking to sell securities to the County to: (a) receive and review the County’s investment policy, (b) acknowledge that reasonable controls and procedures have been implemented to preclude imprudent investment activities, and (c) deliver a written statement attesting to these requirements; (4) in conjunction with its annual financial audit, perform a compliance audit of the management controls on investments and adherence to the County’s investment policy, (5) restrict reverse repurchase agreements to not more than 90 days and restrict the investment of reverse repurchase agreement funds to no greater than the term of the reverse repurchase agreement, (6) restrict the investment in non-money market mutual funds in the aggregate to no more than 15% of the County’s monthly average fund balance, excluding bond proceeds and reserves and other funds held for debt service, (7) require local government investment pools to conform to the new disclosure, rating, net asset value, yield calculation, and advisory board requirements and (8) provide specific investment training for the County Auditor and investment officers.

TABLE 12 – CURRENT INVESTMENTS

As of September 30, 2025, the County’s funds were invested in the following:

	Carrying Amounts	Fair Value
TexPool	\$6,351,678	\$6,351,678
TexPool Prime	340,524,491	340,524,491
FHLB	9,964,634	9,975,074
Frost Bank	60,000	60,000
Treasury	19,813,126	19,701,953
TOTAL INVESTMENTS	\$376,713,929	\$376,613,196

Source: El Paso County.

The State Comptroller of Public Accounts exercises oversight responsibility over TexPool and TexPool Prime, the Texas Local Government Investment Pool. Oversight includes the ability to significantly influence operations, designation of management and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other individuals who do not have a

business relationship with TexPool. The Advisory Board members review the investment policy and management fee structure.

Currently, TexPool and TexPool Prime are rated AAA by Standard & Poors. As a requirement to maintain the weekly rating, portfolio information must be submitted to Standard & Poors, as well as the office of the State Comptroller of Public Accounts for review.

TexPool and TexPool Prime operate in a manner consistent with the SEC's Rule 2a-7 of the Investment Company Act of 1940, as amended. TexPool and TexPool Prime qualify as 2a-7-like pools and are reported at the net asset value per share (which approximates fair value) even though it is calculated using the amortized cost method in accordance with the provisions of GASB Statement 59. The pools are subject to regulatory oversight by the Texas State Comptroller, although they are not registered with the SEC.

TexPool invests in obligations of the United States Government, its agencies or instrumentalities, fully collateralized repurchase agreements or reverse repurchase agreements, or no-load money market funds that are registered with and regulated by the SEC. TexPool Prime invests in obligations of the United States Government, its agencies or instrumentalities, fully collateralized repurchase agreements or reverse repurchase agreements, no-load money market funds that are registered with and regulated by the SEC, certificates of deposit issued by national or state banks or credit unions, including savings banks, provided that such bank or credit union are domiciled in Texas, or commercial paper that matures in 270 days or less from the date of its issuance.

TAX MATTERS

OPINION... On the date of initial delivery of the Bonds, McCall, Parkhurst & Horton L.L.P., Dallas, Texas, Bond Counsel to the County, will render its opinion that, in accordance with statutes, regulations, published rulings and court decisions existing on the date thereof ("Existing Law"), (1) interest on the Bonds for federal income tax purposes will be excludable from the "gross income" of the holders thereof and (2) the Bonds will not be treated as "specified private activity bonds" the interest on which would be included as an alternative minimum tax preference item under section 57(a)(5) of the Internal Revenue Code of 1986 (the "Code"). Except as stated above, Bond Counsel will express no opinion as to any other federal, state or local tax consequences of the purchase, ownership or disposition of the Bonds. See Appendix C – Form of Bond Counsel Opinion.

In rendering its opinion, Bond Counsel will rely upon (a) certain information and representations of the County, including information and representations contained in the County's federal tax certificate, (b) covenants of the County contained in the Bond documents relating to certain matters, including arbitrage and the use of the proceeds of the Obligations and the property financed or refinanced therewith (the "Projects"), and (c) the certification provided by the Refunded Bonds' Paying Agent regarding the sufficiency of the amounts deposited to discharge the Refunded Bonds. Failure by the County to observe the aforementioned representations or covenants could cause the interest on the Bonds to become includable in gross income retroactively to the date of issuance of the Bonds.

The Code and the regulations promulgated thereunder contain a number of requirements that must be satisfied subsequent to the issuance of the Bonds in order for interest on the Bonds to be, and to remain, excludable from gross income for federal income tax purposes. Failure to comply with such requirements may cause interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds. The opinion of Bond Counsel is conditioned on compliance by the County with the covenants and requirements described in the preceding paragraph, and Bond Counsel has not been retained to monitor compliance with these requirements subsequent to the issuance of the Bonds.

Bond Counsel's opinion represents its legal judgment based upon its review of Existing Law and the reliance on the aforementioned information, representations and covenants. Bond Counsel's opinion is not a guarantee of a result. The Existing Law is subject to change by the Congress and to subsequent judicial and administrative interpretation by the courts and the Department of the Treasury. There can be no assurance that such Existing Law or the interpretation thereof will not be changed in a manner which would adversely affect the tax treatment of the purchase, ownership or disposition of the Bonds.

A ruling was not sought from the Internal Revenue Service by the County with respect to the Bonds or the property financed or refinanced with proceeds of the Bonds. Bond Counsel's opinion represents its legal judgment based upon its review of Existing Law and the representations of the County that it deems relevant to render such opinion, and is not a guarantee of result. No assurances can be given as to whether the Internal Revenue Service will commence an audit of the Bonds, or as to whether the Internal Revenue Service would agree with the opinion of

Bond Counsel. If an Internal Revenue Service audit is commenced, under current procedures the Internal Revenue Service is likely to treat the County as the taxpayer and the Bondholders may have no right to participate in such procedure. No additional interest will be paid upon any determination of taxability.

FEDERAL INCOME TAX ACCOUNTING TREATMENT OF ORIGINAL ISSUE DISCOUNT....The initial public offering price to be paid for one or more maturities of the Bonds (the “Original Issue Discount Bonds”) may be less than the maturity amount thereof or one or more periods for the payment of interest on the Bonds may not be equal to the accrual period or be in excess of one year. In such event, the difference between (i) the “stated redemption price at maturity” of each Original Issue Discount Bond, and (ii) the initial offering price to the public of such Original Issue Discount Bond would constitute original issue discount. The “stated redemption price at maturity” means the sum of all payments to be made on the Bonds less the amount of all periodic interest payments. Periodic interest payments are payments which are made during equal accrual periods (or during any unequal period if it is the initial or final period) and which are made during accrual periods which do not exceed one year.

Under Existing Law, any owner who has purchased such Original Issue Discount Bond in the initial public offering is entitled to exclude from gross income (as defined in section 61 of the Code) an amount of income with respect to such Original Issue Discount Bond equal to that portion of the amount of such original issue discount allocable to the accrual period. For a discussion of certain collateral federal tax consequences, see discussion set forth below.

In the event of the redemption, sale or other taxable disposition of such Original Issue Discount Bond prior to stated maturity, however, the amount realized by such owner in excess of the basis of such Original Issue Discount Bond in the hands of such owner (adjusted upward by the portion of the original issue discount allocable to the period for which such Original Issue Discount Bond was held by such initial owner) is includable in gross income.

Under Existing Law, the original issue discount on each Original Issue Discount Bond is accrued daily to the stated maturity thereof (in amounts calculated as described below for each six-month period ending on the date before the semiannual anniversary dates of the date of the Bonds and ratably within each such six-month period) and the accrued amount is added to an initial owner's basis for such Original Issue Discount Bond for purposes of determining the amount of gain or loss recognized by such owner upon the redemption, sale or other disposition thereof. The amount to be added to basis for each accrual period is equal to (a) the sum of the issue price and the amount of original issue discount accrued in prior periods multiplied by the yield to stated maturity (determined on the basis of compounding at the close of each accrual period and properly adjusted for the length of the accrual period) less (b) the amounts payable as current interest during such accrual period on such Original Issue Discount Bond.

The federal income tax consequences of the purchase, ownership, redemption, sale or other disposition of Original Issue Discount Bonds which are not purchased in the initial offering at the initial offering price may be determined according to rules which differ from those described above. All owners of Original Issue Discount Bonds should consult their own tax advisors with respect to the determination for federal, state and local income tax purposes of the treatment of interest accrued upon redemption, sale or other disposition of such Original Issue Discount Bonds and with respect to the federal, state, local and foreign tax consequences of the purchase, ownership, redemption, sale or other disposition of such Original Issue Discount Bonds.

COLLATERAL FEDERAL INCOME TAX CONSEQUENCES. . . The following discussion is a summary of certain collateral federal income tax consequences resulting from the purchase, ownership or disposition of the Bonds. This discussion is based on Existing Law, which is subject to change or modification, retroactively.

The following discussion is applicable to investors, other than those who are subject to special provisions of the Code, such as financial institutions, property and casualty insurance companies, life insurance companies, individual recipients of Social Security or Railroad Retirement benefits, individuals allowed an earned income credit, certain S corporations with Subchapter C earnings and profits, foreign corporations subject to the branch profits tax, taxpayers qualifying for the health insurance premium assistance credit and taxpayers who may be deemed to have incurred or continued indebtedness to purchase tax-exempt obligations.

THE DISCUSSION CONTAINED HEREIN MAY NOT BE EXHAUSTIVE. INVESTORS, INCLUDING THOSE WHO ARE SUBJECT TO SPECIAL PROVISIONS OF THE CODE, SHOULD CONSULT THEIR OWN TAX ADVISORS AS TO THE TAX TREATMENT WHICH MAY BE ANTICIPATED TO RESULT FROM THE PURCHASE, OWNERSHIP AND DISPOSITION OF TAX-EXEMPT OBLIGATIONS BEFORE DETERMINING WHETHER TO PURCHASE THE BONDS.

Interest on the Bonds may be includable in certain corporation's "adjusted financial statement income" determined under section 56A of the Code to calculate the alternative minimum tax imposed by section 55 of the Code.

Under section 6012 of the Code, holders of tax-exempt obligations, such as the Bonds, may be required to disclose interest received or accrued during each taxable year on their returns of federal income taxation.

Section 1276 of the Code provides for ordinary income tax treatment of gain recognized upon the disposition of a tax-exempt obligation, such as the Bonds, if such obligation was acquired at a "market discount" and if the fixed maturity of such obligation is equal to, or exceeds, one year from the date of issue. Such treatment applies to "market discount bonds" to the extent such gain does not exceed the accrued market discount of such bonds; although for this purpose, a de minimis amount of market discount is ignored. A "market discount bond" is one which is acquired by the holder at a purchase price which is less than the stated redemption price at maturity or, in the case of a bond issued at an original issue discount, the "revised issue price" (i.e., the issue price plus accrued original issue discount). The "accrued market discount" is the amount which bears the same ratio to the market discount as the number of days during which the holder holds the obligation bears to the number of days between the acquisition date and the final maturity date.

STATE, LOCAL AND FOREIGN TAXES... Investors should consult their own tax advisors concerning the tax implications of the purchase, ownership or disposition of the Bonds under applicable state or local laws. Foreign investors should also consult their own tax advisors regarding the tax consequences unique to investors who are not United States persons.

INFORMATION REPORTING AND BACKUP WITHHOLDING ...Subject to certain exceptions, information reports describing interest income, including original issue discount, with respect to the Bonds will be sent to each registered holder and to the Internal Revenue Service. Payments of interest and principal may be subject to backup withholding under section 3406 of the Code if a recipient of the payments fails to furnish to the payor such owner's social security number or other taxpayer identification number ("TIN"), furnishes an incorrect TIN, or otherwise fails to establish an exemption from the backup withholding tax. Any amounts so withheld would be allowed as a credit against the recipient's federal income tax. Special rules apply to partnerships, estates and trusts, and in certain circumstances, and in respect of foreign investors, certifications as to foreign status and other matters may be required to be provided by partners and beneficiaries thereof.

FUTURE AND PROPOSED LEGISLATION.... Tax legislation, administrative actions taken by tax authorities, or court decisions, whether at the Federal or state level, may adversely affect the tax-exempt status of interest on the Bonds under Federal or state law and could affect the market price or marketability of the Bonds. Any such proposal could limit the value of certain deductions and exclusions, including the exclusion for tax-exempt interest. The likelihood of any such proposal being enacted cannot be predicted. Prospective purchasers of the Bonds should consult their own tax advisors regarding the foregoing matters.

CONTINUING DISCLOSURE OF INFORMATION

In the Bond Order, the County has made the following agreement for the benefit of the holders and beneficial owners of the Bonds. The County is required to observe the agreement for so long as it remains obligated to advance funds to pay the Bonds. Under the agreement, the County will be obligated to provide certain updated financial information and operating data annually, and timely notice of certain specified events to the Municipal Securities Rulemaking Board (the "MSRB").

ANNUAL REPORTS

The County will provide certain updated financial information and operating data to the MSRB on an annual basis in an electronic format that is prescribed by the MSRB and available via the Electronic Municipal Market Access System ("EMMA") at www.emma.msrb.org. The information to be updated includes all quantitative financial information and operating data with respect to the County of the general type included in this Official Statement under Tables numbered 1 through 5 and 7 through 12 in this Official Statement and the annual financial report appearing in Appendix B hereto. The County will update and provide the information in Tables numbered 1 through 5 and 7 through 12 within six months after the end of each fiscal year ending in and after 2026. The County will additionally provide audited financial statements when and if available, and in any event, within 12 months after the end of each fiscal year ending in or after 2026. If the audit of such financial statements is not complete within 12 months after any such fiscal year end, then the County will file unaudited financial statements within such 12 month

period and audited financial statements for the applicable fiscal year, when and if the audit report on such statements becomes available.

Such financial statements will be prepared in accordance with the accounting principles described in Appendix B or such other accounting principles as the County may be required to employ from time to time pursuant to State law or regulation. The financial information and operating data to be provided may be set forth in full in one or more documents or may be included by specific reference to any document available to the public on the MSRB's Internet Web site identified below or filed with the United States Securities and Exchange Commission (the "SEC"), as permitted by SEC Rule 15c2-12 (the "Rule").

The County's current fiscal year end is September 30. Accordingly, the County must provide updated information included in Tables numbered 1 through 5 and 7 through 12 by the last day of March in each year, and audited financial statements for the preceding fiscal year (or unaudited financial statements if the audited financial statements are not yet available) as described above. If the County changes its fiscal year, it will file notice of the change (and of the date of the new fiscal year end) with the MSRB prior to the next date by which the County otherwise would be required to provide financial information and operating data as set forth above.

NOTICE OF CERTAIN EVENTS

The County will also provide timely notices of certain events to the MSRB. The County will provide notice of any of the following events with respect to the Bonds to the MSRB in a timely manner (but not in excess of ten business days after the occurrence of the event): (1) principal and interest payment delinquencies; (2) non-payment related defaults, if material; (3) unscheduled draws on debt service reserves reflecting financial difficulties; (4) unscheduled draws on credit enhancements reflecting financial difficulties; (5) substitution of credit or liquidity providers, or their failure to perform; (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB), or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds; (7) modifications to rights of holders of the Bonds, if material; (8) Bond calls, if material, and tender offers; (9) defeasances; (10) release, substitution, or sale of property securing repayment of the Bonds, if material; (11) rating changes; (12) bankruptcy, insolvency, receivership, or similar event of the County, which shall occur as described below; (13) the consummation of a merger, consolidation, or acquisition involving the County or the sale of all or substantially all of its assets, other than in the ordinary course of business, the entry into of a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; (14) appointment of a successor or additional trustee or the change of name of a trustee, if material. In addition, the County will provide timely notice of any failure by the County to provide annual financial information in accordance with their agreement described above under "Annual Reports"; (15) incurrence of a Financial Obligation, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of any Financial Obligation of the County, any of which affect security holders, if material; and (16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of any Financial Obligation of the County, any of which reflect financial difficulties. In addition, the County will provide timely notice of any failure by the County to provide annual financial information in accordance with their agreement described above under "Annual Reports". For purposes of clauses (15) and (16) above, "Financial Obligation" means (i) a debt obligation, (ii) a derivative instrument entered into in connection with or pledged as security or a source of payment for, an existing or planned debt obligation, or (iii) guarantee of (i) or (ii). The term Financial Obligation does not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

For these purposes, any event described in clause (12) in the immediately preceding paragraph is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent, or similar officer for the County in a proceeding under the United States Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the County, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement, or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the County.

LIMITATIONS AND AMENDMENTS

The County has agreed to update information and to provide notices of certain events only as described above. The County has not agreed to provide other information that may be relevant or material to a complete presentation of its financial results of operations, condition, or prospects or agreed to update any information that is provided, except as described above. The County makes no representation or warranty concerning such information or concerning its usefulness to a decision to invest in or sell Bonds at any future date. The County disclaims any contractual or tort liability for damages resulting in whole or in part from any breach of its continuing disclosure agreement or from any statement made pursuant to its agreement, although holders of the Bonds may seek a writ of mandamus to compel the County to comply with its agreement.

This continuing disclosure agreement may be amended by the County from time to time to adapt to changed circumstances that arise from a change in legal requirements, a change in law, or a change in the identity, nature, status, or type of operations of the County, but only if (1) the provisions, as so amended, would have permitted an underwriter to purchase or sell the Bonds in the primary offering described herein in compliance with the Rule, taking into account any amendments or interpretations of the Rule since such offering, as well as such changed circumstances, and (2) either (a) the registered owners of a majority in aggregate principal amount (or any greater amount required by any other provision of the Order that authorizes such an amendment) of the outstanding Bonds consent to such amendment or (b) a person that is unaffiliated with the County (such as nationally recognized bond counsel) determined that such amendment will not materially impair the interest of the registered owners and beneficial owners of the Bonds. The County may also repeal or amend the provisions of this continuing disclosure agreement if the SEC amends or repeals the applicable provision of the Rule or a court of final jurisdiction enters judgment that such provisions of the Rule are invalid, but only if and to the extent that the provisions of this sentence would not prevent an underwriter from lawfully purchasing or selling Bonds in the primary offering of the Bonds. If the County so amends the continuing disclosure agreement, it has agreed to include with the next financial information and operating data provided in accordance with its agreement described above under “Annual Reports” an explanation, in narrative form, of the reasons for the amendment and of the impact of any change in the type of financial information and operating data so provided.

COMPLIANCE WITH PRIOR UNDERTAKINGS

During the last five years, the County believes it has substantially complied in all material respects with its continuing disclosure undertakings made pursuant to the Rule, except as follows. For Fiscal Year 2022, the County filed its ACFR, which substantially included all required operating data except for a few data points, including itemized property tax exemptions, forward looking interest and sinking fund projections, and assessed valuations of overlapping taxing jurisdictions (the County is no longer obligated to provide ongoing disclosure related to overlapping taxing jurisdictions). On May 29, 2025, the County took steps to submit a remedial filing to correct this oversight.

LITIGATION

The County Attorney is of the opinion that the County is not a party to any litigation or other proceeding pending or, to her knowledge, threatened, in any court, agency or other administrative body (either state or federal) which, if decided adversely to the County, would have a material adverse effect on the financial condition or affairs of the County.

OTHER INFORMATION

RATINGS

The Bonds and the presently outstanding tax-supported debt of the County are rated “Aa2” by Moody’s Investors Service, Inc. (“Moody’s”) and “AA+” by Fitch Ratings (“Fitch”). An explanation of the significance of such ratings may be obtained from Moody’s and Fitch, respectively. The ratings reflect only the views of Moody’s and Fitch at the time the ratings are given, and the County makes no representation as to the appropriateness of such ratings. There is no assurance that the ratings will continue for any given period of time, or that the ratings will not be revised downward or withdrawn entirely by Moody’s or Fitch, if, in the judgment of Moody’s or Fitch,

circumstances so warrant. Any such downward revision or withdrawal of any ratings may have an adverse effect on the market price of the Bonds.

REGISTRATION AND QUALIFICATION OF BONDS FOR SALE

The sale of the Bonds has not been registered under the Federal Securities Act of 1933, as amended, in reliance upon the exemption provided thereunder by Section 3(a)(2); and the Bonds have not been qualified under the Securities Act of Texas in reliance upon various exemptions contained therein; nor have the Bonds been qualified under the securities acts of any jurisdiction. The County assumes no responsibility for qualification of the Bonds under the securities laws of any jurisdiction in which the Bonds may be sold, assigned, pledged, hypothecated, or otherwise transferred. This disclaimer of responsibility for qualification for sale or other disposition of the Bonds will not be construed as an interpretation of any kind with regard to the availability of any exemption from securities registration provisions.

LEGAL INVESTMENTS AND ELIGIBILITY TO SECURE PUBLIC FUNDS IN TEXAS

Section 1201.041 of the Public Security Procedures Act (Chapter 1201, Texas Government Code) provides that obligations such as the Bonds “constitute negotiable instruments, and are investment securities governed by Chapter 8, Texas Business and Commerce Code, notwithstanding any provisions of law or court decision to the contrary, and are legal and authorized investments for banks, savings banks, trust companies, building and loan associations, savings and loan associations, insurance companies, fiduciaries, and trustees, and for the sinking fund of cities, towns, villages, school districts, and other political subdivisions or public agencies of the State of Texas”.

The Public Funds Investment Act, Chapter 2256, Texas Government Code, further provides that if the Bonds have and maintain a current rating, as to investment quality, of not less than “A” or its equivalent, by a nationally recognized rating agency, the Bonds are eligible to secure deposits of any public funds of the State, its agencies and political subdivisions, and are legal security for those deposits to the extent of their market value. No review by the County has been made of the laws in other states to determine whether the Bonds are legal investments for various institutions in those states. To determine whether the Bonds described herein are eligible to secure public deposits, reference should be made to current ratings shown under “OTHER INFORMATION – Ratings” herein.

The County has made no investigation of other laws, rules, regulations, or investment criteria which might apply to such institutions or entities or which might limit the suitability of the Bonds for any of the foregoing purposes or limit the authority of such institutions or entities to purchase or invest in the Bonds for such purposes.

LEGAL MATTERS

The County will furnish a complete transcript of proceedings incident to the authorization and issuance of Bonds to the Underwriters, including the unqualified approving legal opinion of the Attorney General of the State to the effect that the Bonds are valid and binding obligations of the County, and based upon examination of such transcript of proceedings, the legal opinion of Bond Counsel, to the effect that the Bonds are valid and legally binding obligations of the County and, subject to the qualifications set forth herein under “TAX MATTERS” herein, that the interest on the Bonds is excludable from the gross income of the owners thereof for federal income tax purposes under existing statutes, published rulings, regulations, and court decisions. Though it occasionally represents the Municipal Advisor and the Underwriters in matters unrelated to the issuance of the Bonds, Bond Counsel has been engaged by and only represents the County in connection with the issuance of the Bonds.

Bond Counsel has not undertaken independently to verify any of the information contained herein, except that, in its capacity as Bond Counsel, such firm has reviewed the information under the captions and subcaptions “PURPOSES AND PLAN OF FINANCING” (except under the subcaptions “Sources and Uses of Funds” as to which no opinion is expressed), “THE BONDS” (except under the subcaptions “Default and Remedies” and “Payment Record” as to which no opinion is expressed), “TRANSFER, REGISTRATION AND EXCHANGE OF BONDS,” “TAX MATTERS,” “OTHER INFORMATION – Registration and Qualification of Bonds for Sale,” “OTHER INFORMATION – Legal Investments and Eligibility to Secure Public Funds in Texas,” “OTHER INFORMATION – Legal Matters” (except the last sentence of the second paragraph as to which no opinion is expressed), “CONTINUING DISCLOSURE OF INFORMATION,” and Bond Counsel is of the opinion that the information

relating to the Bonds and the legal issues contained under such captions and subcaptions is a fair and accurate description of the laws and legal issues addressed therein and, with respect to the Bonds, such information conforms to the Bond Order. Certain legal matters will be passed on for the County by McCall, Parkhurst & Horton L.L.P. as Disclosure Counsel to the County. The legal fee to be paid to Bond Counsel and Disclosure Counsel for services rendered in connection with the issuance of the Bonds is contingent on the sale and delivery thereof. The legal opinion of Bond Counsel in the form set forth in Appendix C to this Official Statement will accompany the Bonds deposited with DTC. Certain legal matters will be passed upon for the Underwriters by Winstead PC, San Antonio, Texas (“Underwriters’ Counsel”).

None of the Attorney General of the State, Bond Counsel, Disclosure Counsel, the County Attorney, or Underwriters’ Counsel has been engaged to investigate or verify, nor accordingly, neither will any express any opinion concerning the financial condition or capabilities of the County or the sufficiency of the security for, or the value or marketability of, the Bonds.

The various legal opinions to be delivered concurrently with the delivery of the Bonds express the professional judgment of the attorneys rendering the opinions as to the legal issues explicitly addressed therein. In rendering a legal opinion, the attorney does not become an insurer or guarantor of that expression of professional judgment, of the transaction opined upon, or of the future performance of the parties to the transaction. Nor does the rendering of an opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

UNDERWRITING

The Underwriters have agreed, subject to certain conditions, to purchase the Bonds from the County at an aggregate underwriting discount of \$174,282.49. The Underwriters’ obligations are subject to certain conditions precedent. The Underwriters will be obligated to purchase all of the Bonds if any Bonds are purchased. The Bonds may be offered and sold to certain dealers (including the Underwriters and other dealers depositing Bonds into investment trusts) at prices lower than such public offering prices, and such public offering prices may be changed, from time to time, by the Underwriters.

The Underwriters have provided the following paragraphs for inclusion in this Official Statement, and the County takes no responsibility for the accuracy thereof.

The Underwriters and their respective affiliates are full service financial institutions engaged in various activities, which may include sales and trading, commercial and investment banking, advisory, investment management, investment research, principal investment, hedging, market making, brokerage and other financial and non-financial activities and services. Certain of the Underwriters and their respective affiliates have provided, and may in the future provide, a variety of these services to the County and to persons and entities with relationships with the County, for which they received or will receive customary fees and expenses.

In the ordinary course of their various business activities, the Underwriters and their respective affiliates, officers, directors and employees may purchase, sell or hold a broad array of investments and actively trade securities, derivatives, loans, commodities, currencies, credit default swaps and other financial instruments for their own account and for the accounts of their customers, and such investment and trading activities may involve or relate to assets, securities and/or instruments of the County (directly, as collateral securing other obligations or otherwise) and/or persons and entities with relationships with the County.

The Underwriters and their respective affiliates may also communicate independent investment recommendations, market color or trading ideas and/or publish or express independent research views in respect of such assets, securities or instruments and may at any time hold, or recommend to clients that they should acquire, long and/or short positions in such assets, securities and instruments. The Underwriters have reviewed the information in this Official Statement in accordance with their responsibilities to investors under federal securities law as applied to the facts and circumstances of this transaction, but the Underwriters do not guarantee the accuracy or completeness of such information.

FORWARD-LOOKING STATEMENTS DISCLAIMER

The statements contained in this Official Statement and in any other information provided by the County that are not purely historical are forward-looking statements, including statements regarding the County's expectations, hopes, intentions, or strategies regarding the future. Readers should not place undue reliance on forward-looking statements. All forward-looking statements included in this Official Statement are based on information available to the County on the date hereof, and the County assumes no obligation to update any such forward-looking statements. The County's actual results could differ materially from those discussed in such forward-looking statements.

The forward-looking statements included herein are necessarily based on various assumptions and estimates and are inherent subject to various risks and uncertainties, including risks and uncertainties relating to the possible invalidity of the underlying assumptions and estimates and possible changes or developments in social, economic, business, industry, market, legal, regulatory circumstances, and conditions and actions taken or omitted to be taken by third parties, including customers, suppliers, business partners and competitors, and legislative, judicial, and other governmental authorities and officials. Assumptions related to the foregoing involve judgments with respect to, among other things, future economic, competitive, and market conditions of future business decisions, all of which are difficult or impossible to predict accurately and many of which are beyond the control of the County. Any of such assumptions could be inaccurate and, therefore, there can be no assurance that the forward-looking statements included in this Official Statement will prove to be accurate.

AUTHENTICITY OF FINANCIAL DATA AND OTHER INFORMATION

The financial data and other information contained herein have been obtained from the County's records, audited financial statements, and other sources which are believed to be reliable. There is no guarantee that any of the assumptions or estimates contained herein will be realized. All of the summaries of the statutes, documents, and orders contained in this Official Statement are made subject to all of the provisions of such statutes, documents, and orders. These summaries do not purport to be complete statements of such provisions and reference is made to such documents for further information. Reference is made to original documents in all respects.

FINANCIAL STATEMENTS

Appendix B attached hereto contains excerpts from the County's annual financial report for the fiscal year ended September 30, 2025. These financial statements and supplemental schedules have been audited by Gibson Ruddock Patterson, LLC, El Paso, Texas, independent certified public accountants, as stated in their reports that are included with the financial statements in Appendix B.

MUNICIPAL ADVISOR

Stifel Nicolaus & Company, Incorporated (the "Municipal Advisor") is employed by the County as municipal advisor in connection with the issuance of the Bonds, and payment of fees for services rendered with respect to the sale of the Bonds is contingent upon the issuance and delivery of the Bonds. Stifel Nicolaus & Company, Incorporated, in its capacity as Municipal Advisor, has not verified and does not assume any responsibility for the information, covenants, and representations contained in any of the legal documents with respect to the federal income tax status of the Bonds, or the possible impact of any present, pending, or future actions taken by any legislative or judicial bodies.

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The Order authorizing the issuance of the Bonds delegated to the Pricing Officer the authority to approve the form and content of this Official Statement, and any addenda, supplement or amendment thereto, and authorize its further use in the reoffering of the Bonds by the Underwriters.

This Official Statement will be approved by the Pricing Officer of the County for distribution in accordance with the provisions of the United States Securities and Exchange Commission's rule codified at 17 C.F.R. Section 240.15c2-12.

EL PASO COUNTY, TEXAS

/s/ Barbara A. Parker
Barbara A. Parker, County Auditor
Pricing Officer

SCHEDULE I

SCHEDULE OF REFUNDED BONDS

**EL PASO COUNTY, TEXAS
GENERAL OBLIGATION REFUNDING BONDS, SERIES 2016A**

<u>Maturity Date</u>	<u>Principal Amount Outstanding</u>	<u>Coupon</u>	<u>Principal Amount Refunded</u>
02/15/2027	\$2,680,000.00	5.000%	\$2,680,000.00
02/15/2028	\$2,820,000.00	5.000%	\$2,820,000.00
02/15/2029	\$2,965,000.00	5.000%	\$2,965,000.00
02/15/2030	\$3,115,000.00	5.000%	\$3,115,000.00
02/15/2031	\$3,280,000.00	5.000%	\$3,280,000.00
02/15/2032	\$3,445,000.00	5.000%	\$3,445,000.00

The Refunded Bonds listed above will be called for redemption on July 8, 2026, at the price of par plus accrued interest to the redemption date.

APPENDIX A

GENERAL INFORMATION REGARDING EL PASO COUNTY, TEXAS

GENERAL

El Paso County (the “County”) was created from Bexar District in 1849, organized in 1850, and incorporated in 1871. Parts of the County were taken to form Culberson County in 1911 and Hudspeth County in 1915. The County was named for being a well-known pass through the Rocky Mountains. It is the most western county in Texas, and is about equidistant from Houston, Texas, Los Angeles, California and Denver, Colorado. Bordered on the east side by Hudspeth County, the County is just to the north of the International Boundary between the United States of America and the Republic of Mexico.

The County is a strategic crossroads for continental north-south and east-west traffic. The County spans a geographic area of approximately 1,058 square miles. According to the latest U.S. Census Bureau population estimate, the County’s population is estimated at 877,858 as of 2025. The City of El Paso (the “City”), the County seat, had a 2020 decennial census population of 678,815. The City is the largest U.S. city on the Mexico border, the sixth largest city in Texas, and the twenty-fourth largest city in the U.S. Combined with its sister city, Juarez, Mexico, the El Paso metro area encompasses more than 2.5 million people, making it the world’s largest population center on an international border. The County is included in the El Paso, Texas Metropolitan Statistical Area.

COUNTY GOVERNMENT AND ADMINISTRATION

The County is governed by a five-member County Commissioners Court. One member, the County Judge, is elected at large from a precinct to a four-year term. The other four members are county commissioners and are also elected from a precinct to a four-year term. The current members of the Commissioners Court and the respective expiration of their term of office are as follows:

<u>Name</u>	<u>Current Term Expires</u>
Ricardo A. Samaniego, County Judge	12/31/2026
Jackie Butler, Commissioner Precinct 1	12/31/2028
David Stout, Commissioner Precinct 2	12/31/2026
Iliana Holguin, Commissioner Precinct 3	12/31/2028
Sergio Coronado, Commissioner Precinct 4	12/31/2026

The Commissioners Court serves as the executive branch of the County government. Among a myriad of constitutional and statutorily imposed duties and responsibilities, the five members of the Commissioners Court have the exclusive responsibility and authority over a multitude of areas in the operation of the County government, including setting ad valorem property taxes, approving the County’s operating budget and budgetary amendments, and directing settlement of all claims against the County. The Commissioners Court also determines when propositions to issue bonds will be submitted to voters.

EL PASO COUNTY HOSPITAL DISTRICT

By statute, the County’s Commissioners Court appoints the board of managers of the El Paso County Hospital District d/b/a University Medical Center of El Paso (the “District”) approves its budget and sets its tax rate. Nonetheless, the District is a completely separate and dissimilar organization. All accounting and budgeting records of the District are maintained by the District.

MAJOR EMPLOYERS WITHIN EL PASO COUNTY

Name	Classification	Number of Employees
Fort Bliss (Military and Civilian)	Army Base	47,806
El Paso Independent School District	Education	10,774
Socorro Independent School District	Education	9,348
Ysleta Independent School District	Education	8,476
T&T Staff Management L.P.	Education	7,873
City of El Paso	City Government	6,095
The Hospitals of Providence	Healthcare	4,400
InteLogix	Business	4,400
County of El Paso, TX	County Government	3,243
William Beaumont Army Medical Center	Healthcare	3,000

EMPLOYMENT STATISTICS

	El Paso County, Texas					
Civilian Labor Force	2025	2024	2023	2022	2021	2020
Total Employment	405,300	401,700	327,787	346,191	341,151	329,749
Unemployment	17,300	17,500	15,109	16,524	22,692	13,690
Percentage Unemployment	4.1%	4.2%	4.4%	4.6%	6.2%	3.8%

Source: Texas Workforce Commission Annual Averages.

* * *

APPENDIX B

FINANCIAL INFORMATION

**EL PASO COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

El Paso County, Texas

Annual Comprehensive Financial Report



For the Fiscal Year Ended September 30, 2025

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County of El Paso, Texas

Annual Comprehensive Financial Report **For the Fiscal Year Ended September 30, 2025**

Prepared by: Barbara Parker, County Auditor
County Administrative Annex
320 South Campbell Street, Suite 140
El Paso, Texas 79901
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(915) 273-3266 Fax
E-mail Address: b.parker@epcountytexas.gov

Member of the Government Finance Officers Association

COUNTY OF EL PASO, TEXAS
Annual Comprehensive Financial Report
For the Fiscal Year Ended September 30, 2025

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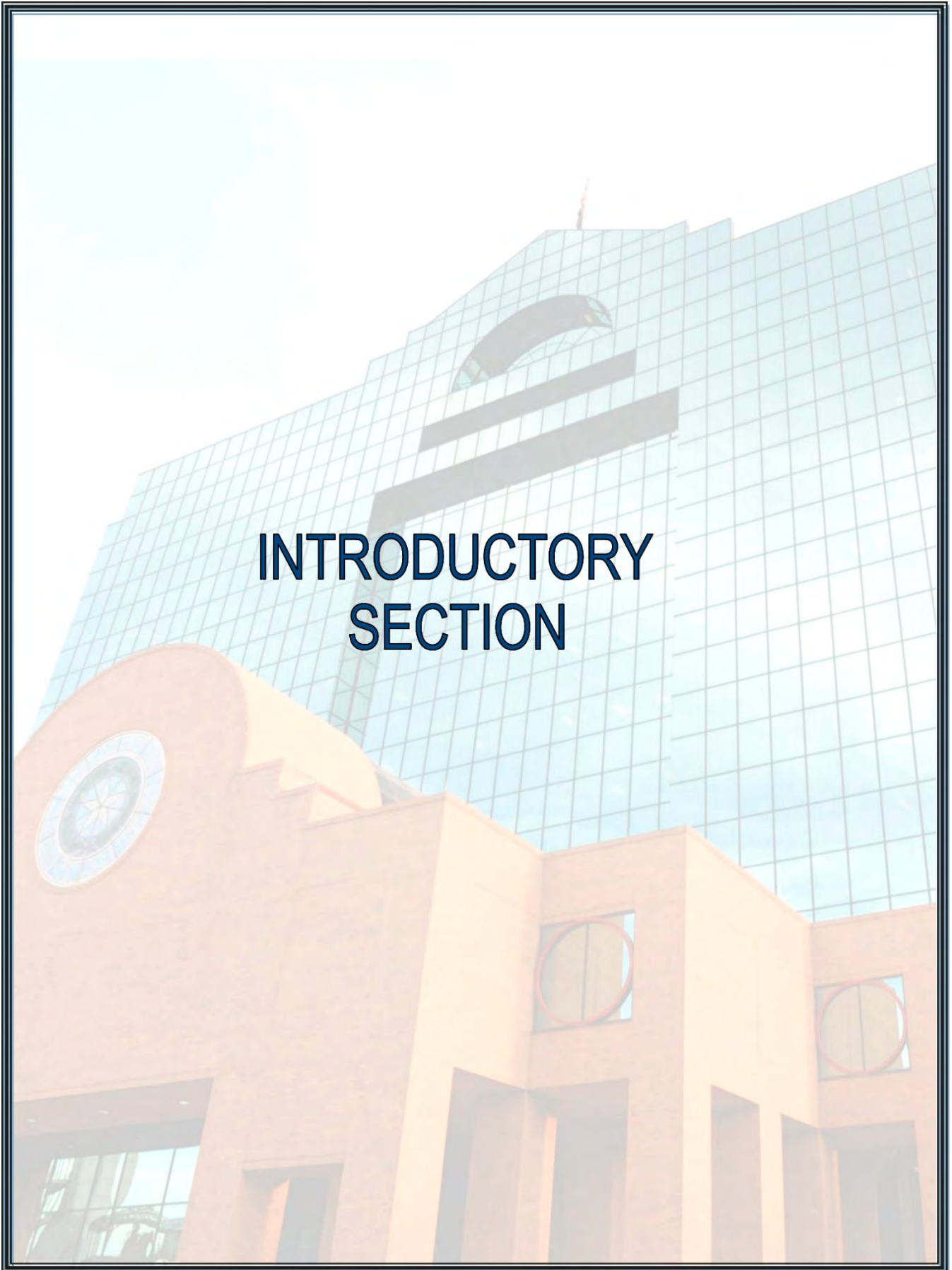
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INTRODUCTORY SECTION



El Paso County

OFFICE OF THE COUNTY AUDITOR

May 8, 2026

To the Honorable District Judges, County Court at Law Judges,
County Probate Judges, Commissioners Court Members,
Citizens of El Paso County and the Financial Community:

Texas Local Government Code, §114.025, requires subsequent to the close of each fiscal year that the County Auditor publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report (ACFR) of the County of El Paso, Texas (County) for the fiscal year ended September 30, 2025.

This report consists of management's representations concerning the finances of the County. Therefore, management of the County assumes the responsibility for accuracy, completeness, fairness, and reliability of the financial data presented in this report, including all disclosures. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free of material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

This report is designed to present fairly the financial position and results of financial operations of the County in all material respects and to demonstrate compliance with applicable finance-related legal and contractual provisions. This report adheres to the principle of full disclosure to the best of our ability so that the readers may better understand the County's financial affairs.

Pattillo, Brown & Hill, LLP, an independent certified public accounting firm, has audited the County's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of El Paso County for the fiscal year ended September 30, 2025, are free of material misstatement. The independent audit involved examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. Based on their independent audit, our external auditors have concluded there was a reasonable basis for rendering an opinion that the County's financial statements for the fiscal year ended September 30, 2025, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report. This ACFR is presented according to the reporting model established by GASB 34 and related statements.

Additionally, the independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of the federal grantor agencies. Standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. This report is available in the County's separately issued Report on Compliance (Single Audit) by Pattillo, Brown & Hill, LLP. The County's Single Audit was prepared pursuant to provisions in the Single Audit Act and the Single Audit Act Amendments of 1996 of the Executive Office of the President, Office of Management and Budget *Uniform Guidance for Federal Awards*. The County's single audit for the fiscal year ended September 30, 2025, was unmodified with one finding.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.



El Paso County Government Profile

El Paso County was created from Bexar District in 1849, organized in 1850, and incorporated in 1871. Parts of El Paso County were taken to form Culberson County in 1911 and Hudspeth County in 1915. The County was named for being a well-known pass through the Rocky Mountains. It is the most western county in Texas, and is about equidistant from Houston, Texas, Los Angeles, California, and Denver, Colorado. Also, bordered on the east side by Hudspeth County, El Paso County is just to the north of the international boundary between the United States of America and the Republic of Mexico, and touches Doña Ana County in New Mexico. County government in Texas is, for many people, the primary and most accessible level of government. County governments are political subdivisions of the State. The State has created 254 counties. Initially, counties were primarily created to facilitate the judicial system. As a result of State legislative changes over the years, county governments in Texas are involved not only with the judicial system, but also the delivery of health and welfare services, public safety, cultural and recreational activities, economic development of the region, and construction and maintenance of roads and bridges. In comparison to some other states, Texas counties have very limited ordinance making authority, as specifically granted by the State legislature.

Counties in Texas have many comparable characteristics and are similarly organized. A commissioners court is the county governing body and is composed of five members. One member, the county judge, is elected at large to a four-year term. The other four members are county commissioners. Each county commissioner is elected from a precinct to a four-year term. County judges have judicial responsibilities in all but the largest urban counties. In large urban counties, such as El Paso County, the county judge has no judicial responsibilities. Instead, the El Paso County Judge is often referred to as the County's Chief Executive Officer. In all Texas counties, the county judge presides over commissioners court meetings.

The Commissioners Court serves as the executive branch of county government. In addition to numerous constitutional and statutory duties, the five members of the Court hold exclusive authority and responsibility over a wide range of county operations. Among these responsibilities are preparing and approving the County's operating budget and subsequent budget amendments, setting ad valorem property tax rates, auditing county accounts, directing the settlement of all claims against the county, and appointing certain county officials and board members. The commissioners court also determines when propositions to issue bonds will be submitted to the voters.

El Paso County Commissioners Court is considered financially accountable for the El Paso County Hospital District, also known as University Medical Center (UMC), and Emergency Services Districts (ESD) number 1 and 2 and accordingly each of their activities are included in this ACFR as component units. El Paso County Commissioners Court, the County's governing body, has the legal duty to exercise financial accountability over them by appointing their board members, approving their budgets, and approving their tax rates. Nonetheless, these entities are separate and dissimilar organizations. The Hospital District is governed by the *Texas Constitution, Article 9, §4* and the *Health and Safety Code, Chapter 281*, a different set of constitutional and statutory laws. The Emergency Districts are governed by the *Health and Safety Code, Title 9, Chapter 775*. All accounting and budgeting records of the districts are maintained by each district, audited by independent accounting firms, and reported in much greater detail in their respective interim and annual financial reports. Copies of the Hospital District, Emergency Districts 1 and 2 financial reports can be obtained directly from the respective districts or from the websites listed below.

UMC: www.umcelpaso.org
ESD # 1: <https://www.epcesd1.com>
ESD #2: <http://epcountyesd2.org/transparent-government>



The County's budget is prepared and adopted annually as a balanced budget pursuant to Texas law. A balanced budget is achieved by ensuring the amounts budgeted in a fiscal year for expenditures do not exceed the projected revenues, to include any available fund balances. The appropriations of the activities of the General, Special Revenue, Enterprise, and Debt Service Funds are included in the annual budget. Grant and Capital Project budgets are adopted throughout the year as relevant financial information becomes available. Budgets adopted for the major capital construction projects and grants are accounted for on a project basis. Both grants and construction projects may span numerous fiscal years with financial data maintained on a project life-to-date basis.

The County's appropriations for departments are approved at the category level, representing personnel, operating, and capital line items. The Commissioners Court has a standing order incorporated into its Financial Policies not to allow departments to transfer salary appropriations to non-salary line items without specific authorization from the Court.

The County's budgetary and accounting records are organized and operated on a fund basis. A "fund" is a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. Funds are categorized by type to indicate both the sources of the fund's financial resources and the nature of activities financed. There are three broad categories of funds used in governmental accounting: governmental (tax supported, core services), proprietary (business-type, fee supported activities), and fiduciary funds (assets held in trust for others).

The County is a strategic crossroad for continental north-south and east-west traffic spanning a geographic area of about 1,015 square miles. The County enjoys sound economic diversification. Being that El Paso is in the heart of the Southwest, many businesses are attracted to the El Paso/Juárez region. According to the U.S. Census Bureau population trends as of July 1, 2025, the County population is estimated at 877,858. The City of El Paso, the County seat, is estimated as having a population of 681,723. El Paso is the second largest city in the United States that borders Mexico. Based on population, El Paso is the sixth largest city in Texas. Larger than Boston, Portland and Las Vegas, the City of El Paso is the 22rd largest city in the U.S. Combined with its sister city, Juárez, Mexico, the City of El Paso metro area holds more than 2.7 million people, making it the world's second largest bi-national metropolitan area situated on an international border behind San Diego.



With five international ports of entry (POE), El Paso is a primary intersection for regional trade in the Southwest. As a binational and multi-cultural exchange center, the Paso Del Norte and Stanton Street Bridge POE region experiences significant influx of pedestrians, while personal, and commercial vehicles are primarily at the Bridge of the Americas, Ysleta, Tornillo-Guadalupe POE, and additionally from the neighboring Santa Teresa POE in New Mexico. The number of pedestrians crossing from Ciudad Juárez into El Paso during FY25 was 6.9 million, an increase over the prior year of just over 9%; personal vehicles were 13 million, up 3% from the prior year; and cargo crossings were 1 million, up 5% from the prior year. South bound pedestrian, personal vehicle, and cargo traffic has increased from last year by 7%, 8%, and 5%, respectively.

The Texas Economic Development Corporation notes the El Paso Region as the largest metro area on the Texas-Mexico border, with a dynamic economy poised for continued growth. Government remains vital to the economy as one of our single largest economic drivers is the Fort Bliss Military Base for regional employment, innovation, and public-private partnerships. Emerging industries in El Paso are increasingly focused on:

- 3-D Printing: Expected to grow to \$51 billion globally by 2030
- Hypersonic Technologies: Over \$25.5 million granted to support research at 18 universities



- Robotics & Automation: Projected to reach \$10.1 billion by 2028
- Cybersecurity: Forecasted to become a \$376 billion global industry by 2029
- Aerospace: Revenue could reach \$1.25 trillion, driven by both public and private sector innovation

U.S. News and World report ranked El Paso as the second best big city to live in the U.S. in 2025-26, recognizing it for its low cost of living, safety, and appeal to remote workers. El Paso was reported in a Forbes article as the eighth safest large city in the US based on MoneyGeek's annual analysis, using the most recent crime statistics from the Federal Bureau of Investigation (FBI) to estimate the cost of crime in 292 cities with populations greater than 100,000 across the United States. The Center for World University Rankings listed the University of Texas at El Paso as being in the top 5.1% of Universities in the world.

As the federal government responded to the COVID-19 pandemic, the County of El Paso received American Rescue Plan Act (ARPA) funding of \$163,012,143. The County American Rescue Plan Portfolio is guided by a regional perspective on strategic development that introduces sustained investments through various essential service lines and partner agencies. Those strategic areas of investment are:

- Public Health - \$65.6M across 23 total projects & initiatives
- Critical Infrastructure & Support Services - \$64.1M across 14 total projects & initiatives
- Economic Recovery Efforts - \$21.4M across 7 total projects & initiatives
- Administrative Operations - \$11.9M across 14 Total projects & initiatives

These funds will be spent by the end of December 2026 and closed out as required by April 2027. More information of the projects and their status of completion can be found at <https://performance.envivio.com/dashboard/EPCountyARPA>.

Another factor significant to the local economy that makes El Paso unique is its total trade. According to the Federal Reserve Bank of Dallas, El Paso Economic Indicators report issued in January 2026, the El Paso Business-Cycle Index was up 2.4 percent from the prior year, and employment levels decreased an annualized .9 percent. The unemployment rate increased from 4.4 percent to 4.8 percent, a measure that is higher locally than in Texas and the U.S. (4.40 and 4.30 percent, respectively). Wage growth has increased with El Paso's average hourly wage at \$24.89 in November 2025, an 8.5 percent increase from November 2024. El Paso's economy is heavily dependent on international trade. As of December 2025, total trade volumes have continued moving higher during 2025, up 20.4 percent since year-end 2024.

The County has its own Economic Development Department to provide leadership and expertise in managing incentives and new investment in the County. Incentive agreements are only presented for developments that show a clear demonstration of public purpose and economic benefit through the advancement of the County's economic goals. This includes expanding and strengthening the tax base, creating quality jobs, increasing private capital investment in the community, spurring development in targeted County locations, and/or encouraging development of targeted businesses or clusters. The Economic Development Department monitors compliance with incentive agreements. The County's Economic Development Department incentives page can be found at: <http://www.epcounty.com/economic/incentives.htm>.

During 2025, El Paso County continues to collaborate on a regional data center with META, formerly the Facebook Company, to ensure the project's benefits to the local economy. In addition, construction began in May 2025 on Amazon's \$51.5 million delivery station on El Paso's Westside bringing additional long-term growth and expanded operations to El Paso. The facility is smaller than the massive Amazon fulfillment center in Far East El Paso, which serves as a main hub and ships packages to delivery stations for final distribution to customers.

El Paso County's aerospace economic development in 2025 is characterized by a strategic push to become a regional hub for defense manufacturing and space innovation. Construction began on the Advanced Manufacturing District at the El Paso International Airport in early 2025, designed for startups and small-to-medium manufacturers. The County secured an \$800,000 grant from the Texas Space Commission for a unified master plan across El Paso, Van Horn, and Midland to develop regional aerospace infrastructure known as the West Texas Aerospace Corridor Plan. The UTEP Aerospace Center continues to focus on educating students and training local manufacturers to connect with national supply chains and defense partners. El Paso County officials are working on a binational partnership with the state of Chihuahua, Mexico, to create a binational committee for aerospace development at the Tornillo-Guadalupe Port of Entry. Industry Synergy can be seen by



the region leveraging its proximity to Fort Bliss, White Sands Missile Range, and Blue Origin’s launch site in Van Horn to attract aerospace companies.

The County has also made significant strides in the construction of the Fabens Airport with completion of new hangar buildings intended to boost economic development and support the local agricultural community. The expansion project aims to increase plane storage and support local agricultural use, improvements that benefit the broader El Paso County region.

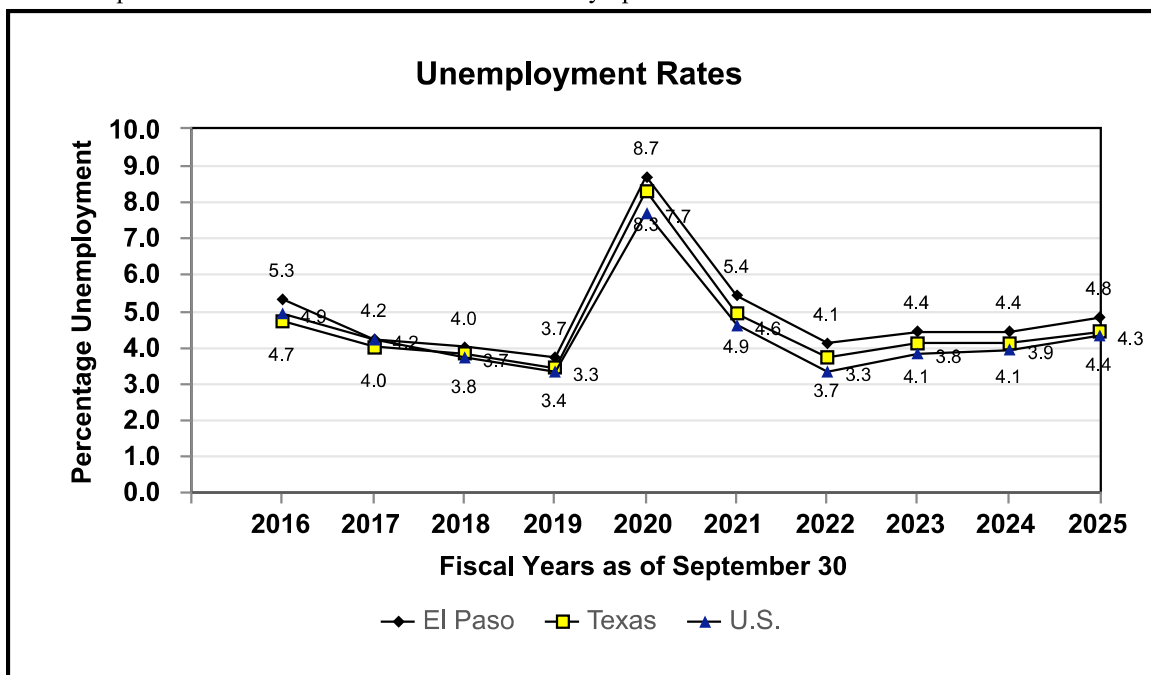
El Paso County and neighboring Ciudad Juárez, Mexico, are separated by the Rio Grande River. According to Macrotrends, the Ciudad Juárez metro population is over 1.6 million. The geographic location of El Paso encourages enterprising businesses by providing the unique versatility of being internationally known while remaining in the United States.

With Interstate 10 running east to west through El Paso and its proximity to Interstate 25 and Mexico’s Pan American Highway, this area represents a trade corridor with accessibility to rail lines and five international POEs with Mexico. According to data released by the Bureau of Transportation Statistics, El Paso had the third highest border crossing activity in 2025; there were over 1,345 trains, 14.6 thousand buses with 325 thousand passengers, 12.9 million private vehicle with 22.4 million passengers, 1.0 million commercial vehicles and over 6.9 million pedestrians that utilized the POEs.

The newest bridge, the Tornillo-Guadalupe bridge is toll free for southbound traffic and features three travel lanes in each direction, with one lane designated for commercial traffic and the other two for passenger vehicles. This POE is also known as Marcelino Serna. It crosses the Rio Grande, connecting the towns of Tornillo, Texas and Guadalupe, Chihuahua. The bridge’s total length is 1,274 feet and it has pedestrian sidewalks in both directions (northbound and southbound). The bridge was built in 2016 to replace and upgrade the Fabens–Caseta International Bridge a few hundred yards to the west. The Tornillo-Guadalupe bridge is owned by El Paso County in the U.S. side and Government of México in the Mexican side.

Factors Affecting Financial Condition

Information presented in these financial statements is perhaps best understood when considered from a broad perspective of the specific environment within which the County operates.



Local Economy and Employment trends. El Paso’s unemployment rate typically is higher than that of the rest of the State, as well as that of the nation, as depicted on the preceding chart, El Paso continues to follow this trend and is expected to remain fairly stable with continued employment gains as the State and national economy stabilizes.

According to the Texas Workforce Commission, total employment in the El Paso MSA increased by 8,300 jobs or 2.4% from September 2024 to September 2025, rising to 361,000. The largest percentage gain was in Trade, Transportation and Utilities, which increased by 4,600 jobs, or 6.2 percent, reflecting continued strength in El Paso’s role in cross-border commerce and regional logistics. Manufacturing had the second-highest percentage increase, gaining 900 jobs, or 5.2 percent. Construction had the third-highest percentage increase, gaining 700 jobs, or 4.3 percent. Other notable increases occurred in Financial Activities, Leisure and Hospitality, Education and Health Services, and Total Government. Job losses were reported in Professional and Business Services and Other Services, while Information showed no change.

From a fiscal perspective, the strongest percentage gains in Trade, Transportation and Utilities, Manufacturing, and Construction support continued regional economic activity and may contribute to steady sales tax, permitting, franchise, and related revenues. Growth in Trade, Transportation and Utilities aligns with El Paso’s role in cross-border commerce and logistics, while gains in Manufacturing and Construction indicate continued business activity and development within the regional economy. Additional growth in Leisure and Hospitality and Education and Health Services may also support consumer spending and fee-based revenues tied to household activity.

El Paso MSA Employment by Industry					
El Paso Metropolitan Statistical Area Profile obtained from U.S. Bureau of Labor Statistics.					
Industry Types	September 2024	September 2025	Amount Change	Percentage Change	Percent of Total
Construction	16,300	17,000	700	4.29 %	4.71 %
Manufacturing	17,300	18,200	900	5.20 %	5.04 %
Trade, Transportation and Utilities	74,600	79,200	4,600	6.17 %	21.94 %
Information	6,400	6,400	—	— %	1.77 %
Financial Activities	14,700	15,200	500	3.40 %	4.21 %
Professional and Business Services	44,200	43,300	(900)	(2.04)%	11.99 %
Education and Health Services	54,900	55,800	900	1.64 %	15.46 %
Leisure and Hospitality	41,900	43,300	1,400	3.34 %	11.99 %
Other Services	10,300	10,200	(100)	(0.97)%	2.83 %
Total Government	72,100	72,400	300	0.42 %	20.06 %
Total Labor Market	352,700	361,000	8,300	2.35 %	100.00 %

El Paso’s cultural and business ties as a border region with Mexico drive its economy. The renewed attraction of El Paso County as a favorable business environment, coupled with the increased marketing for the use of the international bridges and regional growth continues to stimulate local activity.

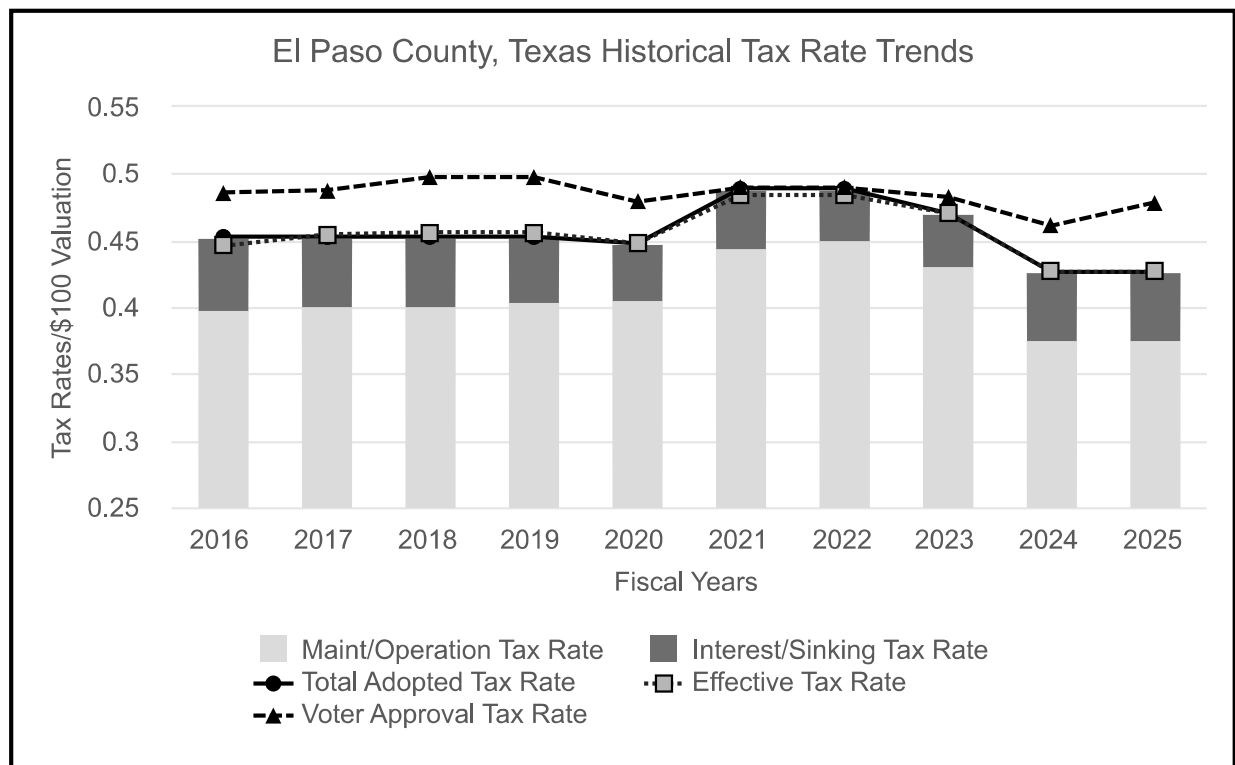
El Paso continues to transition from a goods-producing economy to a service economy. Overall, optimistic indications remain on the County’s financial outlook given our low government taxes, abundance of labor, and moderate wage rates.

Long-Term Financial Planning. County strategies and a five-year plan are integrated into all departmental budgets to ensure unified efforts within County government to achieve the goals and objectives of the County. Texas county government operates under a balanced budget as required by law. This does not mean that estimated revenues must always be exactly equal to expenditures. In most of the annual operating budgets, the Commissioners Court members usually decide to

use a portion of fund balance reserves to balance the revenues to appropriations. As a sound financial management practice, members of the Commissioners Court consistently emphasize maintaining sufficient unassigned fund balance levels (unrestricted net assets) to meet first quarter obligations of payroll and operating costs and furthermore, this assists in maintaining financial stability and retaining or enhancing the County's bond ratings. In June of 2025, Fitch maintained El Paso County's rating of AA+, with a stable outlook.

Over the years, the County has emphasized stabilization of ad valorem property tax rates. Historically the County has experienced fluctuations in revenues relating to changes in the local economy and over the past ten years the combined total tax rate (Maintenance and Operations and Interest and Sinking) has grown on average annually by \$0.0026 or .6 percent. To further clarify, El Paso County experiences positive and negative property valuation variances. During times of economic growth, which cause new construction and additional infrastructure needs in the region, such new properties added to the property rolls create new revenues for the County to keep pace with increased demand for services. To the contrary, when property valuations become stagnant or decline, the tax burden based on Truth-In-Taxation calculations is shifted amongst all properties to generate the same revenue dollars as the prior year.

On an annual basis the Commissioners Court assesses its financial resources to meet increases in demand for services funded in its budget, which sometimes requires an adjustment to the tax rate as mentioned above. In 2016 the tax rate was \$0.452694 per \$100 valuation and through 2018 the rate remained the same, lowered in 2019 to \$0.447819, grew to \$0.488997 in 2020 and remained at \$0.488997 in 2021, declined in 2022 to \$0.470181, and declined again in 2023 to \$.426289, then rose again in 2024 to .458889. In 2025 the tax rate decreased by a little more than three cents to .426323.



The debt service portion of the overall rate may rise as high as necessary, with the total tax rate not exceeding \$0.80 per \$100 assessed valuation for maintenance and operating and debt service combined, and \$0.15 per \$100 assessed valuation specifically for the maintenance of public roads. If the County proposes a tax increase over the Voter Approval Tax Rate, a mandatory election will take place. The Voter Approval Tax Rate equals the sum of a 3.5 percent increase over the effective maintenance and operation tax rate plus the proposed year debt tax rate.

In this regard, emphasis remains on revenue generating initiatives to collect various County fines and fees more effectively. This includes continued efforts and cooperation from the Tax Office, Justice of the Peace Offices, County Sheriff, and Constables to collect on outstanding warrants in support of the SCOFFLAW program whereby auto registration renewals are denied to motorists with outstanding traffic warrants. Also, the Commissioners Court has chosen to be proactive in its efforts to make much needed equipment replacements by allocating a portion of maintenance and operations taxes for equipment replacement. This strategic approach was also a cost-effective measure which amounts to a debt issuance cost avoidance of approximately \$750,000 per year by not financing annual equipment replacement through a debt issuance. This strives to ensure that services to citizens will not diminish if a postponement of equipment replacement is allowed for two or more consecutive years.

Fund balance refers to the excess of assets over liabilities in governmental funds. As stated in the County's financial policies, for the purpose of financial planning, fund balance is defined as the cumulative surpluses or deficits resulting from the difference between expenditures and revenues in any one fiscal year. The cumulative effect of yearly fund balance amounts is furthermore addressed as a fund balance reserve. When evaluating fund balance reserves, it is vitally important to maintain sufficient positive fund balance reserves to avoid borrowing to meet short-term operating needs.

As a rule of thumb, since the General Fund is the County's main operating fund, the County strives to maintain an unassigned general fund balance, at a minimum, equal to projected cash needs for the first fiscal quarter to meet operating obligations or 10-15 percent of the total general fund adopted operating budget in any one fiscal year. At the present level, this means the County should strive to maintain a minimum unassigned general fund balance of at least \$44.6 million based on the fiscal year 2026 General Fund budget (less emergency reserve) of \$446.4 million. Maintaining a low fund balance could force the County to resort to short-term borrowing to meet payroll and operations for the first quarter of the fiscal year. Also, low fund balance may potentially result in the County being vulnerable to lower bond ratings. Lower bond ratings ultimately result in more costly future borrowing at higher interest rates; therefore, increased interest expense in response to an entity's declining financial position depicted at any one point in time. In essence, having some amount of fund balance gives the County the financial ability to cover unanticipated revenue losses or significant unanticipated expenditures, should they occur. In accordance with updated financial policies, the fiscal year 2025 adopted budget includes an appropriated unassigned account for unforeseen emergencies that may arise and is funded from an estimated ninety percent of the residual unassigned fund balance reserve of the general fund and totals \$20.6 million of the operating budget category and decreased by \$6.7 million from the \$27.3 million appropriated in FY2024.

Historically speaking, the County has placed emphasis on achieving its reserve goal of fiscal year end unassigned general fund reserves in comparison to the subsequent year adopted budget, which was accomplished for fiscal year 2025 which ended at 12.4 percent, in spite of assigning \$6.4 million of fund balance for economic development. It is noteworthy to mention that the continuing actions of Commissioners Court with the cooperation of County elected officials and department heads over the past ten years had a contributing effect of enhancing a favorable expenditure cost savings and resulting budget variances or unspent budget balances within the General Fund.

For fiscal year 2025, general fund revenue and other sources totaled \$410.2 million and increased by \$14.2 million or 3.6 percent while expenditures and financing uses totaled \$400.6 million and increased by \$2.7 million or 0.7 percent, resulting in revenues outpacing expenditures by \$9.6 million. Revenues and other sources growth resulted from a netting of increases totaling \$21.9 million and decreases totaling \$7.7 million. Growth was attributable to net tax revenues, which increased by \$16.2 million or 4.8 percent and is discussed further in the MD&A. Specific other increases were: \$2.4 million related to intergovernmental, \$2.4 million related to charges for services, \$879.0 thousand related to fines and forfeitures, \$3.0 thousand for licenses and permits. Areas experiencing declines included interest earnings of \$4.6 million; \$1.4 million related to other financing sources \$1.7 million related to miscellaneous, and a portion of other financing sources related to right to use assets of \$4.7 million.

Separate analysis of expenditures and financing uses in Exhibit 4 depicts a net increase of \$2.7 million or 0.7 percent as a result of three increases of which the first is public safety increasing by \$16.3 million or 10.8 percent over the prior fiscal year. The second is resource development increasing by \$1.3 million or 48.3 percent over the prior year and third is administration of justice increasing by \$902.0 thousand or 1.0 percent over the prior year. These increases were netted with decreases in general government of \$531.0 thousand or 0.6 percent, health and welfare of \$253.0 thousand or 2.0 percent,



community services of \$108.0 thousand or 18.7 percent, culture and recreation of \$383.0 thousand or 4.3 percent, public works of \$94.0 thousand or 5.4 percent, capital outlays of \$5.0 million or 77.7 percent, and other financing uses of \$9.5 million or 38.9 percent. Most changes are due to continued increased personnel costs, while decreases were in operating and transfers out costs.

It is vitally important that the Commissioners Court remain focused on trends of the General Fund, especially considering the local economic circumstances, history of funding reductions and State action to infringe upon local control with possible additional mandated expenses and tax rate and revenue caps on local governments like El Paso County. County government will remain on the lookout during the 90th Legislative session for additional initiatives targeting local government by the State as such action undermines local control by locally elected officials entrusted by local voters and who know best the needs of their local communities to make such decisions. Additionally, as our community grows and new property values are added to the tax rolls, locally elected officials are best suited to ensure local government receives new revenues intended and necessary to support new infrastructure and expanded public service demands. Loss of such revenues interferes with the fiscal affairs of local governments and causes degradation and stagnation to local public services, public facilities, and infrastructure within the County.

It is imperative that the Commissioners Court continue to focus on revenue enhancement to adequately fund present and future mandates placed on County government. As in the previous fiscal year, the fiscal year 2025 budget incorporated additional funding to continue aligning the budget with the County Strategic Plan goals: lead justice reform through enhanced magistration and a crisis intervention team; economic development through various programs including community broadband services, focus on small businesses, and attracting higher-wage industries; infrastructure upgrades such as investing in foundation technology; and valuing the County family by fulfilling collective bargaining agreement wage increases, absorbing increased retirement funding costs, and creating employee supportive wage and benefit policies. More than ever, monitoring of revenues and expenditures will be paramount in forecasting budget inadequacies and identifying potential excesses, especially considering local economic impacts throughout fiscal year 2025 and into fiscal year 2026.

For the future, it is anticipated that in fiscal year 2026 the Court will continue to face funding challenges. Some of those challenges will be dealing with economic issues resulting from Federal policy changes as well as continued inflationary pressures, as well as ongoing migration activity in the County. Additionally, challenges continue with maintaining operating costs of new and existing facilities; County infrastructure demands, especially in the outlying areas of the County including flood control, new road construction and maintenance; continual assessment of personnel and fringe benefit costs, fringe benefit policies and related management of long-term liabilities; and continued automatic contractual collective bargaining salary adjustments for the Sheriff's Department. Specific monitoring will remain focused on revenues related to hotel occupancy and sales and use taxes as they tend to be impacted during times of national and international conflict due to the nature of El Paso County's proximity to the international border. Expenditure growth due to inflation and the possibility of new mandates will also be challenges faced by the Court.

Finally, because of the trend of shifting unfunded mandates by both federal and state levels to local government, as well as the uncertainty of the bills to be passed in the Texas 90th legislative session, it is anticipated that additional financial burdens will continue to be experienced by the County and ultimately local taxpayers if other sources of funding are not identified. The County will be tasked with identifying new or additional revenues to counter these expenditures. At its discretion, the Court will likely continue to utilize some amount of fund balance, which is healthy and fiscally prudent in the sense that it keeps the County from building up excessive reserves and reduces a future burden on taxpayers. As a means of complying with statutory budget balancing requirements, a portion of fund balance will likely be utilized to balance subsequent years budgets. The Commissioners Court is encouraged to continue its prudent fiscal practices of remaining cautious and cognizant when planning for future budget growth, to continue its focus towards cost containment initiatives and identifying additional sources of revenue or enhancements. Overall, it is imperative that County government continually strive to maintain steady increases in revenue while costs are on the rise.



Major Initiatives. During fiscal year 2025, some of the major initiatives funded with the debt issued in previous fiscal years and completed were significant renovation projects at the Fabens Airport facility, Downtown Annex remodeling, Courthouse virtual kiosks, John Hayes Street expansion project, Tornillo stormwater project, Tornillo shared use path, Bradley and Willow storm pond, Montwood Drive extension design, Jail Annex courtroom construction, Hillcrest water and improvement projects, Fabens sidewalk project, Spark Arroyo Basin project, skate park renovations, and the Stage Coach Crossing stormwater project.

The County continues to modernize and upgrade 30 County facilities for energy efficiency, including the County Courthouse and moved forward with a \$155 million capital improvement plan approved by voters, for Ascarate Park upgrades, a new medical examiner facility, and a new animal welfare facility.

Awards and Acknowledgments. In 2025, El Paso County received national recognition, including six National Association of Counties (NACo) Achievement Awards, with the El Paso County Healing Garden winning "Best in Category" for Arts, Culture and Historic Preservation. The other NACo awards were Outreach and Education Initiative, Media Relations Training, Volunteer Restoration Crew, Innovative Transit Programs, and TRUST Program (Therapeutic Response Unit and Stabilization Team). Other 2025 honors include the 2025 Gene Phillips Hospitality Award for local tourism,

In 2025, GFOA named County of El Paso, TX as a 2023 Triple Crown Winner for the third year. GFOA's Triple Crown designation recognizes governments who have received GFOA's Certificate of Achievement for Excellence in Financial Reporting, Popular Annual Financial Reporting Award, and Distinguished Budget Presentation Award for a fiscal year. The Triple Crown designation represents a significant achievement. To qualify, each entity must meet the high standards of all three separate award programs. Each award program recognizes governments that produce reports which communicate their financial stories in a transparent manner and meet applicable standards.

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to El Paso County for its annual comprehensive financial report for the fiscal year ended September 30, 2024. This was the 36th consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

Additionally, the County received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the 2025 fiscal year beginning October 1, 2024. This was the 27th year the County received this prestigious award, and the County has submitted its FY2026 Budget to the GFOA for consideration for this continued award. To qualify for the Distinguished Budget Presentation Award, the County's budget document is judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device. A Certificate of Achievement is valid for a period of one year only.

El Paso County also received the Government Finance Officers Association's (GFOA) Popular Annual Financial Reporting (PAFR) Award for its 2024 report, marking the County's fifth PAFR award and maintaining eligibility for another Triple Crown distinction. The GFOA's PAFR Program encourages state and local governments to present key information from their annual comprehensive financial reports in a format that is accessible and easily understandable to the general public and other stakeholders without a background in public finance.



The preparation of this report would not have been possible without the efficient and dedicated services of the County Auditor's staff, particularly executive staff and financial reporting. I would like to express my appreciation to all members of the County Auditor Department who assisted and contributed to the preparation of this report. Credit also must be given to the Commissioners Court for their unfailing support in maintaining the highest standards of professionalism in the management of the County's finances. I express my sincere thanks to the Council of Judges and other County officials, department heads and employees for their roles in directing the financial affairs of the County in a responsible and professional manner.

Respectfully submitted,



Barbara Parker
County Auditor





Government Finance Officers Association

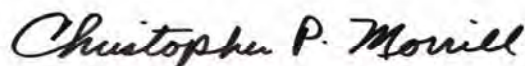
**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**County of El Paso
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

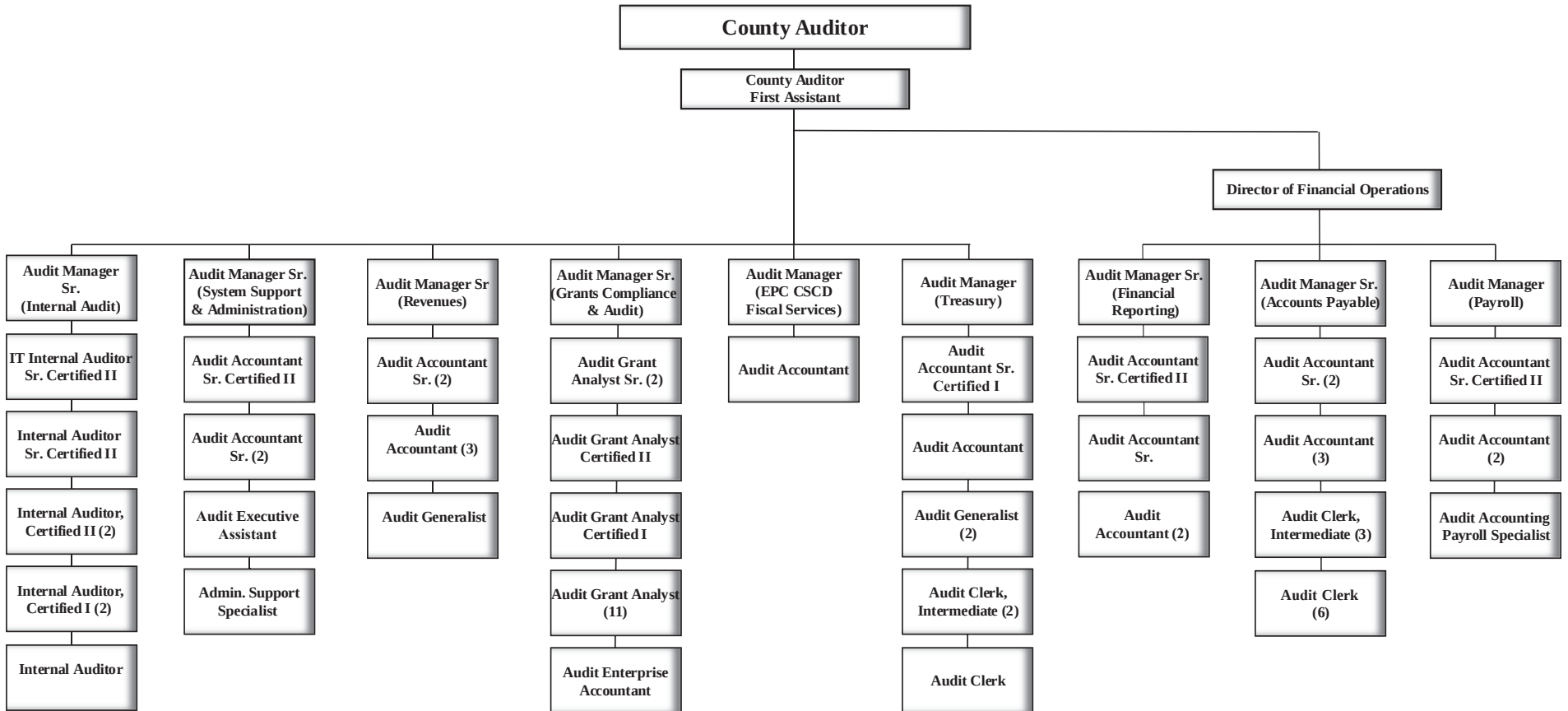
September 30, 2024



Executive Director/CEO

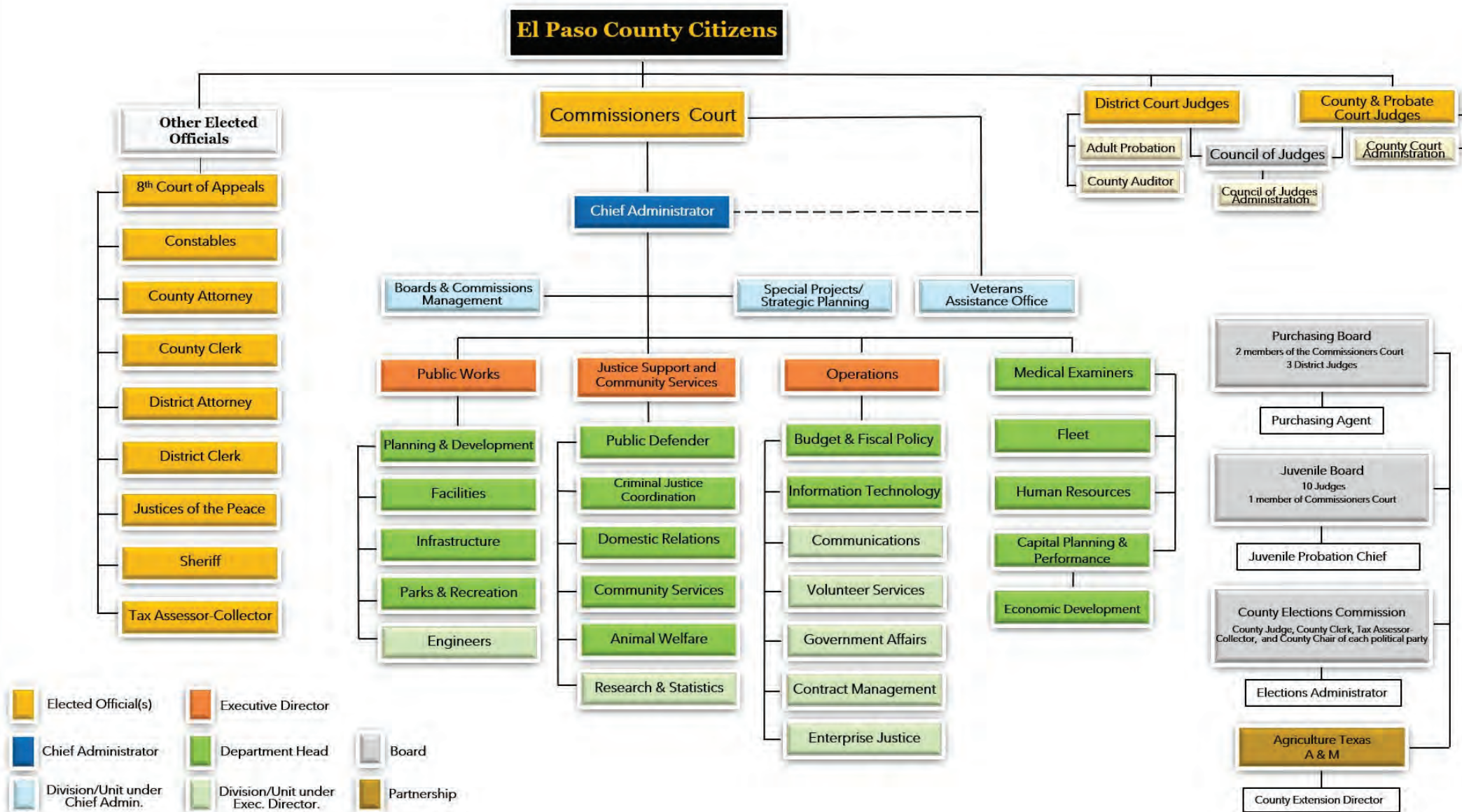
El Paso County Auditor's Office

Organizational Chart as of September 30, 2025





El Paso County Organizational Chart





Directory of Principal Officials



Commissioners Court (The Governing Body)

County Judge, Ricardo A. Samaniego
 County Commissioner, Precinct Number 1, Jackie Butler
 County Commissioner, Precinct Number 2, David Stout
 County Commissioner, Precinct Number 3, Iliana Holguin
 County Commissioner, Precinct Number 4, Sergio Coronado

Room 301, County Courthouse Bldg, (915) 273-3591
 Room 301, County Courthouse Bldg, (915) 273-3594
 Room 301, County Courthouse Bldg, (915) 273-3599
 Room 301, County Courthouse Bldg, (915) 273-3594
 Room 301, County Courthouse Bldg, (915) 273-3594

Council of Judges

41st Judicial District, Annabell Perez
 34th Judicial District, William E. Moody, District Judge
 65th Judicial District, Selina Saenz, District Judge
 120th Judicial District, Ben L. Ivey III, District Judge
 168th Judicial District, Marcos Lizarraga, District Judge
 171st Judicial District, Bonnie Rangel, District Judge
 205th Judicial District, Francisco X. Dominguez, District Judge
 210th Judicial District, Alyssa Perez, District Judge
 243rd Judicial District, Selena Solis, District Judge
 346th Judicial District, Patricia C. Baca, District Judge
 383rd Judicial District, Lyda Ness Garcia, District Judge
 384th Judicial District, Patrick M. Garcia, District Judge
 388th Judicial District, Marlene Gonzalez, District Judge
 409th Judicial District, Sam Medrano, Jr., District Judge
 448th Judicial District, Sergio Enriquez, District Judge
 327th Judicial District, Monique Velarde, District Judge
 Associate Family Court 1, James Lucas, Associate Judge
 Associate Family Court 2, Patrick D. Bramblett, Associate Judge
 Associate Family Court 4, Karen Pelletier, Associate Judge
 County Court at Law Number 1, Ruth Reyes, Judge
 County Court at Law Number 2, Julie Gonzalez, Judge
 County Court at Law Number 3, Melissa A. Baeza, Judge
 County Court at Law Number 4, Alejandro Gonzalez, Judge
 County Court at Law Number 5, Jesus M. Rodriguez, Judge
 Local Administrative Judge, County Court at Law Number 6, M. Sue Kurita, Judge
 County Court at Law Number 7, Ruben Morales, Judge
 County Criminal Court 1, Linda S. Perez, Judge
 County Criminal Court 2, Robert S. Anchondo, Judge
 County Criminal Court 3, Carlos Carrasco, Judge
 County Criminal Court 4, Jessica Vazquez, Judge
 Criminal District Court No. 1, Diane Navarrete, Judge
 County Probate Court No. 1, Patricia B. Chew, Judge
 County Probate Court No. 2, Eduardo A. Gamboa, Judge
 Juvenile Court Referee 1, Richard L. Ainsa, Judge
 Juvenile Court Referee 2, Maria T. Leyva-Ligon, Judge
 Criminal Jail Magistrate, Humberto Acosta, Presiding Judge
 Criminal Jail Magistrate, Ruben Nunez, Judge
 Criminal Jail Magistrate Sheldon Myers, Judge
 Criminal Jail Magistrate, Antonio Aun, Judge
 Criminal Law Magistrate, Ray Duke, Judge

Room 1006, County Courthouse Bldg, (915) 273-3728
 Room 905, County Courthouse Bldg, (915) 273-3704
 Room 1105, County Courthouse Bldg, (915) 273-3729
 Room 605, County Courthouse Bldg, (915) 273-3545
 Room 602, County Courthouse Bldg, (915) 273-3548
 Room 601, County Courthouse Bldg, (915) 273-3543
 Room 1002, County Courthouse Bldg, (915) 273-3705
 Room 1005, County Courthouse Bldg, (915) 273-3716
 Room 901, County Courthouse Bldg, (915) 273-3727
 Room 701, County Courthouse Bldg, (915) 273-3725
 Room 1101, County Courthouse Bldg, (915) 273-3701
 Room 906, County Courthouse Bldg, (915) 273-3703
 Room 902, County Courthouse Bldg, (915) 273-3702
 Room 459, County Courthouse Bldg, (915) 273-3587
 Room 404, County Courthouse Bldg, (915) 273-3585
 Room 606, County Courthouse Bldg, (915) 273-3547
 Room 903, County Courthouse Bldg, (915) 273-3700
 Room 1102, County Courthouse Bldg, (915) 273-3727
 Room 1103, County Courthouse Bldg, (915) 273-3706
 Room 802, County Courthouse Bldg, (915) 273-3731
 Room 801, County Courthouse Bldg, (915) 273-3730
 Room 1001, County Courthouse Bldg, (915) 273-3721
 Room 805, County Courthouse Bldg, (915) 273-3733
 Room 803, County Courthouse Bldg, (915) 273-3707
 Room 1106, County Courthouse Bldg, (915) 273-3720
 Room 1201, County Courthouse Bldg, (915) 273-3735
 Room 706, County Courthouse Bldg, (915) 273-3723
 Room 704, County Courthouse Bldg, (915) 273-3717
 Room 413, County Courthouse Bldg, (915) 273-3584
 Room 702, County Courthouse Bldg, (915) 273-3732
 Room 469, County Courthouse Bldg, (915) 273-3586
 Room 803, County Courthouse Bldg, (915) 273-3709
 Room 422, County Courthouse Bldg, (915) 273-3581
 6400 Delta, Juvenile Probation Bldg, (915) 273-3491
 6400 Delta, Juvenile Probation Bldg, (915) 273-3491
 600 East Overland, (915) 546-2077
 600 East Overland, (915) 546-2077
 600 East Overland, (915) 546-2077
 600 East Overland, (915) 546-2077
 600 East Overland, (915) 546-2077

Other Principal Officials

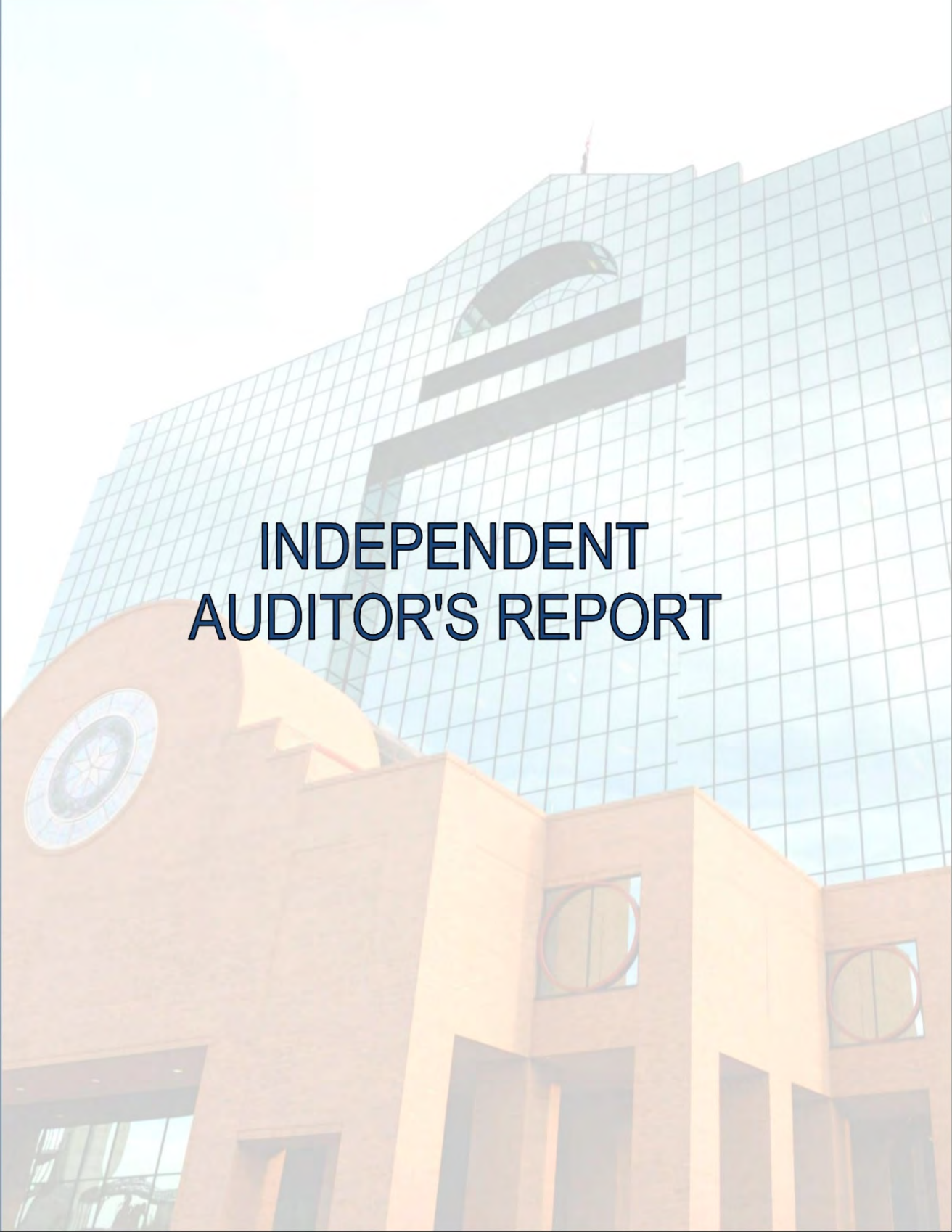
County Attorney, Christina Sanchez
 County Chief Administrator, Betsy C. Keller
 Budget Executive Director, Carmen Arrieta-Candelaria
 County Auditor, Barbara Parker
 County Clerk, Delia Briones
 County Purchasing Agent, Karen L. Davidson
 County Sheriff, Oscar Ugarte
 County Tax Assessor and Collector, Ruben P. Gonzalez
 District Attorney, James Montoya
 District Clerk, Norma Favela Barcealeau
 Interim Chief HR Officer, Sam Trujillo
 Public Defender, Kelli Childress

Suite 200, Downtown County Annex, (915) 273-3238
 Room 302A, County Courthouse Bldg, (915) 273-3600
 Room 302B, County Courthouse Bldg, (915) 273-3726
 Suite 140, Downtown County Annex, (915) 273-3262
 Room 105, County Courthouse Bldg, (915) 273-3532
 Room 300, County Administrative Offices, (915) 273-3349
 3850 Justice Drive, (915) 273-3085
 301 Manny Martinez Dr, 1st Floor, (915) 273-3425
 Room 201, County Courthouse Bldg, (915) 273-3536
 Room 103, County Courthouse Bldg, (915) 273-3534
 500 East Overland, (915) 273-3520
 Room 501, County Courthouse Bldg, (915) 273-3536



FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT



INDEPENDENT AUDITOR'S REPORT

Honorable County Judge and
County Commissioners
El Paso County, Texas

Report of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the El Paso County, Texas (the "County"), as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of September 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County 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 – Change in Accounting Principle

As described in the notes to the financial statements, in fiscal year 2025 the County adopted two new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences* and Statement No. 102, *Certain Risk Disclosure*. Our opinion is not modified with respect to this matter.

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 County's ability to continue as a going concern for twelve months beyond the financial statement due date, including any currently known information that may raise substantial doubt shortly thereafter.

OFFICE LOCATIONS

TEXAS | Waco | Temple | Hillsboro | Houston
NEW MEXICO | Albuquerque



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS 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 County'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 County'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 for the General Fund, Road and Bridge Fund, and Grants Fund, and pension and OPEB information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it 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

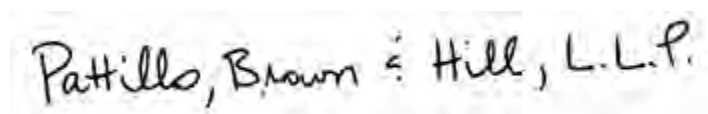
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 combining and individual fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

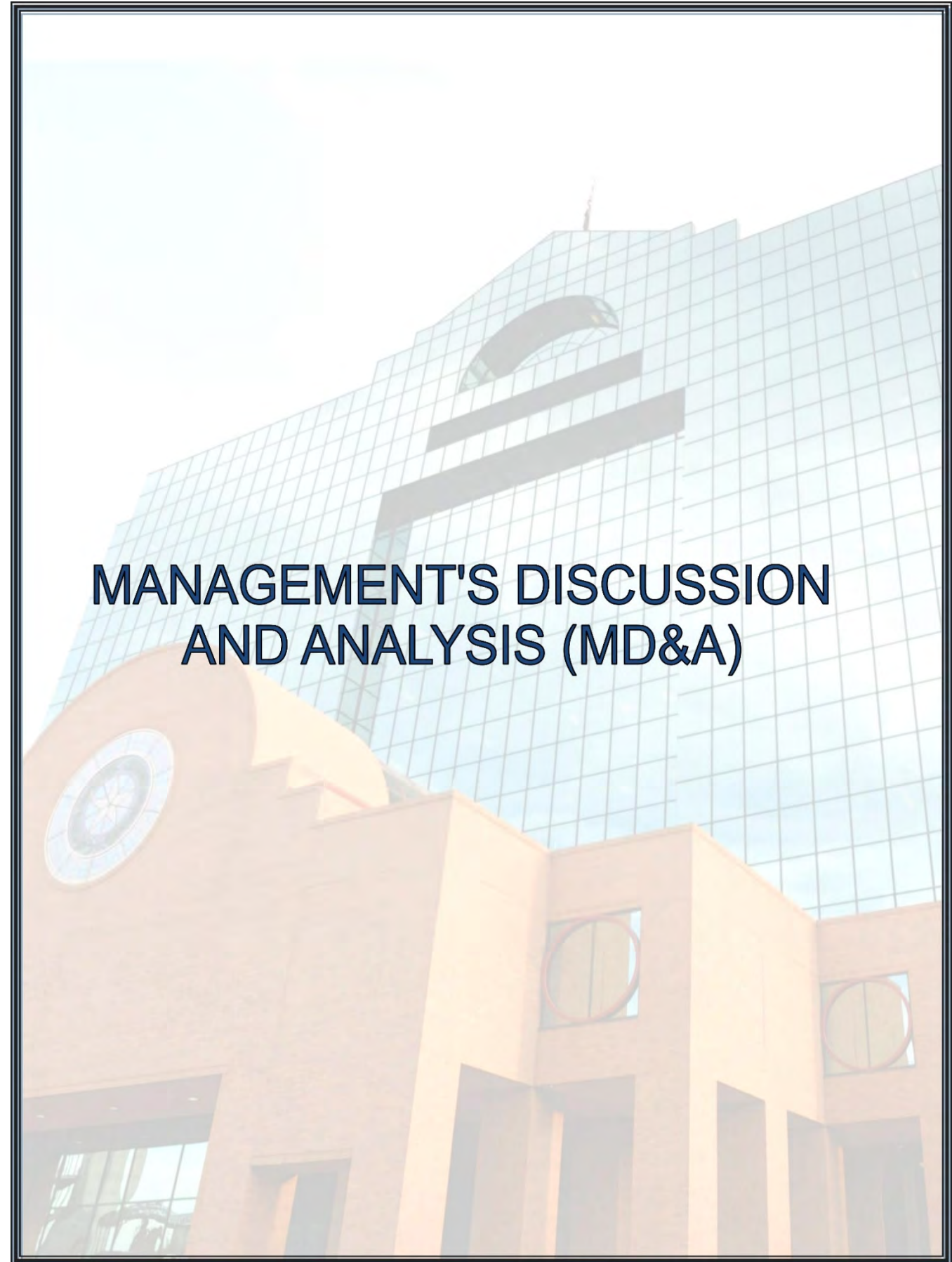
Management is responsible for the other information included in the annual comprehensive financial report (ACFR). The other information comprises the introductory section and statistical section but does not include the financial statements and our auditor's report thereon. Our opinions on the financial 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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 8, 2026, on our consideration of the County'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 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 County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Pattillo, Brown & Hill, L.L.P." The signature is written in a cursive, slightly slanted style.

Albuquerque, New Mexico
May 8, 2026



MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

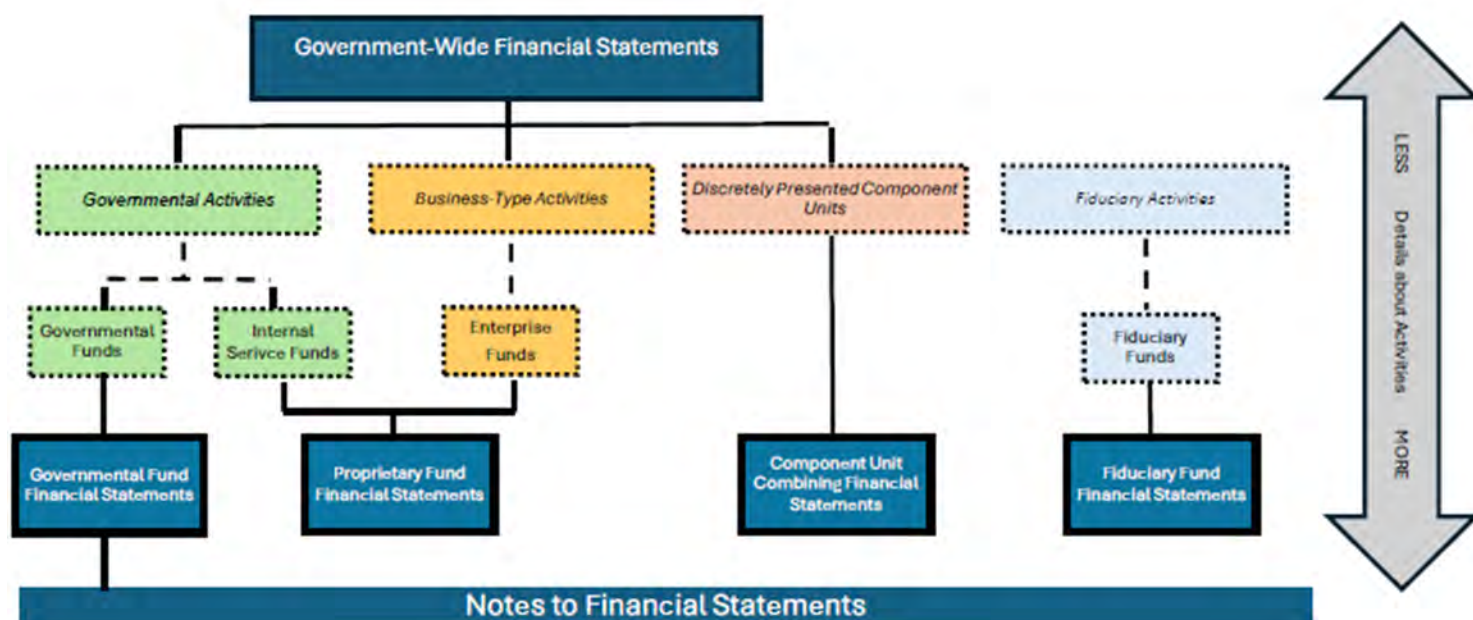
COUNTY OF EL PASO, TEXAS
Management's Discussion and Analysis
September 30, 2025

The purpose of management's discussion and analysis (MD&A) is to help El Paso County residents and other readers understand what financial statements and notes in this financial report say about the County's financial health and why it has changed since last year. The MD&A contains information drawn from other parts of the report, accompanied by explanations provided by County staff's knowledge of County Finances.

If you have questions about this report or require further information, contact the County Auditor's Office – Financial Reporting Division at; Financial_Reporting.gem@epcountytx.gov or 915-273-3262.

Overview of the Financial Statements

The County's financial report contains the basic financial statements. Those financial statements present the County's finances at both an overall and a detailed level. The *government-wide financial statements* – cover the County's governmental activities, business-type activities (*primary government*), and discretely presented component units.



- *Governmental activities* comprise the County's most basic functions of general government, administration of justice, public safety, health and welfare, community services, resource development, culture and recreation, and public works. Governmental activities are financed primarily through taxes paid by County residents and businesses and grants from the state and federal government.
- *Business-type activities* are County services primarily financed as a whole or in part with charges to customers for water, sewer, and solid waste.
- *Discretely presented component units* are legally separate entities for which the El Paso County Commissioners Court, the County's governing body, has the legal duty to exercise financial accountability over them by appointing their board members, approving their budgets and setting their tax rates as discussed in the letter of transmittal. Those discretely presented component units include the Hospital District (doing business as University Medical Center (UMC)) and Emergency Services Districts 1 and 2.

COUNTY OF EL PASO, TEXAS
Management's Discussion and Analysis
September 30, 2025

The remaining basic financial statements present the County's finances in greater detail and present fiduciary activities. The *fund financial statements* disaggregate financial information by separate funds to report on the specific purposes for which resources are used or for which they are restricted. The County reports three groups of funds:

- *Governmental fund financial statements* report all the governmental activities except for internal service funds which are used to account for the County's health benefits fund and workers compensation fund. In addition to the County's main operating fund - general fund - there are the special revenue funds which track funds restricted for a specific purpose; debt service fund to record the repayment of debt; and capital projects for the acquisition of long-term assets.
- *Proprietary fund financial statements* report all business-type activities (enterprise fund) and internal service funds (health benefits fund and workers compensation fund).
- *Fiduciary fund financial statements* report on resources for which the County acts as trustee or custodian. The resources in those funds do not belong to the County and cannot be used to provide services, which is why they are not included in the government-wide financial statements.

The Hospital District and Emergency Services Districts 1 and 2 are combined in a single column on the government-wide financial statements which are disaggregated in combining financial statements for discretely presented component units following the fund financial statements.

The next section of the financial report contains the notes to the financial statements, which delve deeper into the County's finances as reported in the financial statements. This information is important to better understanding of the information in the financial statements. The County uses notes to present information in greater detail than is possible within the financial statements themselves, explain the nature of amounts reported in the financial statements and how those amounts were determined, and report certain information that does not meet the requirements for inclusion in the financial statements.

Types of Information in the Financial Statements

All the County's financial statements, except for the governmental fund financial statements, use the *economic resources measurement focus and accrual basis of accounting*. They comprehensively report all types of financial statement elements:

- *Assets* - resources the County controls, from short-term assets like cash to long-term assets like roads and bridges.
- *Liabilities* - amounts the County owes, from short-term liabilities such as payroll to long-term liabilities such as outstanding debt and net amounts owed to employee pension.
- *Deferred outflows of resources and deferred inflows of resources* - flows that occurred during the year that will not be reported as expenses and revenues until the future year to which they are related.
- *Revenues and expenses* - inflows and outflows of economic resources respectively, related to the current year.

COUNTY OF EL PASO, TEXAS
Management's Discussion and Analysis
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Governmental fund financial statements use the *current financial resources measurement focus and modified accrual basis of accounting* to report on the sources, uses, and balances of current financial resources. The governmental funds do not report nonfinancial assets, such as capital assets, or certain other long-term items, such as general obligation bonds, but they do report the flows of current financial resources related to those long-term items such as the proceeds from issuing bonds or selling equipment, as well as principal and interest payments on bonds and on construction of County buildings.

	Financial Statements				Governmental Fund
	Government-Wide	Proprietary Fund	Fiduciary Fund	Component Unit	
Types of assets and liabilities	All assets and liabilities, both financial and nonfinancial, short term and long term				Only current financial resources, such as cash, taxes receivable, and accounts payable
Types of revenues/additions	All types of revenues/additions that flow into the government during the year that relate to that year, regardless of when cash is received				Only revenues that are measurable and available to finance expenditures of that year
Types of expenses/deductions/expenditures	All types of expenses/deductions that flow out of the government during the year that relate to that year, regardless of when cash is paid				Only expenditures for which the related governmental fund liability is incurred in that year
Types of deferred outflows of resources and deferred inflows of resources	All types of resources that flow into and out of the government during the year that relate to a future year				Current financial resources that flow into and out of the governmental funds during the year that relate to a future year

More detail about the measurement focuses and basis of accounting can be found in the first note to the financial statements.

COUNTY OF EL PASO, TEXAS
Management's Discussion and Analysis
September 30, 2025

Analysis of the County's Finances

El Paso County, Texas
Net Position (In Thousands)

							Total Percentage Change
	Governmental Activities		Business-type Activities		Total		FY2025-
	FY2025	FY2024	FY2025	FY2024	FY2025	FY2024	
Current and other assets	\$ 552,781	\$ 506,621	\$ 2,598	\$ 2,233	\$ 555,379	\$ 508,854	9.1 %
Capital assets	325,941	308,008	15,638	16,371	341,579	324,379	5.3 %
Total assets	878,722	814,629	18,236	18,604	896,958	833,233	7.6 %
Deferred outflows of resources	65,012	84,882	147	135	65,159	85,017	(23.4) %
Long-term liabilities	629,370	615,776	4,636	4,732	634,006	620,508	2.2 %
Other liabilities	103,850	152,335	244	147	104,094	152,482	(31.7) %
Total liabilities	773,220	768,111	4,880	4,879	738,100	772,990	(4.5) %
Deferred inflows of resources	39,152	25,902	59	46	39,211	25,948	51.1 %
Net position:							
Net investment in capital assets	181,837	169,012	11,331	11,959	193,168	180,971	6.7 %
Restricted	99,540	87,077	672	550	100,212	87,627	14.4 %
Unrestricted	(110,015)	(150,591)	1,441	1,305	(108,574)	(149,286)	(27.3) %
Total net position	\$ 171,362	\$ 105,498	\$ 13,444	\$ 13,814	\$ 184,806	\$ 119,312	54.9 %

The above table depicts as of September 30, 2025, the County's total net position, calculated as assets and deferred outflows minus liabilities and deferred inflows, was \$184.8 million, an increase of \$65.5 million, or 54.9 percent, compared to 2024. The change was due to an increase in net investment in capital assets, restricted net position, and unrestricted net position. The following sections of MD&A analyze the finances of the governmental activities and business type activities separately.

Governmental activities

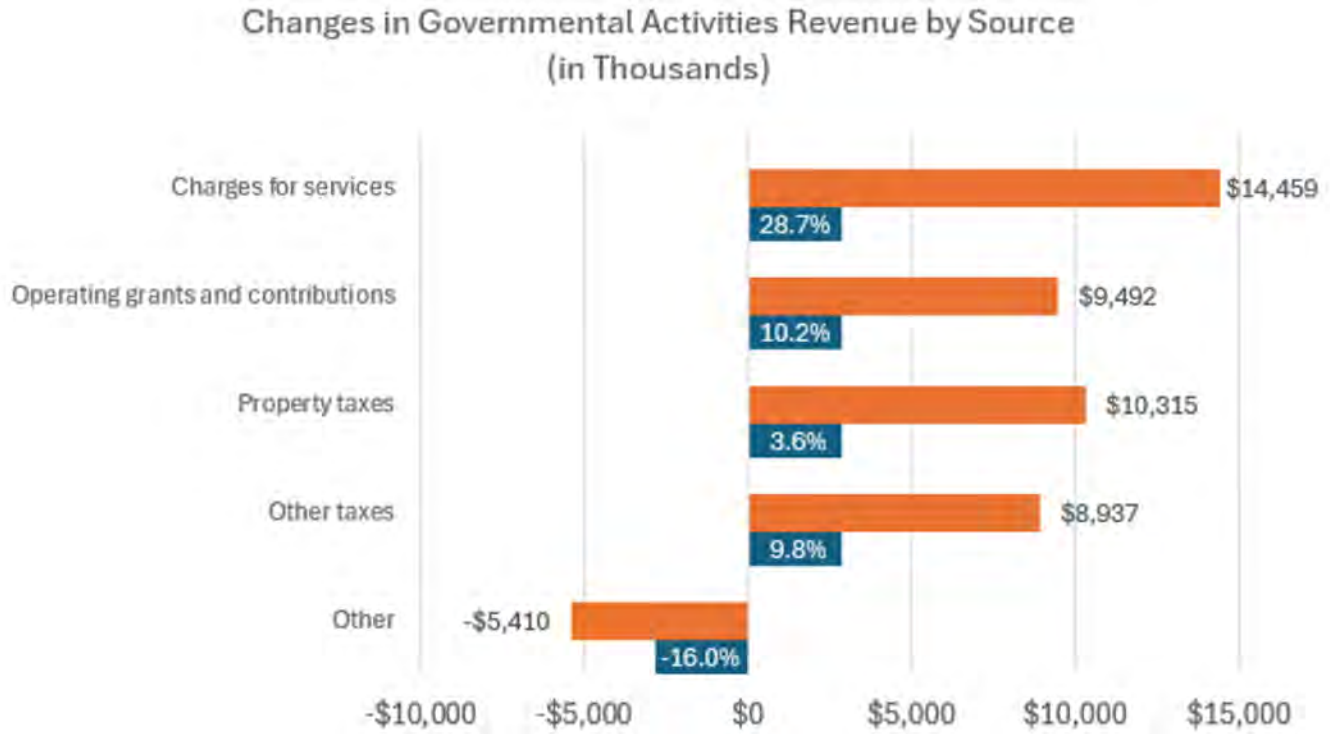
The following table "Changes in Net Position" show that revenues exceeded expenses. The total net position of the County's governmental activities was \$171.4 million, an increase of \$65.9 million or 62.4 percent from 2024. Various events contributed to this increase in net position; some of the primary factors affecting the change on the following pages.

COUNTY OF EL PASO, TEXAS
Management's Discussion and Analysis
September 30, 2025

El Paso County, Texas
Changes in Net Position (in Thousands)

	Governmental Activities		Business-type		Total		Total Percentag Change
	FY2025	FY2024	FY2025	FY2024	FY2025	FY2024	2025-
REVENUES							
Program revenues:							
Charges for services	\$64,860	\$50,401	\$3,776	\$3,450	\$68,636	\$53,851	27.5%
Operating grants and contributions	102,713	93,221	—	—	102,713	93,221	10.2%
Capital grants and contributions	—	—	—	251	—	251	—%
General revenues:							
Property taxes	292,926	282,611	—	—	292,926	282,611	3.6%
Other taxes	99,709	90,772	—	—	99,709	90,772	9.8%
Other	28,443	33,853	276	347	28,719	34,200	(16.0)%
Total revenues	588,651	550,858	4,052	4,048	592,703	554,906	6.8%
EXPENSES							
General government	98,280	131,778	—	—	98,280	131,778	(25.4)%
Administration of justice	97,680	126,452	—	—	97,680	126,452	(22.8)%
Public safety	175,359	230,544	—	—	175,359	230,544	(23.9)%
Health and welfare	19,920	22,862	—	—	19,920	22,862	(12.9)%
Community services	55,537	58,418	—	—	55,537	58,418	(4.9)%
Resource development	4,894	6,879	—	—	4,894	6,879	(28.9)%
Culture and recreation	18,309	19,001	—	—	18,309	19,001	(3.6)%
Public works	29,533	21,371	—	—	29,533	21,371	38.2%
Interest on long-term debt	9,315	8,732	—	—	9,315	8,732	6.7%
Enterprise fund	—	—	4,422	4,261	4,422	4,261	3.8%
Total expenses	508,827	626,037	4,422	4,261	513,249	630,298	(18.6)%
Increase (decrease) in net position before transfers	79,824	(75,179)	(370)	(213)	79,454	(75,392)	205.4%
Change in net position	79,824	(75,179)	(370)	(213)	79,454	(75,392)	205.4%
Net position October 1 , as previously reported	105,498	180,733	13,814	14,027	119,312	194,760	(38.7)%
Restatements	(11,209)	(56)	—	—	(11,209)	(56)	19,916.1%
Net position October 1, as restated	\$94,289	\$180,677	\$13,814	\$14,027	\$108,103	\$194,704	(44.5)%
Net position September 30	\$174,113	\$105,498	\$13,444	\$13,814	\$187,557	\$119,312	57.2%

COUNTY OF EL PASO, TEXAS
Management's Discussion and Analysis
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Increase in Ad Valorem Property Taxes

The resulting increase of \$10.3 million of additional ad valorem tax revenue for the County was the result of increased property values over the prior year and new properties added to the tax rolls in FY2025. Property taxes increased by 3.6 percent over the prior year due to growth in ad valorem taxable value, even as the tax rate declined from 0.458889 to 0.426323 per hundred dollars of valuation, a decrease of 0.032566.

Increase in other taxes

Other taxes increased by \$8.9 million or 9.8 percent over the prior year mainly due a change in reporting period for sales tax revenue received from the State in November 2025, for sales occurring in September 2025 of \$6.5 million. The remaining increase was due to increases in sales tax over the prior year of \$3.3 million.

Growth in Operating Grants and Contributions

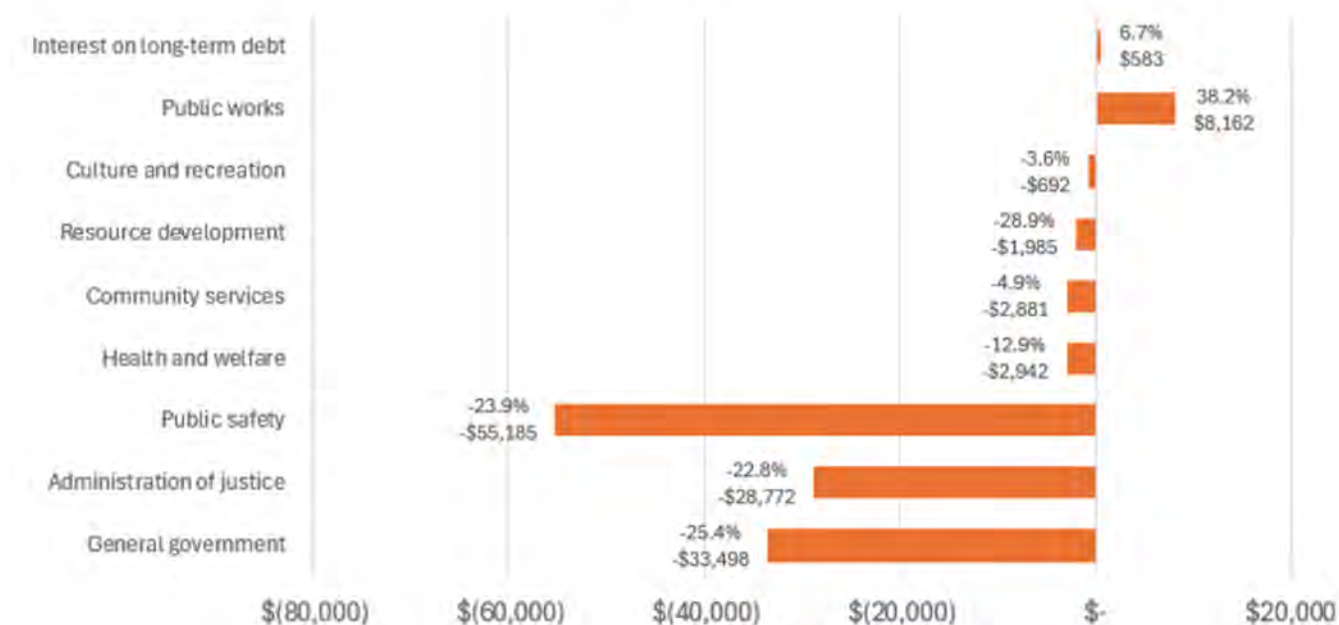
Operating grants and contributions increased by \$9.5 million or 10.2 percent due to increases in general fund, grants, and other non-major funds for intergovernmental revenues.

Increase in charges for Services

Charges for services increased by \$14.5 million or 28.7 percent primarily due to an increase in Administration of justice of \$10.0 million, an increase in Public safety of \$2.3 million, and an increase in Health and welfare of \$2.4 million.

COUNTY OF EL PASO, TEXAS
Management's Discussion and Analysis
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Changes in Governmental Activities Expenses by Function
(in Thousands)



The County, in an effort to reduce expenditures for FY2025, cut expenditures in most functions except public works and interest on long-term debt. Public works expenditures increased by \$8.2 million or 38.2 percent mainly due to increased spending on improvement projects within the County and Interest on long-term debt increased by \$583.0 thousand or 6.7 percent due to long-term debt issued in the prior year to fund the improvement projects within the County. The three largest decreases in expenditures as part of departments voluntarily cutting expenses were as follows: General government decreased by \$33.5 million or 25.4 percent, Administration of justice decreased by \$28.8 million or 22.8 percent, and Public safety decreased by \$55.2 million or 23.9 percent.

Changes in net position

Governmental activities revenues exceeded expenses by 77.1 million in FY2025. During the current fiscal year, the County implemented the provisions of GASB No. 101, which revised the recognition and measurement of compensated absences liabilities. Accordingly, the beginning net position was restated by a decrease of \$11.2 million to reflect the cumulative impact of this accounting change.

Governmental funds

The County reports two major funds individually in the governmental fund financial statements. Those funds are the general fund and special revenue grants. The general fund is the County's main operating fund and as such receives the majority of revenues from property and sales taxes.

Fund balance represents the financial standing of a governmental fund as of the end of the fiscal year from a short-term perspective.

COUNTY OF EL PASO, TEXAS
Management's Discussion and Analysis
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General fund

General fund net change in fund balance increased by \$9.6 million or 10.0 percent. Revenues increased by \$15.6 million or 4.0 percent over the prior year with revenues totaling \$403.2 million. The aggregate total revenues and other financing sources increased \$14.2 million. Increases were primarily due to an increase in the taxes category totaling \$16.2 million or 4.8 percent mainly due to the addition of new and increased property values to the tax rolls, and increases in sales and use taxes.

Special revenue grants

Special revenue grants net change in fund balance decreased by \$1.1 million or 12.7 percent. Revenues increased by \$5.2 million or 6.1 percent over the prior year, expenditures also increased by \$6.0 million or 6.6 percent resulting in expenditures over revenues of \$4.7 million. The increase in expenditures was mainly due to spending ARPA grants funds. The expenditures over revenues was offset mostly by other financing sources and uses of \$3.6 million.

Business-type activities -enterprise fund

The Enterprise fund consists of the County Water System, County Waste Water System, and County Solid Waste. The revenues and expenses of these operations are summarized on the following page. The three enterprise funds had an ending net position of \$13.4 million which represents a decrease of \$453.6 thousand or 3.3 percent from the prior year. Only the county solid waste had an increase in net position for the year.

COUNTY OF EL PASO, TEXAS
Management's Discussion and Analysis
September 30, 2025

Business-type Activities

Revenues and Expenses

(In thousands)

	County Water Projects		County Waste Water System		County Solid Waste	
	FY2025	FY2024	FY2025	FY2024	FY2025	FY2024
Total operating revenues	\$2,869	\$2,679	\$207	\$172	\$900	\$864
Total operating expenses	3,189	2,965	297	281	903	863
Operating income (loss)	(320)	(286)	(90)	(109)	(3)	1
Noncapital subsidies						
Total noncapital subsidies	—	—	—	—	—	—
Operating income (loss) and noncapital subsidies	(320)	(286)	(90)	(109)	(3)	1
Other nonoperating revenues (expenses)						
Interest revenue	68	73	4	4	5	5
Interest expense	(84)	(117)	(33)	(34)	—	—
capital contributions	—	251	—	—	—	—
Total other nonoperating revenues (expenses)	(16)	207	(29)	(30)	5	5
increase (decrease) in fund net	(336)	(79)	(119)	(139)	2	6
Total fund net position-beginning of period	10,521	10,600	3,165	3,304	128	122
Total fund net position-end of	\$10,185	\$10,521	\$3,046	\$3,165	\$130	\$128

The County water system had an ending net position of \$10.2 million which was a \$336.0 thousand or 3.2 percent decrease from the prior year. County waste water system had an ending net position of \$3.0 million, a decrease of \$119.2 thousand or 3.8 percent compared to the prior year. County solid waste had an ending net position of \$129.7 thousand, an increase of \$1.7 thousand or 1.3 percent over the prior year. Although rates for the three enterprise funds increased, the costs for water and waste water increased above the rates set for the year. Rates are set on an annual basis to cover the cost of providing water, waste water, and solid waste services during the fiscal year.

COUNTY OF EL PASO, TEXAS
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September 30, 2025

County Bond ratings

On June 2, 2025, Moody's reaffirmed El Paso County's rating of Aa2 and referred to the County as "benefiting from a strong and growing local economy, which is the regional shopping, service and healthcare hub for the surrounding area. The El Paso economy will remain stable despite the concentration in federal employment in the area because the vast majority of the federal workforce is in defense and public safety related positions, which we do not expect to be impacted by layoffs. Additionally, recent changes in federal trade policy may have an outsized impact on the El Paso economy given the importance of cross-border trade.

The County's financial reserves in comparison to operating revenue will remain healthy despite an anticipated \$23 million deficit for the current fiscal year ending September 30, 2025. Following the 2025 deficit, reserves are projected to remain over 25 percent of revenue and the County expects to return to balanced operations in 2026. Leverage will remain stable at 250 percent of operation revenue as future debt issuance will be offset by quick principal amortization and revenue growth.

On June 2, 2025, Fitch ratings reaffirmed El Paso County's rating of AA+ with a stable outlook. This rating is underpinned by the County's highest level of demonstrated and anticipated operating financial resilience through a typical economic cycle. Fitch views the County as retaining solid revenue growth prospects, high revenue raising ability, and sound expenditure flexibility, carrying costs are expected to remain moderate. Another solid factor in the rating is the economic and institutional strength given the County's role as an economic, educational and employment anchor on the U.S./Mexico border which includes a growing metropolitan area with cross-border activity with Ciudad Juarez. Fitch expects the County's long-term debt burden will also remain moderate. The combination of a solid revenue framework and expenditure flexibility, as well as a historically strong and stable reserve cushion leaves El Paso County well positioned to address challenges posed by periodic economic uncertainties. The County has demonstrated a commitment to prudent budgetary practices and mid-year adjustments when pressure arises. Fitch expects the County will maintain the highest level of financial resilience.

The County's financial outlook remains positive, contingent on the stability of the local economy and sustained revenue trends. However, if expenditure growth escalates faster than revenues over the next few fiscal years, potentially drawing down fund balance reserves significantly, the County revenue enhancements will be necessary. A continued commitment to an equitable budget balancing strategy is essential to ensure revenues and expenditures stay relatively aligned. Commissioners Court's decisions, State statutory mandates, and the overall economic health of the El Paso region will all play a crucial role in achieving future budgetary equilibrium. Note 3-F contains detailed information on the County's indebtedness.

Economic Factors and Next Year's Budgets and Rates

- According to the Texas Labor Market Review, as of September 2025 the statewide unemployment rate was 4.3 percent, a change from 3.9 percent the same time last year. El Paso's unemployment rate for September 2025 was 4.8 percent, a change from 4.4 percent in 2024. While El Paso remains fairly stable, both the Texas and El Paso unemployment rates are higher than the US unemployment rate.
- Between September 2024 and September 2025, El Paso's employment increased by 2.4 percent, adding 8,300 jobs. This moderate but steady growth reflects ongoing expansion in the regional labor market and underscores continued economic stability. Further details are provided in the El Paso MSA Employment by Industry table in the transmittal letter to this report.
- El Paso's cultural and business ties as a border region with Mexico, along with the passage of United States Mexico Canada Agreement (USMCA), drive its economy. The continued attraction of El Paso County as a favorable business environment, coupled with moderately low interest rates, continues to stimulate local construction activity.

COUNTY OF EL PASO, TEXAS
Management's Discussion and Analysis
September 30, 2025

- Based on certified appraised property values, this year's reported property values increased by 6.9 percent or \$4.6 billion. Taxable values on existing properties increased by \$3.1 billion with new construction adding another \$1.5 billion.
- Over the past decade, the County's total tax rate has remained broadly stable, with only incremental adjustments in response to operational and debt service demands. The total rate held steady at \$0.452694 from FY2015 through FY2018, peaked at \$0.488997 in FY2020–FY2021, and declined to \$0.426323 in FY2025. The M&O rate followed a similar trend, rising through FY2021 to \$0.450290 before decreasing to \$0.376119 in FY2025. The I&S rate remained within a narrow band—generally between \$0.038 and \$0.055—ending at \$0.050204 in FY2025. Overall, the County's rate structure reflects long-term stability with adjustments aligned to fiscal requirements.
- The overall fund balance of the general fund experienced stabilization and growth between fiscal years 2017 and 2021, with substantial growth in 2022 of \$19.4 million, followed decreases in 2023 and 2024 of \$17.6 million and \$2.0 million, respectively, due to the continued loss of federal prisoner revenue combined with the planned implementation of strategic goals. Commissioners Court increased the tax rate in 2025 and showed an increase in fund balance of approximately \$9.6 million in 2025.
- Sales and use tax revenues rose sharply in 2021 and 2022, increasing 16.2 percent and 13.7 percent respectively, before moderating to 5.2 percent in 2023 and 1.9 percent in 2024. Growth stabilized in 2025 at 4.8 percent. While the regional economy continues to expand, revenue performance has been influenced by inflation-related uncertainty and shifts in federal policy. Despite these conditions, 2025 sales tax collections exceeded budget by \$3.3 million. Continued growth also supported excess sales tax transfers of \$756.5 thousand in FY2025 and \$1.9 million in FY2026 to the debt service fund.
- The Commissioners Court will continue its focus of containing general fund expenditure growth while enhancing revenue growth to keep up with inflation.

All these factors were considered in preparing the County's budget for the 2026 fiscal year.

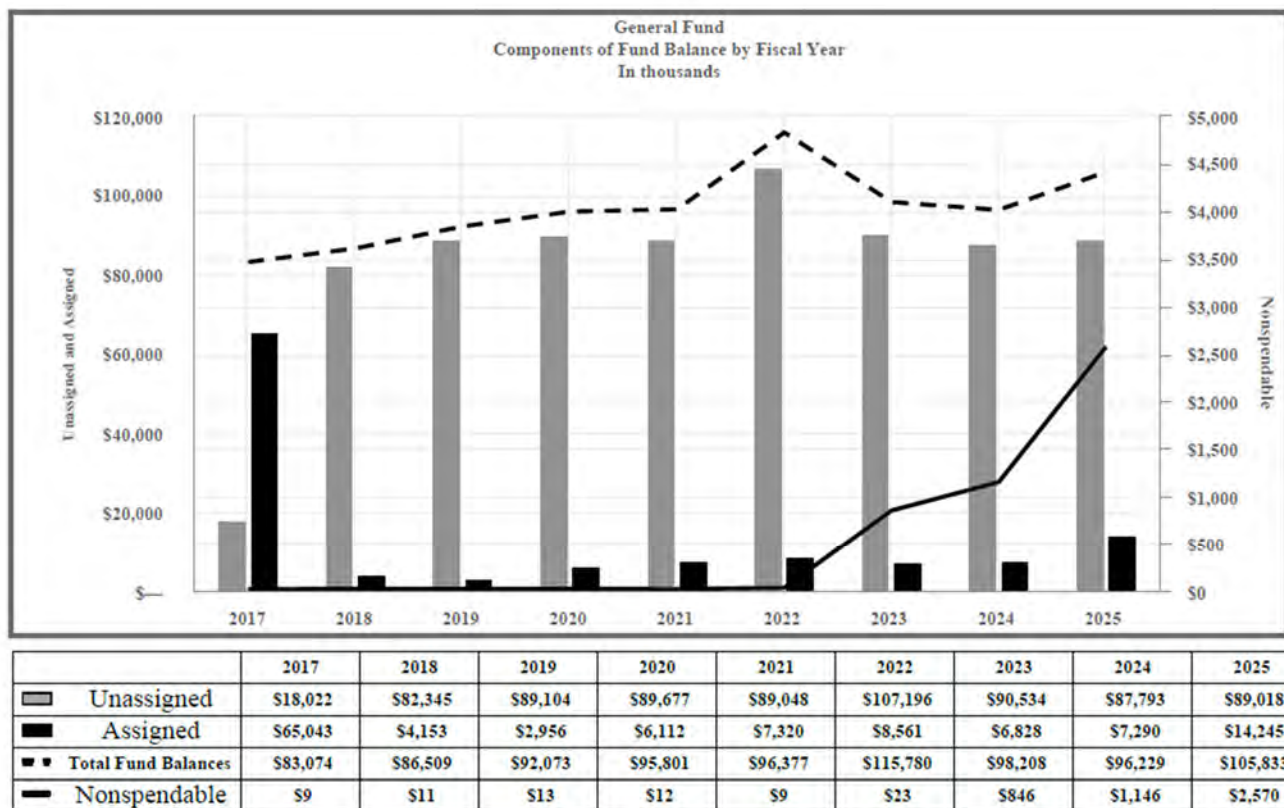
El Paso County remains committed to conservative fiscal management while effectively meeting public service needs and state mandates. As of September 30, 2025, the Federal Funds rate decreased from 4.5 to 4.25 percent. However, interest earnings for the twelve months ended September 2025 were \$20.5 million, a decrease of \$8.0 million or 28.1 percent when compared to \$28.6 million in the prior fiscal year, due mainly to a decrease in interest rates as well as invested balances.

The County continues to face challenges as it works to meet growing needs for services and infrastructure. Commissioners Court will keep reviewing ways to improve operations, including combining internal functions, working with other government agencies through inter-local agreements, and finding opportunities to reduce costs while protecting taxpayer dollars.

Looking ahead to fiscal year 2026, the County is expected to face ongoing funding pressures. These include the need to identify new or increased revenue through stronger collection efforts and the possibility of taking on additional financial responsibilities from the State. Other challenges involve public health and welfare, public safety, and community services in response to community needs. Rising healthcare costs for employees and retirees, employee wages and benefits, and required collective-bargaining salary increases for the Sheriff's Department also remain key concerns. Additional pressures include growing space needs, inflation, potential legislative changes, and other mandates tied to the County's continued growth.

COUNTY OF EL PASO, TEXAS
Management's Discussion and Analysis
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The Court will continue to strategically use a careful amount of fund balance when appropriate, which helps avoid building excessive reserves and reduces future tax burdens. The use of fund balance in the 2025 budget was reduced by \$2.1 million compared to fiscal year 2024. The County will keep working to strengthen revenues while managing increasing costs. Overall, the County's financial position remains strong, similar to many communities across the country. To maintain this strength, the Commissioners Court must continue balancing revenues and expenses and ensure reserves are sufficient to cover at least the first quarter of operating costs.



The graph above depicts how the general fund's fund balances have increased or decreased over a period of years.

Using some fund balance to balance the next fiscal year's budget and meet statutory compliance is a healthy practice. However, the County should be careful not to rely on fund balance too much, since reserves must stay at healthy levels under County financial policies. It is important that the County generate enough operating revenue to cover planned expenses so financial stability can be maintained. Departments will need to look for ways to improve efficiency and stay within their budgets. Close monitoring of spending will continue to be important for spotting problems early and identifying any savings.

The fiscal year 2026 overall budget adopted by the County totaled \$635.7 million, an increase of \$51.2 million or 8.8 percent in comparison to the fiscal year 2025 adopted budget. The Budget and Finance Department prepares the annual budget and participates in the Government Finance Officers Association's Budget Presentation Award Program. The adopted budgets are available on the County's website at <https://www.epcounty.com/1200/FY2026-Budget>.

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Management's Discussion and Analysis
September 30, 2025

This financial report provides a general overview of the County's finances for anyone interested. Questions or requests for more information may be directed to the Office of the El Paso County Auditor, 320 South Campbell Street, Suite 140, El Paso, Texas, 79901. The report can also be accessed online at <https://www.epcounty.com/Archive.aspx?AMID=41>.



BASIC FINANCIAL STATEMENTS

County of El Paso, Texas
Statement of Net Position
September 30, 2025
(In Thousands)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Cash and cash equivalents	\$ 372,901	2,207	375,108	265,852
Investments	29,778	-	29,778	9,222
Receivables (net of allowance for uncollectible)	79,631	150	79,781	162,327
Leases receivable current	59	-	59	-
Inventories	30	-	30	14,330
Prepaid	2,586	-	2,586	49,849
Restricted assets:				
Temporarily restricted:				
Cash and cash equivalents	66,271	241	66,512	6,640
Noncurrent cash and investments	-	-	-	288,199
Other assets	-	-	-	22,918
Leases receivable non-current	1,525	-	1,525	-
Net pension asset	-	-	-	328
Capital Assets (net of accumulated depreciation and amortization)				
Land	28,284	21	28,305	43,470
Easements	200	-	200	-
Artwork	56	-	56	-
Buildings	115,902	44	115,946	335,094
Improvements	45,004	-	45,004	-
Equipment	16,062	75	16,137	6,349
Furniture and fixtures	1,322	-	1,322	94,008
Infrastructure	16,057	15,498	31,555	-
Vehicles	19,748	-	19,748	13,556
Roads	19,729	-	19,729	-
Bridges and culverts	4,941	-	4,941	-
Construction in progress	46,066	-	46,066	32,571
RTU lease assets	7,569	-	7,569	30,473
RTU SBITAs	5,001	-	5,001	24,604
Total assets	<u>878,722</u>	<u>18,236</u>	<u>896,958</u>	<u>1,399,790</u>
DEFERRED OUTFLOWS OF RESOURCES				
Bond refunding	966	-	966	3,954
Goodwill	-	-	-	360
OPEB	13,958	49	14,007	413
Pensions	50,088	98	50,186	30,754
Total deferred outflows of resources	<u>65,012</u>	<u>147</u>	<u>65,159</u>	<u>35,481</u>

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

County of El Paso, Texas
Statement of Net Position
September 30, 2025
(In Thousands)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
LIABILITIES				
Accounts payable	26,910	199	27,109	336,525
Retainage payable	623	-	623	-
Arbitrage payable	1,452	-	1,452	-
Claims payable	959	-	959	-
Payroll liabilities	17,509	3	17,512	349
Due to others	230	1	231	-
Due to other units	1,040	-	1,040	-
Due to other governments	80	27	107	-
Unearned revenue	53,593	-	53,593	-
Accrued interest payable	1,454	14	1,468	178
Contract retention payable	-	-	-	893
Refundable advances	-	-	-	1
Noncurrent liabilities:				
Due within one year				
Bonds	31,331	109	31,440	19,907
Notes	5,935	-	5,935	4,247
SIB loan	563	-	563	-
Loan Payable	411	-	411	-
RTU leases payable	2,085	-	2,085	6,469
RTU SBITAs payable	2,810	-	2,810	10,007
Self-insured obligations	-	-	-	5,878
Due to third party payers	-	-	-	6,273
Claims and judgments	3,910	-	3,910	-
Contingent liabilities	1,050	-	1,050	-
Compensated absences	11,058	-	11,058	147
OPEB liability	1,896	2	1,898	-
Provider Relief Fund received in advance	-	-	-	-
Medicare Advance Payments	-	-	-	-
Due in more than one year				
Bonds	210,089	4,198	214,287	606,006
Notes	29,865	-	29,865	39,050
SIB Loan	5,606	-	5,606	-
Loan payable	21,954	-	21,954	-
RTU leases payable	4,266	-	4,266	25,439
RTU SBITAs payable	1,725	-	1,725	12,666
Contingent liabilities	1,050	-	1,050	-
Compensated absences	12,624	-	12,624	-
Net pension liability	224,733	250	224,983	28,006
OPEB liability	56,409	77	56,486	2,073
Other long term liabilities	-	-	-	17,697
Total liabilities	733,220	4,880	738,100	1,121,811
DEFERRED INFLOWS OF RESOURCES				
OPEB	20,386	30	20,416	790
Pensions	17,116	29	17,145	6,366
Bond refunding	135	-	135	13,454
RTU leases	1,515	-	1,515	-
Total deferred inflows of resources	39,152	59	39,211	20,610
NET POSITION				
Net investment in capital assets	181,837	11,331	193,168	136,328
Restricted for:				
Capital projects	33,850	-	33,850	6,141
Grants	7,487	-	7,487	9,755
Legislative	56,157	-	56,157	4,186
Debt service	2,046	94	2,140	136,440
Enterprise fund	-	566	566	-
Health care	-	-	-	-
Unrestricted	(110,015)	1,453	(108,562)	-
Total net position	\$ 171,362	13,444	184,806	292,850

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

Exhibit 2

**County of El Paso, Texas
Statement of Activities
For the Year Ended September 30, 2025
(In Thousands)**

Functions/Programs	Program Revenues				Net (expense) Revenue and Changes in Net Position			Component Units
	Expenses	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business-type Activities		
Primary government:								
Governmental Activities:								
General government	\$ 101,031	14,859	11,790	-	(74,382)	-	(74,382)	-
Administration of justice	97,680	15,271	6,423	-	(75,986)	-	(75,986)	-
Public safety	175,359	10,937	19,171	-	(145,251)	-	(145,251)	-
Health and welfare	19,920	4,823	4,923	-	(10,174)	-	(10,174)	-
Community services	55,537	-	52,975	-	(2,562)	-	(2,562)	-
Resource development	4,894	119	-	-	(4,775)	-	(4,775)	-
Culture and recreation	18,309	4,902	52	-	(13,355)	-	(13,355)	-
Public works	29,533	13,949	7,379	-	(8,205)	-	(8,205)	-
Interest on long-term debt	9,315	-	-	-	(9,315)	-	(9,315)	-
Total governmental activities	511,578	64,860	102,713	-	(344,005)	-	(344,005)	-
Business-type activities:								
County water system	3,189	2,669	-	-	-	(520)	(520)	-
County waste water system	330	207	-	-	-	(123)	(123)	-
County solid waste	903	900	-	-	-	(3)	(3)	-
Total business-type activities	4,422	3,776	-	-	-	(646)	(646)	-
Total primary government	\$ 516,000	68,636	102,713	-	(344,005)	(646)	(344,651)	-
Component units:								
Hospital district	\$ 1,766,699	996,613	633,119	-				(136,967)
Emergency services district 1	9,937	581	467	-				(8,889)
Emergency services district 2	9,665	978	104	-				(8,583)
Total component units	\$ 1,786,301	998,172	633,690	-				(154,439)
General revenues:								
Taxes:								
Property					292,926	-	292,926	166,792
Hotel/Motel					4,733	-	4,733	-
Sales					83,432	-	83,432	13,741
Motor vehicle sales tax					7,443	-	7,443	-
Bingo					31	-	31	-
Mixed beverage					4,070	-	4,070	-
Interest					20,467	76	20,543	12,437
Miscellaneous					4,996	200	5,196	(12,224)
Gain on sale of capital assets					2,980	-	2,980	39
Transfers					-	-	-	-
Total general revenues and transfers					421,078	276	421,354	180,785
Change in net position					77,073	(370)	76,703	26,346
Net position - beginning					105,498	13,814	119,312	266,504
Restatement (see note 3.R)					(11,209)	-	(11,209)	-
Net position - beginning, restated					94,289	13,814	108,103	266,504
Net position - ending					171,362	13,444	184,806	292,850

Exhibit 3

County of El Paso, Texas
Balance Sheet
Governmental Funds
September 30, 2025
(In Thousands)

	General	Special Revenue Grants	Nonmajor Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	\$ 85,521	30,368	230,228	346,117
Investments	29,778	-	-	29,778
Receivables (net of allowances for uncollectible):				
Taxes	33,844	-	-	33,844
Accounts	17,754	17,497	328	35,579
Leases	1,584	-	-	1,584
Interest	159	-	-	159
Due from other funds	280	-	325	605
Inventory of supplies	30	-	-	30
Prepays	2,540	-	46	2,586
Cash and cash equivalents - restricted	-	20,493	45,779	66,272
Total assets	\$ 171,490	68,358	276,706	516,554
Liabilities				
Accounts payable	\$ 13,702	7,237	5,971	26,910
Retainage payable	-	141	482	623
Arbitrage payable	-	-	1,452	1,452
Payroll liability	16,345	821	338	17,504
Due to others	135	-	54	189
Due to other funds	193	-	325	518
Due to other units	925	-	115	1,040
Due to other governments	5	-	75	80
Unearned revenue	49	52,672	872	53,593
Total liabilities	31,354	60,871	9,684	101,909
Deferred inflows of resources				
Unavailable revenue- property taxes	32,788	-	-	32,788
Leases	1,515	-	-	1,515
Total deferred inflows of resources	34,303	-	-	34,303

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

Exhibit 3

County of El Paso, Texas
Balance Sheet
Governmental Funds
September 30, 2025
(In Thousands)

	General	Special Revenue Grants	Nonmajor Governmental Funds	Total Governmental Funds
Fund Balances (Deficits)				
Nonspendable:				
Inventory	30	-	-	30
Prepays	2,540	-	-	2,540
Restricted:				
Temporary budgetary stabilization	-	-	42,924	42,924
Building construction/renovation	-	-	75,875	75,875
Land	-	-	416	416
Public safety	-	-	780	780
Records management	-	-	939	939
Road/street construction/improvements	-	-	21,012	21,012
Road construction/maintenance	-	-	6,718	6,718
Software/IT improvements	-	-	3,374	3,374
Equipment	-	-	199	199
Park improvements	-	-	23,528	23,528
Stormwater improvements	-	-	23,011	23,011
Bond reserve	-	-	530	530
Debt service	-	-	2,971	2,971
Other purposes	-	7,487	4,796	12,283
Committed:				
Capital projects	-	-	34,693	34,693
Assigned:				
Imprest and change funds	136	-	-	136
Other purposes	14,109	-	25,256	39,365
Unassigned	89,018	-	-	89,018
Total fund balances	105,833	7,487	267,022	380,342
Total liabilities, deferred inflows, and fund balances	\$ 171,490	68,358	276,706	516,554

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

Exhibit 3.1

El Paso County, Texas
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position
September 30, 2025
(In Thousands)

Total fund balances for governmental funds \$ 380,342

Amounts reported for governmental activities in the statement of net position are different because:
 Capital assets used in governmental activities are not financial resources and
 therefore are not reported in the funds.

Land	28,284	
Easements	200	
Artwork	56	
Buildings, net of accumulated depreciation	115,902	
Improvements, net of accumulated depreciation	45,004	
Equipment, net of accumulated depreciation	16,062	
Furniture and fixtures, net of accumulated depreciation	1,322	
Infrastructure, net of accumulated depreciation	16,057	
Vehicles, net of accumulated depreciation	19,748	
Roads, net of accumulated depreciation	19,729	
Bridges and culverts, net of accumulated depreciation	4,941	
RTU lease assets, net of accumulated amortization	7,569	
RTU SBITA assets, net of accumulated amortization	5,001	
Construction work in progress	46,066	
Total capital assets		325,941

Other long-term assets are not available to pay for current-period expenditures
 and therefore are deferred in the funds.

Unavailable revenue property taxes		32,788
Receivable for court costs, net of allowance for uncollectible accounts		9,189
Compensated absences		(23,682)
Total OPEB liability		(64,733)
Net pension liability		(191,761)
Internal service fund is used to charge the health care costs for county employees, dependants, and retirees		26,551

Long-term liabilities, including bonds payable, that are not due and payable in
 the current period and therefore not reported in the funds.

Accrued interest on bonds	(1,454)	
General long-term debt	(229,399)	
Tax notes	(35,800)	
SIB loan	(6,169)	
Financed asset liability	(479)	
Lease Financing Purchase	(21,886)	
RTU Leases	(6,351)	
RTU SBITAs	(4,535)	
Contingent liabilities	(2,100)	
Claims and judgments	(3,910)	
Deferred bond premium	(11,190)	
Total long-term liabilities		(323,273)

Total net position of governmental activities \$ 171,362

County of El Paso, Texas
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2025
(In Thousands)

	General	Special Revenue Grants	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	\$ 350,669	-	38,766	389,435
Licenses and permits	330	-	-	330
Intergovernmental revenues	10,916	87,103	4,693	102,712
Charges for services	25,801	-	25,873	51,674
Fines and forfeitures	4,742	-	168	4,910
Interest	9,871	(142)	9,708	19,437
Miscellaneous	864	3,937	155	4,956
Total revenues	403,193	90,898	79,363	573,454
EXPENDITURES				
Current:				
General government	95,457	281	5,543	101,281
Administration of justice	93,599	6,318	1,221	101,138
Public safety	167,808	15,624	1,776	185,208
Health and welfare	12,652	5,869	88	18,609
Community services	469	54,733	-	55,202
Resource development	4,044	-	-	4,044
Culture and recreation	8,614	2	4,329	12,945
Public works	1,647	2,932	17,079	21,658
Debt service:				
Principal	-	-	26,117	26,117
Interest	-	-	9,026	9,026
Debt issuance costs	-	-	740	740
Capital outlays	1,444	9,836	44,580	55,860
Total expenditures	385,734	95,595	110,499	591,828
Excess (deficiency) of revenues over (under) expenditures	17,459	(4,697)	(31,136)	(18,374)
OTHER FINANCING SOURCES (USES)				
Interest Expense	-	-	(1,045)	(1,045)
Transfers in	2,348	5,036	17,494	24,878
Transfers out	(14,897)	(1,512)	(8,469)	(24,878)
Defeasement of Debt	-	-	(2,062)	(2,062)
Premium (discount) on bonds issued	-	-	1,998	1,998
Issuance of debt	-	-	64,435	64,435
Lease purchase financing	-	-	21,886	21,886
RTU leases	3,768	20	-	3,788
RTU SBITAs	926	52	783	1,761
Sale of capital assets	-	11	3,007	3,018
Total other financing sources and uses	(7,855)	3,607	98,027	93,779
Net change in fund balances	9,604	(1,090)	66,891	75,405
Fund balances - beginning	96,229	8,577	200,131	304,937
Fund balances - ending	\$ 105,833	7,487	267,022	380,342

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

County of El Paso, Texas
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended September 30, 2025
(In Thousands)

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

Net change in fund balances - total governmental funds		\$	75,405	
Governmental funds report principal and interest payments and capital outlays as expenditures during the current period. New right-to-use assets are recognized as other sources equal to the face amount of the debt issued. However, for the Statement of Activities, the amounts are de-expended. Amortization expense is also recognized in the governmental activities which represents the cost of those assets allocated over their estimated useful lives.				
RTU leased asset			2,368	
RTU SBITA asset			(307)	
RTU Lease asset amortization			(632)	
RTU SBITA asset amortization			(1,763)	
RTU lease liability			(1,454)	
RTU SBITA liability			<u>1,722</u>	
				(66)
Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net position.				
Debt issued:				
Certificates of Obligation			(52,565)	
Loan Payable			(21,886)	
General Obligation issued			(11,870)	
SBITA financing obligations			(1,757)	
Lease financing obligations			(3,903)	
Premium on bonds issued			(1,998)	
Premium expensed due to refunding			(226)	
Deferred outflow on refunding			123	
Repayments:				
Bond premium(loss)			1,568	
Principal payments			<u>31,065</u>	
Net adjustment				(61,449)
Court cost receivables, net of allowance for uncollectible amounts				7,946
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.				
Unavailable revenue property taxes			3,200	
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available.				
Contingent liabilities			1,700	
Compensated absences			(566)	
Other post employment benefits			21,582	
Pension expense			3,349	
Pension revenue			40	
Depreciation expense			(21,882)	
Additions	93,938			
Retirements	(58,206)			
Accumulated depreciation related to retirements	<u>4,416</u>		40,148	
Unpaid claims workers comp			(72)	
Accrued interest on bonds			<u>(276)</u>	
				47,223
Internal service fund is used to charge the health care costs for county employees, dependants, and retirees.				
				<u>8,014</u>
Change in net position of governmental activities		\$	<u><u>77,073</u></u>	

County of El Paso, Texas
Statement of Net Position
Proprietary Fund
September 30, 2025
(In Thousands)

	El Paso County Water System	El Paso County Waste Water System
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,926	83
Accounts receivable	63	6
Due from other funds	-	-
Restricted cash and cash equivalents:		
Customer deposits	1	-
Interest and sinking fund	80	36
Total current assets	<u>2,070</u>	<u>125</u>
Noncurrent assets:		
Restricted cash and cash equivalents:		
County water system reserve fund	124	-
Total restricted assets	<u>124</u>	<u>-</u>
Capital assets:		
Infrastructure	19,774	5,154
Buildings	50	-
Equipment	205	-
Vehicles	17	-
Land	21	-
Construction work in progress	-	-
Less accumulated depreciation	<u>(8,538)</u>	<u>(1,045)</u>
Total capital assets, net of accumulated depreciation	<u>11,529</u>	<u>4,109</u>
Total noncurrent assets	<u>11,653</u>	<u>4,109</u>
Total assets	<u>13,723</u>	<u>4,234</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pensions	98	-
OPEB	49	-
Total deferred outflows of resources	<u>147</u>	<u>-</u>

County of El Paso, Texas
Statement of Net Position
Proprietary Fund
September 30, 2025
(In Thousands)

El Paso County Solid Waste	Total	Governmental Activities - Internal Service Fund
198	2,207	26,785
81	150	858
-	-	63
-	1	-
-	116	-
279	2,474	27,706
-	124	-
-	124	-
-	24,928	-
-	50	-
-	205	-
-	17	-
-	21	-
-	-	-
-	(9,583)	-
-	15,638	-
-	15,762	-
279	18,236	27,706
-	98	-
-	49	-
-	147	-

County of El Paso, Texas
Statement of Net Position
Proprietary Fund
September 30, 2025
(In Thousands)

	El Paso County Water System	El Paso County Waste Water System
LIABILITIES		
Current liabilities:		
Accounts payable	51	-
Retainage payable	-	-
Customer deposits payable	1	-
Claims payable	-	-
Payroll liability	3	-
Due to others	-	-
Due to other funds	-	-
Due to other governments	24	2
Total OPEB liability	2	-
Current liabilities payable from restricted assets:		
East Montana Water Project 1997A payable	30	-
Mayfair/Nuway Water System Bonds 2012 Payable	6	-
Colonia Revolucion Water Project Bonds 2013 Payable	10	-
Desert Acceptance Cert Oblig Sewer Bonds 2017 Payable	-	24
Hillcrest Water Project Bonds 2022 Payable	39	-
Accrued interest payable	10	4
Total current liabilities	<u>176</u>	<u>30</u>
Noncurrent liabilities:		
East Montana Water Project 1997A payable	530	-
Mayfair/Nuway Water System Bonds 2012 Payable	210	-
Colonia Revolucion Water Project Bonds 2013 Payable	391	-
Desert Acceptance Cert Oblig Sewer Bonds 2017 Payable	-	1,158
Hillcrest Water Project Bonds 2022 Payable	1,909	-
Net pension liability	250	-
Total OPEB liability	<u>77</u>	<u>-</u>
Total noncurrent liabilities	<u>3,367</u>	<u>1,158</u>
Total liabilities	<u>3,543</u>	<u>1,188</u>
DEFERRED INFLOWS OF RESOURCES		
Pensions	29	-
OPEB	30	-
Total deferred inflows of resources	<u>59</u>	<u>-</u>
NET POSITION		
Net investment in capital assets	8,404	2,927
Restricted for:		
Debt	94	-
Net pension asset	-	-
East Montana water project	80	-
County solid waste	-	-
Desert acceptance waste water	-	119
County water system reserve fund	125	-
County water system repair reserve fund	31	-
East Montana 1997A interest and sinking	40	-
Mayfair/Nuway interest and sinking	5	-
Colonia Revolucion 2013 interest and sinking	13	-
Hillcrest 2022 interest and sinking	23	-
Unrestricted:		
County water system	1,453	-
Internal service fund	-	-
Total net position	<u>\$ 10,268</u>	<u>3,046</u>

County of El Paso, Texas
Statement of Net Position
Proprietary Fund
September 30, 2025
(In Thousands)

El Paso County Solid Waste	Total	Governmental Activities - Internal Service Fund
148	199	-
-	-	-
-	1	-
-	-	959
-	3	5
-	-	41
-	-	150
1	27	-
-	2	-
-	30	-
-	6	-
-	10	-
-	24	-
-	39	-
-	14	-
149	355	1,155
-	530	-
-	210	-
-	391	-
-	1,158	-
-	1,909	-
-	250	-
-	77	-
-	4,525	-
149	4,880	1,155
-	29	-
-	30	-
-	59	-
-	11,331	-
-	94	-
-	-	-
-	80	-
130	130	-
-	119	-
-	125	-
-	31	-
-	40	-
-	5	-
-	13	-
-	23	-
-	1,453	-
-	-	26,551
130	13,444	26,551

County of El Paso, Texas
Proprietary Fund
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Year Ended September 30, 2025
(In Thousands)

	El Paso County Water System	El Paso County Waste Water System
OPERATING REVENUES		
Charges for services	\$ 2,669	207
Miscellaneous	200	-
Employee premiums	-	-
Employer premiums	-	-
Retiree premiums	-	-
Cobra	-	-
Other	-	-
Total operating revenues	<u>2,869</u>	<u>207</u>
OPERATING EXPENSES		
Personnel expenses	181	-
Operating expenses	55	-
Depreciation	562	172
Public utilities	2,105	125
Professional services	203	-
Claims	-	-
Administrative	-	-
Total operating expenses	<u>3,106</u>	<u>297</u>
Operating income	<u>(237)</u>	<u>(90)</u>
NONOPERATING REVENUES (EXPENSES)		
Interest revenue	68	4
Interest expense	(84)	(33)
Bond issuance costs	-	-
Total nonoperating revenues (expenses)	<u>(16)</u>	<u>(29)</u>
Income before contributions and transfers	<u>(253)</u>	<u>(119)</u>
Capital and federal grant contributions	-	-
Transfer in (out)	-	-
Total contributions and transfers	<u>-</u>	<u>-</u>
Change in net position	<u>(253)</u>	<u>(119)</u>
Total net position - beginning	10,521	3,165
Total net position - ending	<u>\$ 10,268</u>	<u>3,046</u>

County of El Paso, Texas
Proprietary Fund
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Year Ended September 30, 2025
(In Thousands)

El Paso County Solid Waste	Total	Governmental Activities - Internal Service Fund
900	3,776	-
-	200	-
-	-	694
-	-	37,382
-	-	3,705
-	-	-
-	-	1,158
<u>900</u>	<u>3,976</u>	<u>42,939</u>
-	181	-
-	55	-
-	734	-
-	2,230	-
903	1,106	-
-	-	30,993
-	-	4,965
<u>903</u>	<u>4,306</u>	<u>35,958</u>
<u>(3)</u>	<u>(330)</u>	<u>6,981</u>
5	77	1,033
-	(117)	-
-	-	-
<u>5</u>	<u>(40)</u>	<u>1,033</u>
<u>2</u>	<u>(370)</u>	<u>8,014</u>
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
2	(370)	8,014
<u>128</u>	<u>13,814</u>	<u>18,537</u>
<u>130</u>	<u>13,444</u>	<u>26,551</u>

County of El Paso, Texas
Proprietary Fund
Statements of Cash Flows
For the Year Ended September 30, 2025
(In Thousands)

	El Paso County Water System	El Paso County Waste Water System
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 2,910	205
Payments for personnel expenses	(137)	-
Payments for operating expenses	(56)	-
Payments for utilities	(1,905)	(125)
Payments for professional services	(203)	-
Receipts from employee premiums	-	-
Receipts from employer premiums	-	-
Receipts from retiree premiums	-	-
Receipts from cobra premiums	-	-
Receipts from miscellaneous services	-	-
Receipts for payroll liability	-	-
Payments for claims	-	-
Payments for administrative expenses	-	-
Net cash provided (used) by operating activities	<u>609</u>	<u>80</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers to/from other funds	-	-
Net cash provided (used) for noncapital financing activities	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Bond proceeds	-	-
Capital contributions	-	-
Bond issue costs	-	-
Interest paid	(85)	(33)
Principal repayments	(84)	(25)
Infrastructure	(3,369)	-
Construction of capital assets	3,369	-
Net cash provided by capital and related financing activities	<u>(169)</u>	<u>(58)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Receipt of interest	68	4
Net cash provided by (used in) investing activities	<u>68</u>	<u>4</u>
Net increase in cash and cash equivalents	508	26
Balances - beginning of the year	1,622	91
Balances - end of the year	<u>\$ 2,130</u>	<u>117</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	\$ (237)	(90)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	561	172
(Increase) decrease in accounts receivable	251	(2)
(Increase) decrease in due from other funds	-	-
Increase (decrease) in customer deposits	(12)	-
Increase (decrease) in accounts payable	49	-
Increase (decrease) in claims liability	-	-
Increase (decrease) in payroll liability	(16)	-
Increase (decrease) in pension liability	5	-
Increase (decrease) in OPEB liability	6	-
Increase (decrease) in due to other governments	2	-
Total adjustments	<u>846</u>	<u>170</u>
Net cash provided by operating activities	<u>\$ 609</u>	<u>80</u>

County of El Paso, Texas
Proprietary Fund
Statements of Cash Flows
For the Year Ended September 30, 2025
(In Thousands)

El Paso County Solid Waste	Total	Governmental Activities - Internal Service Fund
898	4,013	-
-	(137)	-
-	(56)	-
-	(2,030)	-
(828)	(1,031)	-
-	-	694
-	-	36,550
-	-	3,705
-	-	-
-	-	1,158
-	-	(1)
-	-	(31,115)
-	-	(4,965)
70	759	6,026
-	-	-
-	-	-
-	-	-
-	-	-
-	(118)	-
-	(109)	-
-	(3,369)	-
-	3,369	-
-	(227)	-
5	77	1,033
5	77	1,033
75	609	7,059
123	1,836	19,726
198	2,445	26,785
(3)	(330)	6,981
-	733	-
(2)	247	(809)
-	-	(23)
-	(12)	-
75	124	-
-	-	(122)
-	(16)	(1)
-	5	-
-	6	-
-	2	-
73	1,089	(955)
70	759	6,026

Exhibit 8

County of El Paso, Texas
Statement of Fiduciary Net Position
Fiduciary Funds
September 30, 2025
(In Thousands)

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ 60,257
Receivables:	
Accounts receivable	14,000
Due from others	-
Total assets	<u>74,257</u>
Liabilities	
Accounts payable	23
Payroll liabilities	552
Due to others	(42)
Due to governmental agencies	14,468
Total liabilities	<u>15,001</u>
Net Position	
Restricted for:	
Individuals, organizations, and other governments	59,256
Total net position	<u>\$ 59,256</u>

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

Exhibit 9

County of El Paso, Texas
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended September 30, 2025
(In Thousands)

Custodial Funds**Additions**

Contributions	
State	\$ 10,012
Other contributions	1,860
Property tax collections	289,574
Vehicle registration collections	214,797
Inmate commissary deposits	6,937
Collateral/escrow deposits	2,134
Abandoned vehicle deposits	24
Court ordered writs and judgements	1,887
Inmate transport	119
Court ordered fees	2,120
Hot check collections	151
Seizures	567
Court registry	46,370
Interest	183
Rider 64	-
Other	1,185
Total additions	<u>577,920</u>

Deductions

Salary & benefits	11,906
Administrative expenses	2,092
Settlement of claims	638
Property taxes distributed to City tax office	289,574
Vehicle registration distributions to state	214,072
Vehicle registration distributions to others	725
Court ordered disbursements from registry	33,664
Inmate commissary distributions	7,102
Collateral/escrow distributions	2,304
Abandoned vehicle distributions	18
Court ordered writs and judgements	1,917
Inmate transport distributions	99
Other deductions	1,237
Total deductions	<u>565,348</u>
Increase (decrease) in net position	<u>12,572</u>

Net position - Beginning	<u>46,684</u>
Net Position - Ending	<u>\$ 59,256</u>

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

County of El Paso, Texas
Statement of Net Position - Component Units
September 30, 2025
(In Thousands)

	Component Units			
	Hospital District	Emergency Services		
	d/b/a UMC	District #1	District #2	Total
ASSETS				
Cash and cash equivalents	\$ 250,556	8,354	6,942	265,852
Investments	-	9,222	-	9,222
Receivables (net of allowance for uncollectible)	158,469	2,289	1,569	162,327
Inventories	14,330	-	-	14,330
Prepaid	49,647	202	-	49,849
Restricted assets:				
Temporarily restricted:				
Cash and cash equivalents	500	-	6,140	6,640
Noncurrent cash and investments	288,199	-	-	288,199
Other assets	22,913	-	5	22,918
Net pension asset	-	157	171	328
Capital assets (net of accumulated depreciation):				
Land	31,404	6,841	5,225	43,470
Buildings	314,108	7,429	13,557	335,094
Equipment	-	2,410	3,939	6,349
Furniture and fixtures	94,008	-	-	94,008
Vehicles	-	5,023	8,533	13,556
Construction work in progress	13,274	19,276	21	32,571
Right to use lease assets	30,375	-	98	30,473
Subscription assets, net	24,604	-	-	24,604
Total assets	1,292,387	61,203	46,200	1,399,790
Deferred Outflows of Resources				
Loss on bond refunding	3,954	-	-	3,954
Goodwill	360	-	-	360
OPEB	413	-	-	413
Pensions	29,862	517	375	30,754
Total deferred outflows of resources	34,589	517	375	35,481

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

County of El Paso, Texas
Statement of Net Position - Component Units
September 30, 2025
(In Thousands)

	Component Units			
	Hospital District	Emergency Services		
	d/b/a UMC	District #1	District #2	Total
LIABILITIES				
Accounts payable	336,183	95	247	336,525
Accrued liabilities	-	148	201	349
Accrued interest payable	-	139	39	178
Contract retention payable	-	893	-	893
Refundable advances	-	-	1	1
Noncurrent liabilities:				
Due within one year:				
Bonds	19,907	-	-	19,907
Compensated absences	-	147	-	147
Notes	534	1,963	1,750	4,247
Lease liabilities	6,444	-	25	6,469
Subscription liabilities	10,007	-	-	10,007
Self-insured obligations	5,878	-	-	5,878
Due to third party payers	6,273	-	-	6,273
Due in more than one year:	-	-	-	-
Bonds (net of related costs)	606,006	-	-	606,006
Notes	-	27,483	11,567	39,050
Lease liabilities	25,363	-	76	25,439
Subscription liabilities	12,666	-	-	12,666
Net pension liability	28,006	-	-	28,006
Total OPEB liability	2,073	-	-	2,073
Other long term liabilities	17,697	-	-	17,697
Total liabilities	1,077,037	30,868	13,906	1,121,811
Deferred Inflows of Resources				
OPEB	790	-	-	790
Pensions	6,297	-	69	6,366
Gain on refunding	13,454	-	-	13,454
Total deferred inflows of resources	20,541	-	69	20,610
NET POSITION				
Net investment in capital assets	98,863	13,370	24,095	136,328
Restricted for:				
Capital Assets	-	-	6,141	6,141
Expendable	9,755	-	-	9,755
Non-expendable	4,186	-	-	4,186
Unrestricted	116,594	17,482	2,364	136,440
Total net position	\$ 229,398	30,852	32,600	292,850

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

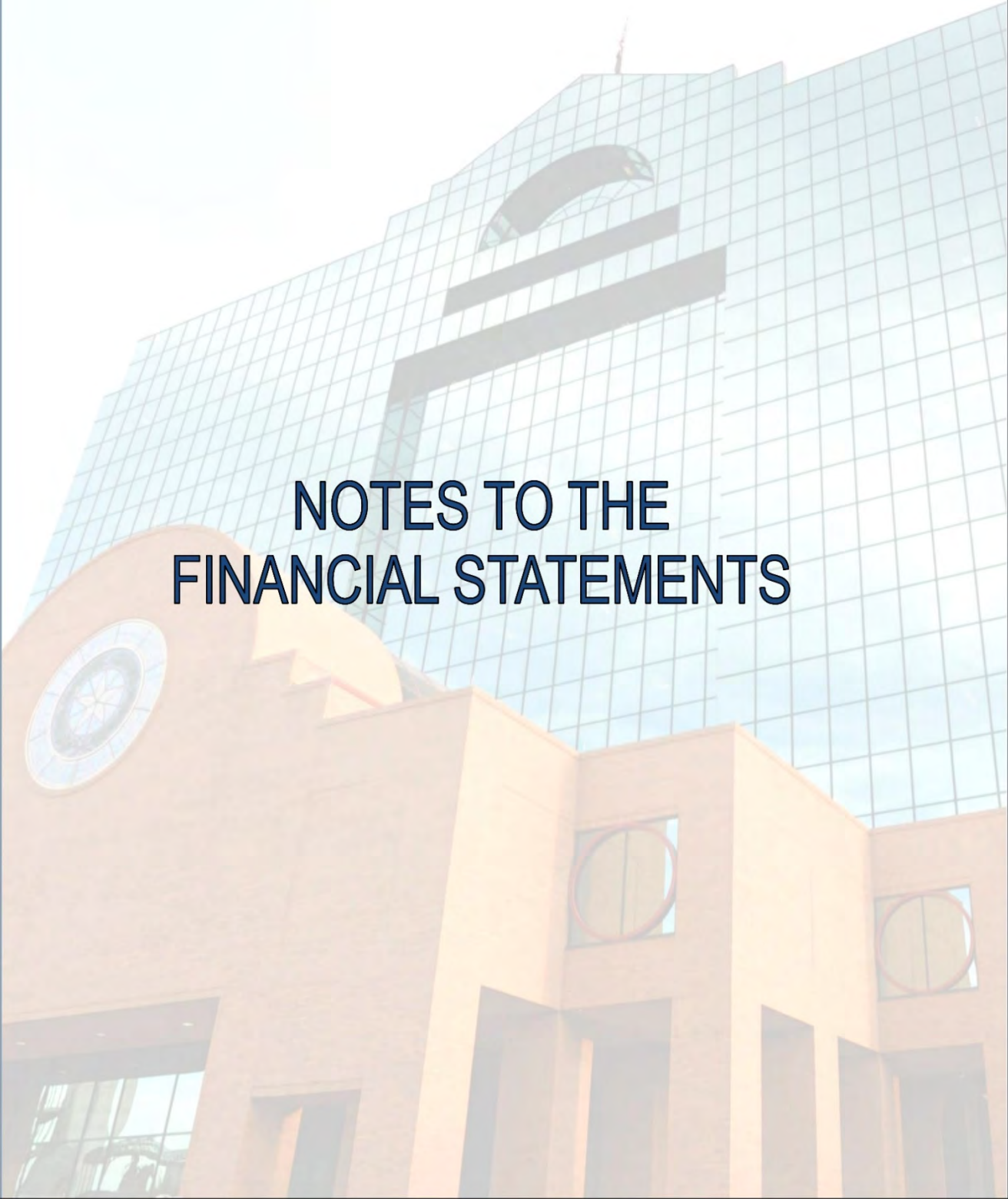
County of El Paso, Texas
Statement of Activities
Component Units
For the Year Ended September 30, 2025
(In Thousands)

	Component Units			
	Hospital District	Emergency Services		Total
	d/b/a UMC	District #1	District #2	
REVENUES				
Program Revenues:				
Charges for services	\$ 996,613	581	978	998,172
Operating grants and contributions	633,119	467	104	633,690
Total program revenues	1,629,732	1,048	1,082	1,631,862
EXPENSES	(1,766,699)	(9,937)	(9,665)	(1,786,301)
Net program revenues(expenses)	(136,967)	(8,889)	(8,583)	(154,439)
General revenues:				
Taxes:				
Property	154,317	6,860	5,615	166,792
Sales	-	8,433	5,308	13,741
Interest	11,427	757	253	12,437
Miscellaneous	(12,355)	20	111	(12,224)
Gain (loss) on sale of capital assets	-	11	28	39
Total general revenues	153,389	16,081	11,315	180,785
Change in net position	16,422	7,192	2,732	26,346
Net position - beginning	212,976	23,660	29,868	266,504
Net position - ending	\$ 229,398	30,852	32,600	292,850

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



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NOTES TO THE FINANCIAL STATEMENTS

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The County's most significant accounting policies are described below.

A. Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities which rely to a significant extent on fees and charges to external customers for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

B. Reporting Entity

The County of El Paso is a public corporation and a political subdivision of the State of Texas. The governing body of the County is the Commissioners Court. The Commissioner's Court is composed of five elected officials, the County Judge and four County Commissioners.

The financial statements of the County, the reporting entity, include all governmental activities, departments, agencies, organizations, and functions of the County for which the governing body is financially accountable. In evaluating and determining how to define the financial reporting entity, all likely units have been considered. As such the County is not included in any other governmental entity as defined by GASB 61, The Financial Reporting Entity: Omnibus an amendment of GASB Nos. 14 and 34.

Discretely presented component units. The decisions to include or exclude a potential component unit in the reporting entity were made by applying standards contained in GAAP. The key consideration for including or excluding a potential component unit is the primary governing body's financial accountability. A primary government is financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing board and if it is able to impose its will or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the primary government.

In conformity with the criteria discussed above, the financial statements of the El Paso County Hospital District (Hospital District), Emergency Services District #1 (ESD1), and Emergency Services District #2 (ESD2), have been included in the financial reporting entity as discretely presented component units. The El Paso County Commissioners Court appoints their governing bodies, approves their budgets, sets their tax rates, and approves their issuance of bonded debt.

These units are reported on a separate statement and summarized in a separate column in the government-wide financial statements to emphasize that they are legally separate from the County.

The Hospital District operates University Medical Center (UMC), a non-profit organization. UMC is the sole corporate member of El Paso Children's Hospital (EPCH) and El Paso First Health Plans, Inc. d/b/a El Paso Health (the Health Plan). The Health Plan is organized as a health maintenance organization (HMO) licensed only in Texas to provide prepaid health coverage to employees and dependents of various organizations in its service area. Complete financial statements for UMC can be obtained from its administrative office at: University Medical Center, 4815 Alameda Avenue, El Paso, Texas 79905, (915) 521-7610.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Section 775.301 of the Texas Health and Safety Code, as amended by the 83rd Legislature grants certain control provisions to the Commissioners Court of counties that border the United States and Mexico and have a population of more than 800,000. Under the statute, the County has certain control provisions over the Emergency Services District Number One (ESD1) and Emergency Services District Number Two (ESD2), which includes the responsibility of appointing a Board of Commissioners, establishing the operating policies and procedures for the districts, and approving the district's annual budget and tax rate. ESD1 and ESD2 are discrete component units of the County.

ESD1 was created for the purpose of saving lives, the protection of property endangered by fires and other emergencies, and to promote the teaching and practices of fire and accident prevention. ESD1 is a taxing entity and a political subdivision of the State of Texas. ESD1 was formed as provided by Article III, Section 48-e of the Texas Constitution. ESD1 is administered by a Board of Commissioners appointed by the Commissioners of the County of El Paso, Texas, that acts as the authoritative and legislative body of the entity. ESD1 has one blended component unit, the Horizon Volunteer Fire Department (HVFD) which was established to provide first responders to fires, medical emergencies, disasters, and terrorist acts, and to protect the lives and property of the residents in the ESD1's response area. HVFD was incorporated in the State of Texas in January 2015 as a non-profit organization under section 501(c)(3) of the Internal Revenue Code. Complete financial statements can be obtained from the Office of the Board of Commissioners, President, 14151 Nunda, Horizon City, Texas 79928.

ESD2 was created for the purpose of saving lives, the protection of property endangered by fires and other emergencies, and to promote the teaching and practices of fire and accident prevention. ESD2 is a taxing entity and a political subdivision of the State of Texas. ESD2 was formed as provided by Article III, Section 48-e of the Texas Constitution. ESD2 is administered by a Board of Commissioners appointed by the Commissioners of the County of El Paso, Texas, that acts as the authoritative and legislative body of the entity. ESD2 contracts with six volunteer fire departments to provide emergency services for the areas of Clint, Fabens, Montana Vista, San Elizario, Socorro, and West Valley. Currently ESD2 covers approximately 600 square miles and serves an estimated population of 105,000 citizens. ESD2 volunteers are trained as both certified Firefighters and EMTs providing both basic and advanced life support. Complete financial statements can be obtained from the El Paso County Emergency Services District #2 – Office of the Board of Commissioners, President, 16001 Socorro Road, Fabens, Texas 79838 and can be found on their website at <http://www.epcountyesd2.org/>.

C. Government-wide Statements

The government-wide financial statements report financial information of the primary government and its component units for all non-fiduciary activities. The effects of interfund activities have been removed from the government-wide financial statements, except where the elimination would distort the financial statements. Interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separate from business-type activities, which rely on fees and charges for a significant portion of their revenues.

The statement of net position focuses on the net position of the governmental and business-type activities of the primary government and its component units, where the net position equals the assets and deferred outflows of resources less liabilities and deferred inflows of resources. The statement of activities focuses on the direct expenses of a given function that are offset by program revenues. Direct expenses are those expenses that are clearly identifiable with a specific function. Program revenues include 1) charges for services and 2) operating and capital grants and contributions. Taxes and other revenue items not included in program revenues are reported as general revenues.

Separate financial statements are provided for the Governmental, Proprietary, and Fiduciary funds, even though the latter are excluded from the government-wide financial statements.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

All governmental funds are reported using a current financial resources measurement focus. Ordinarily, only current assets, deferred outflows of resources, current liabilities, and deferred inflows of resources are included on the balance sheet with this measurement focus. The operating statements of the funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become measurable and available). In the case of the County, "measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within 60 days thereafter, to pay liabilities of the current period. Expenditures are generally recognized under the accrual basis of accounting when the related fund liability is incurred.

Revenues susceptible to accrual include property taxes, fines and forfeitures, special assessments, licenses, interest income, and charges for services. Sales and use taxes collected and held by the State at fiscal year-end on behalf of the County are also recognized as revenue. Permits are not susceptible to accrual because they generally are not measurable.

Unavailable and unearned revenues arise when potential revenues do not meet both the measurable and available tests for recognition in the current period. Unavailable and unearned revenues also come about when resources are received by the County before the County is legally entitled to them. In succeeding periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the deferred inflows for unavailable revenue or the liability for unearned revenue is removed from the statements and revenue is recognized.

The County reports the following major governmental funds:

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

Special Revenue-Grants Funds are used to account for funds received from federal, state, and local agencies for specific programs and services for the community. Federal funds include those received from the U. S. Department of Treasury, the U. S. Department of Health and Human Services, U. S. Department of Justice, U. S. Department of Homeland Security, Office of National Drug Control Policy, and U. S. Department of Agriculture, among others. State funds include those received from the Office of the Governor, Texas Department of Transportation, Texas Department of Public Safety, Texas Attorney General, Texas Department of Housing and Community Affairs, and others. Local funds are from the City and other local agencies.

The County reports all enterprise funds as major proprietary funds. The enterprise funds account for the activities of the County Water Systems (East Montana, Mayfair/Nuway, Vista del Este, Hillcrest, and Colonia Revolución Water Projects), County Sewer System (Desert Acceptance Sewer project), and County Solid Waste. User charges are used to pay off the debt on the revenue bonds for the East Montana Water Project, plus the operating expenses for enterprise funds.

Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The County reports the following non-major governmental funds:

Special Revenue Funds are used to account for specific revenue sources that are restricted or committed for specified purposes other than debt service or capital projects that are not federal, state or local grants.

Debt Service Funds are used to account for financial resources that are restricted, committed, or assigned to expenditure for principal and interest on long-term obligation debt of the County.

Capital Projects Funds are used to account for the financial resources secured through the sale of debt obligations and a two-cent allocation of Maintenance and Operating ad valorem taxes to fund a multitude of County projects, throughout the County to include flood control, renovations to existing and construction of new County facilities, improvements to the County's Information Technology Systems, and the replacement of vehicles for the Sheriff's Department and other County departments.

The County additionally reports the following fund types:

Internal Service Funds are used to account for the health benefits provided to County employees, retirees, and dependents. The workers' compensation benefits fund is also accounted for in the Internal Service Funds. Contributions to the funds are made as charges to the departments for covered employees along with contributions from employees and retirees to the health fund.

Fiduciary Funds are used to account for assets held in either a trustee capacity or in a custodial capacity for individuals, private organizations, other governmental units, and/or other funds meeting the criteria established in GASB No. 84, *Fiduciary Activities*. Fiduciary funds are reported in one of two categories (1) private-purpose funds, and (2) custodial funds. Private-purpose trust funds report all other trust arrangements whose principal and interest benefit individuals, private organizations, or other governments. Custodial funds report all other assets, not held in trust, the County holds on behalf of others in a purely custodial capacity. These funds include:

County Attorney Bad Check Trust Fund - used to account for the collection and disbursement of insufficient fund checks filed with the County Attorney by area merchants.

District Attorney Seizures Fund - used to account for multi-agency seizures held pending disposition by the Courts.

El Paso County Community Supervision and Corrections Fund - used to account for the activities of the State Adult Probation Department funded through the State Probation Commission.

Sheriff's Task Force Seizures Fund - used to account for funds seized by various initiatives of the Sheriff's Department and held pending disposition by the Courts.

Unclaimed Funds - used to account for funds that have been issued to individuals and entities and not claimed. These funds are held until claimed. After meeting regulatory requirements, typically three years, the funds greater than \$100 that remain unclaimed are remitted to the state. Funds under \$100 are transferred to the general fund.

Bail Bond Fund - used to account for cash held as collateral for bonds posted by bail bond companies to secure their client's release cash bail.

Other Elected Officials Fund - used to account for the collections of various County elected officials pending the allocation to other governmental entities or individuals.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interfund activities have been eliminated from the government-wide financial statements. Amounts reported as *program revenues* include 1) charges for services (i.e., application fees, fines, court fees, processing fees, etc.), 2) operating grants and contributions, 3) capital grants and contributions. Other revenues that are not related to a specific activity or function are reported as *general revenues*. General revenues include all taxes, grants, and contributions not restricted to a specific program or function, and any unrestricted investment earnings.

The Proprietary funds distinguish between operating and non-operating revenues and expenses. Operating revenues and expenses result from providing services in connection with the proprietary fund's principal operations. The East Montana Water Project recognizes tap and water service fees as operating revenues. The County Waste Water System is funded with other financing sources, grants, and USDA-RUS loans until it becomes operational, and then it will recognize wastewater service fees as operating revenues. The County Solid Waste Project recognizes waste collection fees as operating revenues. Revenues and expenses not considered as operating are classified as non-operating.

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

E. Budgetary Information

Annual budgets are approved and utilized for the general, special revenue, and debt service funds. Annual budgets for the debt service funds are adopted by fund type in the aggregate. Other annual budgets are adopted at the aggregate level by function, and appropriations expire at fiscal year-end. The special revenue-grants funds and capital projects are adopted as grants are awarded or funds are received and can extend past the fiscal year. Budgets are used as a management control device to comply with granting agencies' provisions. Budgets for capital projects are adopted as capital projects are established and are budgeted by project need.

Formal budgetary integration is employed for the general, special revenue, and debt service funds. Capital projects funds are ordinarily more project oriented than period oriented, thus, project-length budgets for all capital projects funds are utilized and appropriations at year-end carry forward to subsequent years until project completion. Special revenue grants are budgeted as awarded and are multiple-year funding. Budgets for all funds are prepared on the modified accrual basis. Formal budgetary integration is not employed in the Internal Service Funds.

The County has two special revenue funds that were not included in the adopted budget. These funds are the County Attorney Bad Check Operating Account, which is legally controlled at the discretion of the County Attorney, and the elections contract services, which are for funds received by the elections department for holding special elections for other entities.

The annual adopted budget for fiscal year 2025 totaled \$584.5 million. Throughout the year, the Commissioners' Court amended the budget for an aggregate increase total of \$68.9 million and re-appropriations of \$456.8 million. These increases represented statutorily provided increases for additional funding by granting agencies and intergovernmental agreements bringing the overall budget total to \$1.110 billion.

County of El Paso, Texas
Schedule of Amended Funding Amounts
For the Year Ended September 30, 2025
(In Thousands)

	General Fund	Special Revenue Fund *	Enterprise Fund	Debt Service Fund	Capital Projects Fund*	Special Revenue Grants*	Total Funding Amounts
October 1, 2024	\$ 467,070	\$ 71,475	\$ 5,165	\$ 33,831	\$ 6,951	\$ -	\$ 584,492
Total amendments	-	5,195	34	-	1,000	62,639	68,868
Subtotal	467,070	76,670	5,199	33,831	7,951	62,639	653,360
Carry over:							
Re-appropriation	4,716	8,331	-	1,311	79,434	363,078	456,870
Totals	<u>\$ 471,786</u>	<u>\$ 85,001</u>	<u>\$ 5,199</u>	<u>\$ 35,142</u>	<u>\$ 87,385</u>	<u>\$ 425,717</u>	<u>\$ 1,110,230</u>

*These funds include all year's budgets that are different from the adopted budget.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Cash and Cash Equivalents

Cash and cash equivalents as reported by the County and the component units represent cash on hand, demand deposits, negotiable order of withdrawal (NOW) accounts, money market accounts, and short-term investments with original maturities of three months or less from the date of acquisition.

County policy and State law require that all monies deposited in a depository bank be completely insured by the Federal Deposit Insurance Corporation (FDIC) or fully collateralized with securities of the United States or its agencies or a letter of credit from the Federal Home Loan Bank. The County has opted for a letter of credit to collateralize deposits in excess of FDIC insurance. Cash equivalents consisted primarily of TexPool and TexPool Prime temporary investments.

Governmental Accounting Standards Board Statement (GASB) No. 40 *"Deposit and Investment Risk Disclosures, an amendment of GASB Statement No. 3"*, establishes and modifies disclosure requirements related to investment risks associated with credit risk (including custodial credit risk and concentrations of credit risk), interest rate risk, and foreign currency risk. To limit the concentration of credit risk, the County only invests in obligations of U. S. Agencies and Instrumentalities. The County has also established interest rate risk policies that limit the maximum maturity of any one security to 10 years or less.

The County is not exposed to foreign currency risk since County policy prohibits investment in any foreign investments.

Investments of the County reported on the balance sheet are stated at fair value based on quoted market prices. In accordance with the Public Funds Investment Act, all County investments are in United States Treasury Securities, agency securities, TexPool, TexPool Prime, or certificates of deposit. All certificates of deposit are fully insured by the FDIC and/or fully collateralized with United States Treasury or agency securities. United States Treasury Securities are backed by the full faith and credit of the United States. It is the County's practice to accrue interest on temporary investments throughout the year. The Act also requires the County to have independent auditors perform test procedures related to investment practices as provided by the Act. Management asserts the County is in substantial compliance with the requirements of the Act and local policies.

All component units consider investments with original maturities of three months or less to be cash equivalents. Investments with an original maturity of more than three months are reported as investments. ESD2 reported no investments. ESD1 investments are recorded at fair value, based on quoted market prices. Investments of UMC are stated at amortized cost or fair value, depending on the investment.

Agencies have no expressed liability assumed by the U.S. Government; however, the agencies are required to maintain secured advances, guaranteed mortgages, U.S. Government securities, or cash in an amount equal to the amount of the consolidated bonds and discount notes outstanding.

TexPool and TexPool Prime

The State Comptroller of Public Accounts exercises oversight responsibility over TexPool and TexPool Prime, the Texas Local Government Investment Pools. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other individuals who do not have a business relationship with TexPool.

The Advisory Board members review the investment policy and management fee structure.

Currently, TexPool and TexPool Prime are rated AAAM by Standard & Poor's. As a requirement to maintain the weekly rating, portfolio information must be submitted to Standard & Poor's, as well as the office of the State Comptroller of Public Accounts for review.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

TexPool invests in obligations of the United States Government, its agencies or instrumentalities, fully collateralized repurchase agreements or reverse repurchase agreements, or no-load money market funds that are registered with and regulated by the SEC. TexPool Prime invests in obligations of the United States Government, its agencies or instrumentalities, fully collateralized repurchase agreements or reverse repurchase agreements, no-load money market funds that are registered with and regulated by the SEC, certificates of deposit issued by national or state banks or credit unions, including savings banks, provided that such bank or credit union is domiciled in Texas, or commercial paper that matures in 270 days or less from the date of its issuance.

G. Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" for the current portion of the interfund loan or "advances to/from other funds" for the non-current portion of interfund loans. All other transactions that occur between individual funds for goods or services provided are classified as "due to/from other funds".

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in the applicable governmental fund, which indicates they do not represent available financial resources and are not available for appropriation.

Property tax receivables are shown net of an allowance for uncollectible accounts. The allowance for uncollectible property taxes is set at one percent of the outstanding delinquent taxes at September 30, 2025.

The County's annual ad valorem property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and certain personal property. Taxes are due upon receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year of the levy. Penalties and interest begin accruing on February 1. On January 1 of each year, a tax lien attaches to the property to secure the payment of all taxes, penalties, and interest ultimately imposed for the year on the property, whether or not the taxes are imposed in the year the lien attaches. Property tax revenues are considered available (1) when they become due or past due and receivable within the current period and (2) when they are expected to be collected during a 60-day period after the close of the County's fiscal year.

The County levies a 0.5% sales and use tax on taxable sales within the County. The sales and use tax is collected by the Texas Comptroller of Public Accounts and remitted to the County in the month following receipt by the Comptroller. The Comptroller receives the sales and use tax approximately one month after collection by vendors. The sales and use tax is recorded entirely in the General Fund.

H. Inventories and Prepaid Items

All inventories are valued at cost, which approximates market value, using the first-in/first-out (FIFO) method. Inventories of the governmental funds are recorded as expenditures when purchased and then adjusted for the remaining inventory at year end as a change in fund balance under the purchases method. The consumption method is applied to the government-wide financial statements under the full accrual basis of accounting. Payments made to vendors for goods or services that will benefit periods beyond year-end are classified as prepaid items.

I. Restricted Assets

Certain proceeds of the County Water System Projects are classified as restricted assets on the balance sheet and are maintained separate on the books. Those resources are for the repayment of the related debt, customer deposits, and to maintain the required reserves. The reserve fund is used to cover any deficiencies from operations that could adversely affect debt service payments.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Capital Assets

Capital assets are tangible and intangible assets, which include land, easements, artwork, buildings, improvements, equipment, furniture and fixtures, infrastructure, vehicles, roads, bridges and culverts, construction work in progress, right to use lease assets, and subscription-based information technology arrangements (SBITAs), reported in the appropriate governmental or business-type activities columns in the government-wide financial statements. Capital assets are those assets with a value of \$5 thousand or more and with useful lives of over one year. RTU leases and SBITAs with an asset value of \$50 thousand or more, except for assets acquired using grant funding which are capitalized at \$5 thousand or more, and with useful lives of over one year are capitalized. Also, the value of existing capitalized assets is increased for any additions regardless of the amount, when the useful life is extended, or the functionality of the asset is improved. Assets are recorded at historical cost or estimated historical cost if purchased or constructed.

Donated capital assets, works of art, historical treasures, and similar assets and capital assets received in a service concession arrangement are reported at acquisition value on date donated.

The costs of normal maintenance and repairs that do not add to the value of the assets or substantially extend the life of the assets are not capitalized.

Improvements and major outlays are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is recognized as an expense of the period and not included as part of the capitalized value of the assets constructed.

Capital assets for the enterprise fund related to the East Montana Water System are depreciated using the 120 percent declining balance over 40 years in accordance with the bond covenant. The departure from GAAP is immaterial but keeps the County in compliance with the bond covenant.

All other capital assets are depreciated in accordance with the County depreciation method listed below. Capital assets under construction are not depreciated until construction is completed.

Right to use assets include lease assets and SBITAs. These right to use assets are amortized in a systematic and rational manner over the shorter of the lease or subscription term or the useful life of the underlying asset. When a lease contains a purchase option the County chooses to exercise, the lease asset is amortized over the useful life of the underlying asset. The amortization expense is combined with depreciation expense for financial reporting purposes.

In general, when the County is the lessor, the underlying lease asset is depreciated using the straight-line method over the estimated useful lives below.

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

<u>Assets</u>	<u>Years</u>
Buildings	30
Moveable & Fixed Equipment	3-10
Furniture	10
Roads	20
Vehicles	5
Heavy Vehicles	7-10
Improvements	20
Bridges	35
Infrastructure	15-30

Capital assets of UMC are recorded at cost at the date of acquisition or acquisition value at the date of donation if acquired by gift. Depreciation is computed using the straight-line method over the estimated useful life of each asset.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets of ESD1 are depreciated on a straight-line basis over the following estimated useful lives:

Assets	Years
Improvements	5-25
Building & Improvements	8-40
Movable and fixed equipment	3-15

Assets of ESD2 are depreciated on a straight-line basis over the following estimated useful lives:

Assets	Years
Building & Improvements	5-40
Heavy trucks	10
Equipment	3-10

K. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and/or balance sheet will periodically report a separate section for deferred outflows of resources. The deferred outflow of resources represents a consumption of net assets that applies to future periods and will not be recognized as an outflow of resources until then; the effect is positive, similar to an asset but is not an asset.

The County has three deferred outflows of resources, the first is a deferred charge for the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the life of the refunding bonds.

The second is a deferred charge related to other post-employment benefits, and the third is a deferred charge related to pensions.

The UMC has four deferred outflows: loss on bond refunding, goodwill, other post-employment benefits, and pensions.

ESD1 has one deferred outflow relating to pensions.

ESD2 has one deferred outflow relating to pensions.

In addition to liabilities, the statement of net position will periodically report a separate section for deferred inflows of resources. This deferred inflow of resources represents an acquisition of net assets that applies to future periods and is not recognized as an inflow of resources until that time similar to a liability but is not a liability.

The County has five types of deferred inflows of resources that qualify for reporting in this category. One item, unavailable revenues-property taxes is reported only in the governmental funds balance sheet. The second is a deferred inflow for bond refunding and is amortized over life of the refunding bonds on the statement of net position. The third is a deferred inflow related to pensions. The fourth is a deferred inflow related to other post-employment benefits. The fifth is for RTU leases receivable.

UMC has two deferred inflows of resources, gain on debt refunding and other post-employment benefits.

ESD1 has only one type of deferred inflow of resources related to pensions.

ESD2 has only one type of deferred inflow of resources related to pensions.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The fiduciary net position of the Texas County and District Retirement System (TCDRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities, and additions to/deductions from TCERS's fiduciary net position. The Plan's fiduciary net position has been determined on the same basis as that used by the Plan. 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.

The fiduciary net position of the Texas Emergency Services Retirement System (TESRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TESRS's fiduciary net position. The Plan's fiduciary net position has been determined on the same basis as that used by the Plan. Benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

L. Compensated Absences

Regular full-time employees accumulate vacation leave at varying rates depending on their years of service with the County as follows:

Number of Years of Service	Vacation Leave hours Earned Per Year
Up to 5 years	80
5 to 15 years	120
Over 15 years	160

Vacation leave may be accumulated up to a maximum of two times the annual vacation benefit (160, 240, or 320 hours depending on the number of years of service). Regular part-time employees accumulate vacation leave at half the rate of regular full-time employees.

All full-time, regular non-elected employees who have completed three (3) months of full-time service are eligible to use accrued sick leave with pay. An employee earns sick leave at the rate of 15 working days per year and may accumulate a maximum sick leave balance of 90 working days. Outstanding sick leave balances are canceled, without recompense, upon termination, resignation, retirement, or death except in the case of sheriff's officers.

Vested vacation and sick leave benefits are not expected to be liquidated with expendable and available financial resources and therefore, are reported as long term liabilities in the government-wide statements. The general fund or the appropriate special revenue fund is used to liquidate any liabilities for compensated absences.

Non-exempt employees who are authorized or permitted to work in excess of forty (40) hours in a workweek are entitled to compensatory time off at a rate one and one-half times for all time actually worked over forty (40) hours in a workweek. Paid and unpaid leave of any type taken during a workweek do not count as hours worked in computing overtime. Non-exempt employees may not have a balance of more than eighty (80) hours of compensatory time at any given time. A non-exempt employee will be paid for all compensatory time the employee has earned, but not used, at the time of separation from employment.

There is no legal requirement, nor is the County obligated to pay overtime or grant compensatory time to FLSA-exempt employees. Department Heads or supervisors may grant compensatory time off on an hour-for-hour basis for hours worked in excess of the forty (40) hour work week to an exempt employee.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Long-term Obligations

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

Bond premiums, discounts, and issuance costs are recognized in the fund financial statements of governmental fund types during the current period. The bond face amount and any premiums are reported as other financing resources while any discounts are reported as other financing uses. Bond issuance costs are reported in either capital projects or debt service funds depending on whether the bond is a new issue or refunding issue, regardless of whether or not the cost was withheld from the bond proceeds.

The County has entered into a financed equipment loan as direct borrowing for the purchase of certain equipment.

N. Leases

For the County, RTU lease assets are initially recorded at the initial measurement of the lease, plus lease payments made at or before the commencement of the lease term, less lease incentives received from the lessor at or before the commencement of the lease, plus initial direct costs that are necessary to place the asset into service. The County has a policy to record lease assets that exceed the capitalization threshold of \$50 thousand of payments over the life of the RTU lease except for grant related leases which are capitalized at \$5 thousand.

UMC has a capitalization policy to only record lease assets related to leases with more than \$50 thousand payments over the life of the lease.

ESD2 recognizes a lease liability and a right-to-use asset at the commencement of the lease term. Lease assets in excess of the capitalization threshold are capitalized as a right-to-use asset. The lease liability is measured at the present value of the payments expected to be made during the lease term and lease incentives. The right-to-use asset is measured at the amount of the initial measurement of the lease liability, plus any payment made to the lessor at or before the commencement of the lease term and certain direct costs. The cost of all lease assets is amortized over the shorter of the lease term or the useful life of the underlying asset.

As a lessor the County recognizes a lease receivable and a deferred inflow of resources. At the commencement of a lease, a lease receivable is recorded at the net present value of the future fixed lease payments, discounted at either the explicit interest rate in the agreement or the County's incremental borrowing rate at the lease inception. The deferred inflow of resources is recognized as inflows (revenue) on a straight-line basis over the term of the lease.

O. Subscription Assets

Subscription-Based Information Technology Arrangements (SBITAs) are initially recorded at the initial measurement of the subscription liability, plus subscription payments made at, and certain prepayments made before, the commencement of the SBITA term, less any SBITA vendor incentives received from the SBITA vendor at or before commencement of the SBITA term, plus capitalizable initial implementation costs. The County has a policy to record SBITA assets that exceed the capitalization threshold of \$50 thousand of payments over the life of the SBITA asset except for grant related SBITAs which are capitalized at \$5 thousand.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Public-Private, Public-Public Partnerships and Availability Payment Arrangements

GASB Statement No. 94, *Public-Private and Public-Public Partnerships (PPP) and Availability Payment Arrangements (APA)*, was issued in March 2020. The primary objective of this statement is to improve financial reporting by addressing issues related to PPPs. As used in this statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or non-governmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset for a period of time in an exchange or exchange-like transaction. This Statement requires that PPPs that meet the definition of a lease apply the guidance in Statement No. 87 Leases, as amended. Some PPPs meet the definition of a Service Concession Arrangement (SCA). This Statement also provides guidance for accounting and financial reporting for APAs. An APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying non-financial asset for a period of time in an exchange or exchange-like transaction.

Q. Fund Balances

The County Commissioners Court annually approves financial policies which include a policy for maintaining a minimum fund balance of 10 to 15 percent of the total general fund adopted operating budget in any one fiscal year, or at a minimum, a balance equal to the projected cash needs for the first fiscal quarter to meet operating obligations. The County also budgets an emergency reserve. Use of this reserve is limited to an unanticipated emergency, calamity, natural disaster, or the loss/shortfall of a major revenue source.

In accordance with GASB, the County categorized its fund balances into five classifications and in the hierarchy to which the government is bound to honor constraints on specific purposes for which amounts in those funds can be spent.

Nonspendable – These balances represent amounts that are not in spendable form or are legally or contractually required to be maintained intact, such as inventories and prepaids.

Restricted Fund Balance – Represents amounts that are restricted to specific purposes, with constraints placed on the use of resources by (a) external creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. Fund balance on the debt service funds will be restricted for the payment of principal and interest on the debt service obligation. Any funds remaining after all debt is extinguished will be transferred to the general fund to be used for any general purpose.

Committed Fund Balance – These balances represent amounts that are restricted for purposes which County Commissioners Court, the County's highest level of decision-making authority, have designated their use. These amounts are committed through the adoption of a court order. These amounts can only be re-allocated by the same formal action that was taken to originally commit those amounts. Funds allocated through the use of general fund monies for capital assets are categorized as committed.

Assigned Fund Balance – Represents amounts that are constrained by the government's intent to be used for specific purposes but are neither restricted nor committed. The governing body may delegate its authority to assign amounts to another body or officials, for example a budget or finance director. The Commissioners' Court, when it is appropriate for fund balance to be assigned, delegates the authority to the Budget Officer. Assignments may occur subsequent to fiscal year end.

Unassigned Fund Balance – The unassigned fund balance is the fund balance that has not been designated as non-spendable, restricted, committed, or assigned. It can be used to stabilize the future year's budget. The general fund is the only fund that can report a negative unassigned fund balance amount.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

It is the County's policy to use restricted funds first when expenditure is incurred for purposes for which both restricted and unrestricted funds are available. In the case of unrestricted funds, the County will consider first reducing committed funds, then assigned, and followed by unassigned when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

R. Use of Estimates

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

S. Adoption of New Accounting Pronouncements

GASB has issued the following statements that have been implemented by the County for the year ended September 30, 2025:

- In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This Statement was implemented at September 30, 2025, and changes have been noted in Note 3.R – Restatement.
- In December 2023, the GASB issued Statement No. 102, *Certain Risk Disclosures*, effective for periods beginning after June 15, 2024. The primary objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The implementation of this Statement has no effect on the County's financial statements.

T. New Accounting Pronouncements

The following accounting pronouncements have been recently issued, but not yet adopted by the County. Management anticipates that, upon adoption, none of these statements will have a significant impact on the County's financial position or results of operations. Pronouncements that are not applicable to the County, have been omitted.

In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This statement also addresses certain application issues in the Management's Discussion and Analysis, unusual or infrequent items, presentation of the Proprietary Fund Statement of Revenues, Expenses, and Changes in Fund Net Position, major component unit information, and budgetary comparison information. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. This statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangement*, also should be separately disclosed. This Statement requires intangible assets other than those three types to be disclosed separately by major class. It also requires additional disclosures for capital assets held for sale. A capital asset is a capital asset held for sale if (a) the government has

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

decided to pursue the sale of the capital asset and (b) it is probable that the sale will be finalized within one year of the financial statement date. This Statement requires that capital assets held for sale be evaluated each reporting period. Governments should disclose (1) the ending balance of the capital assets held for sale, with separate disclosure for the historical cost and accumulated depreciation by major class of asset, and (2) the carrying amount of debt for which the capital assets held for sale are pledged as collateral for each major class of asset. The requirements of this statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

In December 2025, the GASB issued Statement No. 105, *Subsequent Events* effective for fiscal years beginning after June 15, 2026. The objective of the Statement establishes clearer and more consistent guidance for how governments evaluate and report events occurring after the financial statement date but before issuance. It defines a formal evaluation period through the date the financial statements are "available to be issued," distinguishes between recognized events (those requiring adjustment because they relate to conditions existing at year-end) and non-recognized events (those requiring disclosure only), and enhances disclosure requirements, including stating the evaluation date.

NOTE 2. LEGAL COMPLIANCE – BUDGETS

General Fund, Special Revenues and Debt Service Budgets are adopted by Commissioners Court on a modified accrual basis. Under Texas law, county governments may prepare annual budgets under one of three subchapters. The County operates under Local Government Code § 111.061, Subchapter C, Alternate Method of Budget Preparation in counties with a population of more than 125,000. Pursuant to Local Government Code § 111.062, the Commissioners Court opted to establish the Office of the Chief Administrator, which includes the department of Budget and Fiscal Policy, and appoint the Chief Administrator as the Budget Officer to prepare the County budget.

The Budget Officer prepares a proposed budget utilizing spending requests received from various County departments and agencies and makes recommendations to the Commissioners Court. This proposed budget contains the County Auditor's certified estimate of revenues. Pursuant to the Local Government Code, § 111.072, § 111.034(b)(4) and (5) and, § 111.039(b), only the County Auditor may estimate revenues and the Commissioners Court may not legally adopt an annual operating budget containing appropriations in excess of the available funds at the beginning of the fiscal year plus the anticipated revenues for the fiscal year as estimated by the County Auditor.

Public hearings pertaining to the proposed budget are conducted on an as needed basis by Commissioners Court after preliminary budget workshops are conducted with the Budget and Finance Department and consideration by the Budget Officer. During these hearings, department heads and elected officials are provided opportunity to present their requests and to further explain and/or justify their requests. Before determining the final budget Commissioners Court with the assistance of the Budget Officer, while establishing overall spending priorities for the County, may increase or decrease the amounts requested by the different departments and/or agencies.

Pursuant to Texas Local Government Code, §111.066 the Budget Officer files a copy of the proposed budget with the County Clerk and the County Auditor; in accordance with §111.091, upon the annual adoption and certification of the general fund, special revenues (excluding special revenue grants) and the debt services budgets, the County Auditor shall open an appropriation account for each main budgeted or special item in the budget. Furthermore, the County Auditor with oversight of all appropriation accounts and payments drawn against those appropriations is required to periodically inform the Commissioners Court of the condition of the appropriation accounts and ensure that expenses do not exceed departmental appropriations.

After approval of the budget, the Commissioners Court may authorize transfers of appropriations within the various expenditure levels during the year. Such transfers may not increase the overall budget total and are screened for consideration consistent with the County's fiscal policies. The County budget may increase during the course of the fiscal year for newly received bond proceeds (capital projects), special revenue grants, intergovernmental contracts, or unanticipated revenue received after adoption of the budget as certified by the County Auditor.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 2. LEGAL COMPLIANCE – BUDGETS (CONTINUED)

The legal level of budgetary control for the general fund and special revenue fund is effectively controlled at the function level and then by category level (personnel, operations, capital outlays), while control for the debt service fund and capital projects fund is at the fund level. Any budgetary changes affecting appropriations at these levels occur only with the formal approval of the Commissioners Court.

NOTE 3. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

At year-end, the carrying amounts of the County's deposits were \$515.9 million consisting of cash and cash equivalents. Of this amount, \$45.8 million represents restricted cash in the non-major funds, \$20.5 million restricted cash in the special revenue grants fund and \$241 thousand represents restricted assets for business-type activities. The bank balance of \$87.4 million was covered by \$250 thousand deposit insurance from the Federal Deposit Insurance Corporation (FDIC) with the remaining bank balance collateralized with an irrevocable letter of credit from the Federal Home Loan Bank of Dallas, Texas held in the County's name at the County Auditor's office.

The carrying amount of the deposits for UMC, the discretely presented component unit, was \$539.3 million, consisting of cash and cash equivalents. At September 30, 2025, UMC's deposits were either insured or collateralized in accordance with state law. EPCH, The Health Plan, and the Foundation held balances in excess of FDIC limits at September 30, 2025. Bank balances in excess of FDIC limits totaled \$28 million for EPCH, and \$1 million for the Foundation.

The carrying amount of the deposits for the ESD1, the discretely presented component unit, was \$8.4 million, consisting of cash and cash equivalents and the bank balance was \$10.4 million. These deposits are held in deposit accounts, money market funds, and intergovernmental investment pools. Cash held in the money market account in the amount of \$2.8 million has been committed through Board of Commissioner resolution to be used for construction of the new headquarters building.

The carrying amount of the deposits for the ESD2, the discretely presented component unit, was \$6.9 million, consisting of cash and cash equivalents. The bank balance was covered by \$250 thousand FDIC and the remaining bank balance collateralized by pledged securities with a fair value of \$13.4 million as of September 30, 2025.

As of September 30, 2025, the County had the following temporary investments included in cash and cash equivalents, reported at amortized cost, which approximates the value of the pool shares.

Management is not aware of the presence of any limitation or restrictions on withdrawals such as redemption notice periods, maximum transaction amounts, and the qualifying external investment pool's authority to impose liquidity fees or redemption gates.

Disclosures of Fair Value of Investments – Fair value is the price that would be received to sell an asset or paid to transfer a liability in an ordinary transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

Level 1 Quoted prices in active markets for identical assets or liabilities.

Level 2 Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 Unobservable inputs supported by little or no market activity and are significant to the fair value of the assets or liabilities.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

		Fair Value Measurement Using (In Thousands)		
		Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
September 30, 2025	Fair Value			
U.S. Agency Obligations	\$ 9,950	\$ —	\$ 9,950	\$ —
U.S. Treasury Obligations	20,000	20,000	—	—
Total investments by fair value level	<u>\$ 29,950</u>	<u>\$ 20,000</u>	<u>\$ 9,950</u>	<u>\$ —</u>
TexPool at Amortized Cost	6,352			
TexPool Prime at Amortized Cost	340,524			
Total Investments	<u><u>\$ 376,826</u></u>			

As of September 30, 2025, the UMC had the following investments measured at fair value as shown below:

		Fair Value Measurements Using (in Thousands)		
		Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
September 30, 2025	Fair Value			
Money market funds	\$ 52	\$ 52	\$ -	\$ -
Equity Securities	738	738	-	-
Exchange Traded Funds	1,445	1,445	-	-
Mutual Funds	1,794	1,794	-	-
U.S. Treasury obligations	148,414	148,414	-	-
U.S. agency obligations	87,383	-	87,383	-
Total investments by fair value level	<u>\$ 239,826</u>	<u>\$ 152,443</u>	<u>\$ 87,383</u>	<u>\$ -</u>
Investment Pool Carried at Amortized Cost	105,324			
Total Investments	<u><u>\$ 345,150</u></u>			

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. If quoted market prices are not available, then fair values are estimated using quoted prices of securities with similar characteristics or independent asset pricing services and pricing models, the inputs of which are market-based or independently sourced market parameters, including, but not limited to, yield curves, interest rates, volatilities, prepayments, defaults, cumulative loss projections and cash flows. Such securities are classified in Level 2 of the valuation hierarchy. In certain cases where Level 1 or Level 2 inputs are not available, securities are classified within Level 3 of the hierarchy.

ESD1 had investments of \$9.2 million in TexPool as of September 30, 2025.

ESD2 has no investment activity as of September 30, 2025.

Interest rate risk. In accordance with the County's investment policy, the County has established interest rate risk policies that limit the maximum maturity of any one security to 10 years or less. The County has been able to minimize its exposure to interest rate risk through its depository contract, which set a minimum interest rate the depository would pay above the current short-term market rates.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The UMC interest rate risk policy requires total investments have a weighted-average maturity of five years or less. ESD2 investment policy does not place any limit on investment maturities, as a means of managing exposure to fair value losses arising from increasing interest rates.

Credit risk. Government Code §2256, Texas Public Funds Investment Act (PFIA), limits allowable investments to obligations of, or guaranteed by, governmental entities, certificates of deposit, share certificates, repurchase agreements, bankers acceptances not to exceed 270 days, or commercial paper not to exceed 365 days, mutual funds, guaranteed investment contracts, and investment pools. The County further limits investments to United States Treasury bills, bonds and notes, certificates of deposit, United States Agency securities (GNMA, SBA, EXIM BANK, FMHA, GSA, FNMA, FHLB, FHLMC, and FFCB), repurchase agreements (County not to exceed four days), commercial paper through an authorized investment pool, and an investment pool authorized through Commissioners Court.

El Paso County Investments at September 30, 2025	Standard & Poor's Global Rating
TexPool	AAAm
TexPool Prime	AAAm

UMC may legally invest in direct obligations of, and other obligations guaranteed as to principal by the U. S. Treasury and U. S. Agencies and instrumentalities and in bank repurchase agreements. UMC may also invest to a limited extent in corporate bonds and equity securities. On September 30, 2025, UMC's government money market funds were rated AAA by Standard & Poor's rating agency. UMC also invests in Logic, a local government investment pool, rated AAA by Standard & Poor's.

ESD2 has no investment policy that would further limit investment choices except State law.

Concentration of credit risk. To limit the concentration of credit risk, the County has an established policy whereby the maximum aggregate for all investments in obligations of U. S. Agencies and Instrumentalities shall not exceed 100 percent. The County is not exposed to foreign currency risk since the County prohibits investment in any foreign investments.

UMC places no limit on the amount that may be invested in any one issuer as long as the restrictions of the Texas Public Funds Investment Act are followed. The UMC holds 62.9% of total investments in U. S. Treasury notes, 18.8% in U. S. Agency obligations - FHLB, and 18.2% in U.S. Agency obligations - FFCB.

ESD2 places no limit on the amount the district may invest in any one issuer.

Custodial credit risk – deposits. This is the risk that in the event of a bank failure, deposits may not be returned to the respective entity. The County, UMC, and ESD1 protect their deposits by requiring the depository bank to fully collateralize the amount in excess of federal depository insurance at 102% of deposits in excess of federal depository insurance, with securities held in the respective entity's name in a joint custody account with the respective entity's depository bank at a third party financial institution.

ESD2 evaluates exposure to custodial credit risk for deposits exceeding the amount insured by the FDIC by comparing the amounts of cash on-hand to collateral funds. On September 30, 2025, pledged collateral funds securing ESD2's deposits had a fair market value of \$13.4 million, which exceeded ESD2's bank balances totaling \$13.3 million. Management does not believe ESD2 is exposed to any significant credit risk.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Custodial credit risk – investments. For an investment, this is the risk that in the event of the failure of the issuer, the County or UMC will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County and UMC reduce this risk by requiring investments to be held in a safekeeping or trust account.

B. Receivables, Unavailable Revenue and Unearned Revenue

Receivables as of September 30, 2025, for the general fund, major special revenue grant funds, and other governmental funds, including applicable allowances for uncollectible accounts, are as follows:

	General Fund	Special Revenue Grant Fund	Nonmajor Governmental Funds	Total
	(In Thousands)			
Receivables:				
Taxes	\$ 34,186	\$ -	\$ -	\$ 34,186
Accounts	17,754	17,497	328	35,579
Leases	1,584	-	-	1,584
Notes	-	-	-	-
Less: allowance for uncollectible taxes	(342)	-	-	(342)
Net total receivables	<u><u>\$ 53,182</u></u>	<u><u>\$ 17,497</u></u>	<u><u>\$ 328</u></u>	<u><u>\$ 71,007</u></u>

The future lease payments receivable as of September 30, 2025, for the County are as follows:

Year ending September 30	Principal	Interest	Total
	(In Thousands)		
2026	\$ 59	\$ 31	\$ 90
2027	64	29	93
2028	67	28	95
2029	69	27	96
2030	71	25	96
2031 - 2035	406	104	510
2036 - 2040	497	56	553
2041 - 2045	269	13	282
2046 - 2050	79	2	81
Total	<u><u>\$ 1,581</u></u>	<u><u>\$ 315</u></u>	<u><u>\$ 1,896</u></u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Governmental funds report unearned revenue in connection with receivables for revenues that are considered not available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unavailable revenue and unearned revenue reported in the governmental funds were as follows:

	Unavailable	Unearned
	(In Thousands)	
Delinquent property taxes receivable (general fund)	\$ 32,788	\$ -
Deferred inflow of resources - leases	1,515	-
Court costs and fines (general fund)	-	49
Opioid Settlement (special revenue)	-	872
Draw-downs prior to meeting eligibility requirements (CSLFRF)	-	31,409
Draw-downs prior to meeting eligibility requirements (SRLA)	-	1
Draw-downs prior to meeting eligibility requirements (TJJD)	-	129
Draw-downs prior to meeting eligibility requirements (SBA)	-	500
Draw-downs prior to meeting eligibility requirements (MSC)	-	121
Draw-downs prior to meeting eligibility requirements (NDG)	-	19
Draw-downs prior to meeting eligibility requirements (TWDB)	-	20,493
Total unavailable/unearned revenue for governmental funds/governmental activities	\$ 34,303	\$ 53,593

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

Capital assets activity for the year ended September 30, 2025, was as follows:

	Beginning Balance, Restated as of October 1, 2024	Increases (In Thousands)	Decreases	Ending Balance
Governmental Activities:				
Capital assets, not being depreciated:				
Artwork	\$ 56	\$ -	\$ -	\$ 56
Land	25,524	2,783	(23)	28,284
Easements	200	-	-	200
Information Technology System in progress	3,239	77	-	3,316
Construction work in progress	68,225	28,218	(53,693)	42,750
Total capital assets, not being depreciated	<u>97,244</u>	<u>31,078</u>	<u>(53,716)</u>	<u>74,606</u>
Capital assets, being depreciated and amortized:				
Bridges and culverts	10,258	-	-	10,258
Buildings	328,532	21,544	-	350,076
Equipment	79,588	3,802	(3,379)	80,011
Furniture and fixtures	2,380	559	(62)	2,877
Improvements	50,602	15,923	-	66,525
Infrastructure	12,807	8,794	-	21,601
Financed Equipment	-	-	-	-
Roads	57,988	6,099	-	64,087
Vehicles	44,552	6,141	(1,047)	49,646
Right-to-use-Lease assets	8,854	3,788	(1,420)	11,222
SBITA assets	12,542	2,026	(2,333)	12,235
Total capital assets, being depreciated and amortized	<u>608,103</u>	<u>68,676</u>	<u>(8,241)</u>	<u>668,538</u>
Less accumulated depreciation and amortization for:				
Bridges and culverts	(5,058)	(259)	-	(5,317)
Buildings	(227,049)	(7,125)	-	(234,174)
Equipment	(62,783)	(4,487)	3,321	(63,949)
Furniture and fixtures	(1,456)	(161)	62	(1,555)
Improvements	(18,885)	(2,636)	-	(21,521)
Infrastructure	(4,932)	(612)	-	(5,544)
Roads	(42,044)	(2,314)	-	(44,358)
Vehicles	(26,641)	(4,288)	1,031	(29,898)
Right-to-use-Lease assets	(3,021)	(2,120)	1,488	(3,653)
SBITA assets	(5,471)	(4,034)	2,271	(7,234)
Total accumulated depreciation and amortization, Capital Assets	<u>(397,340)</u>	<u>(28,036)</u>	<u>8,173</u>	<u>(417,203)</u>
Total capital assets, being depreciated and amortized, net	<u>210,763</u>	<u>40,640</u>	<u>(68)</u>	<u>251,335</u>
Governmental activities capital assets, net	<u>\$ 308,007</u>	<u>\$ 71,718</u>	<u>\$ (53,784)</u>	<u>\$ 325,941</u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

	Beginning Balance	Increases	Decreases	Ending Balance
	(In Thousands)			
Business-type Activities:				
Capital assets, not being depreciated:				
Land	\$ 21	\$ -	\$ -	\$ 21
Construction work in progress	3,369	-	(3,369)	-
Total capital assets, not being depreciated	<u>3,390</u>	<u>-</u>	<u>(3,369)</u>	<u>21</u>
Business-type Activities:				
Capital assets, being depreciated:				
Buildings	50	-	-	50
Equipment	205	-	-	205
Vehicles	17	-	-	17
Infrastructure	21,559	3,369	-	24,928
Total capital assets, being depreciated	<u>21,831</u>	<u>3,369</u>	<u>-</u>	<u>25,200</u>
Less accumulated depreciation for:				
Buildings	(5)	(1)	-	(6)
Equipment	(112)	(18)	-	(130)
Vehicles	(17)	-	-	(17)
Infrastructure	(8,716)	(714)	-	(9,430)
Total accumulated depreciation	<u>(8,850)</u>	<u>(733)</u>	<u>-</u>	<u>(9,583)</u>
Total capital assets, being depreciated, net	<u>12,981</u>	<u>2,636</u>	<u>-</u>	<u>15,617</u>
Business-type activities capital assets, net	<u>\$ 16,371</u>	<u>\$ 2,636</u>	<u>\$ (3,369)</u>	<u>\$ 15,638</u>

Depreciation and amortization expense was charged to functions/programs of the primary government as follows:

**Governmental activities:
(In Thousands)**

General Government	\$ 9,522
Administration of Justice	494
Public Safety	7,751
Health and Welfare	260
Community Service	686
Resource Development	6
Culture and Recreation	1,985
Public Works	<u>7,332</u>

**Total depreciation and amortization expense-
governmental activities**

\$ 28,036

**Business-type activities:
(In Thousands)**

Buildings	\$ 2
Equipment	18
Infrastructure	<u>714</u>

**Total depreciation expense Business-type
activities**

\$ 734

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Construction Commitments

The County has several active projects as of September 30, 2025. The County's work in progress at year-end was composed of the following:

Project	Spent-to-date (In Thousands)	Remaining Commitment
Governmental Activities		
A01- Ascarate Park Festival Area Proj	6	467
A12- Sparks Park Improvements Proj	7	80
Agrilife Building Renovation	266	484
Alamo Alto Trail - Phase 3 & 4	667	9,525
Alamo Alto Trail Project	791	4,848
Animal Welfare Clinic Remodel Proj	113	1,174
Ascencion Street Improvement Project	1,444	46
Bob Hope Extension Project	1,833	-
Building Central Access and Security Control Syste	2,058	10,225
Bus Shelter	1,775	2,873
Canutillo roads and sidewalks project	1,015	583
Casa Ronquillo Renovations	1,016	38
Cobin Sambrano Wellness Facility	1,633	2,307
Courthouse surge	159	255
CRRMA EPCo Transit Facility	2,890	932
Desert Acceptance Linear Park W/sup	1,808	1,474
Downtown Detention Facility Remodel	7,544	4,421
Downtown Detention Facility Surveillance	3,480	2,471
Eastlake Boulevard Improvemen Project	84	44
El Paso Stormwater Improvement Projects	204	1,004
EPC TWDB HAC7 Basins A&B	638	638
Fabens Airport- Fuel Farm AWOS Project	1,000	
Jail Annex Security System	473	84
Medical Examiner New Facility Construction	1,011	798
Pellicano Drive Improvement	4,604	3,063
Rojas Drive Improvement	2,500	
San Felipe Off Highway Vehicle Trail	116	242
TO#5 Sportpark Parking & Drainage Improvement	95	1,455
Tom Mays Extension Project	3,000	43
Vinton Maintenance Facility Project	521	2,022
Total	42,751	51,596

Information Technology Commitments

Project	Spent-to-date	Remaining Commitment
	(In Thousands)	
ITD Infrastructure and Forest Migration Project	\$ 3,317	\$ 499
Total IT Commitments	\$ 3,317	\$ 499
Total Governmental activities	\$ 46,068	\$ 52,095

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Component units

Capital asset and lease activity for the UMC for the year ended September 30, 2025, was as follows:

	Beginning Balance	Increases	Transfer Disposals/ Retirements	Ending Balances
	(In Thousands)			
Capital assets, not being depreciated:				
Land	\$ 33,127	\$ -	\$ (1,723)	\$ 31,404
Construction work in progress	11,075	17,294	(15,095)	13,274
Total capital assets, not being depreciated	<u>44,202</u>	<u>17,294</u>	<u>(16,818)</u>	<u>44,678</u>
Capital assets, being depreciated:				
Buildings and improvements	573,132	1,888	21,063	596,083
Movable and fixed equipment	468,099	27,007	(7,122)	487,984
Total capital assets, being depreciated	<u>1,041,231</u>	<u>28,895</u>	<u>13,941</u>	<u>1,084,067</u>
Less accumulated depreciation for:				
equipment	(630,010)	(46,078)	138	(675,950)
Total accumulated depreciation	<u>(630,010)</u>	<u>(46,078)</u>	<u>138</u>	<u>(675,950)</u>
Total capital assets, being depreciated, net	<u>411,221</u>	<u>(17,183)</u>	<u>14,079</u>	<u>408,117</u>
UMC capital assets, net	<u>\$ 455,423</u>	<u>\$ 111</u>	<u>\$ (2,739)</u>	<u>\$ 452,795</u>

UMC lease assets activity for the year ended September 30, 2025:

	Beginning Balance	Additions	Disposals	Ending Balances
	(In Thousands)			
Buildings	\$ 17,728	\$ 9,609	\$ (304)	\$ 27,033
Equipment	15,216	8,912	(4,455)	19,673
	<u>32,944</u>	<u>18,521</u>	<u>(4,759)</u>	<u>46,706</u>
Less accumulated amortization				
Buildings	\$ (4,205)	\$ (3,202)	\$ 304	\$ (7,103)
Equipment	(8,242)	(5,441)	4,455	(9,228)
	<u>(12,447)</u>	<u>(8,643)</u>	<u>4,759</u>	<u>(16,331)</u>
UMC lease assets, net	<u>\$ 20,497</u>	<u>\$ 9,878</u>	<u>\$ -</u>	<u>\$ 30,375</u>

UMC RTU Subscription asset activity for the year ended September 30, 2025:

	Beginning Balance	Additions	Disposals	Ending Balances
	(In Thousands)			
Subscription-based IT Assets	\$ 53,158	\$ 10,444	\$ (8,188)	\$ 55,414
Less accumulated amortization	(26,713)	(12,285)	8,188	(30,810)
UMC subscription assets, net	<u>\$ 26,445</u>	<u>\$ (1,841)</u>	<u>\$ -</u>	<u>\$ 24,604</u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Capital asset activity for the ESD1 for the year ended September 30, 2025, was as follows:

	Beginning Balance	Increases	Decreases (In Thousands)	Transfer Disposals/ Retirements	Ending Balances
Capital assets, not being depreciated:					
Construction work in progress	\$ 6,499	\$ 13,097	\$ -	\$ (320)	\$ 19,276
Land	<u>5,220</u>	<u>1,621</u>	<u>-</u>	<u>-</u>	<u>6,841</u>
Total capital assets, not being depreciated	<u>11,719</u>	<u>14,718</u>	<u>-</u>	<u>(320)</u>	<u>26,117</u>
Capital assets, being depreciated:					
Buildings and improvements	9,526	25	-	-	9,551
Heavy Trucks	9,206	221	(43)	223	9,607
Equipment	<u>2,845</u>	<u>1,879</u>	<u>(17)</u>	<u>96</u>	<u>4,803</u>
Total capital assets, being depreciated	<u>21,577</u>	<u>2,125</u>	<u>(60)</u>	<u>319</u>	<u>23,961</u>
Less accumulated depreciation for:					
Buildings and improvements	1,847	275	-	-	2,122
Heavy Trucks	4,002	627	(43)	-	4,586
Equipment	<u>2,147</u>	<u>263</u>	<u>(17)</u>	<u>-</u>	<u>2,393</u>
Total accumulated depreciation	<u>7,996</u>	<u>1,165</u>	<u>(60)</u>	<u>-</u>	<u>9,101</u>
Total capital assets, being depreciated, net	<u>13,581</u>	<u>960</u>	<u>(120)</u>	<u>319</u>	<u>14,860</u>
ESD1 capital assets, net	<u>\$ 25,300</u>	<u>\$ 15,678</u>	<u>\$ (120)</u>	<u>\$ (1)</u>	<u>\$ 40,977</u>

Total provision for depreciation of \$1,165.0 thousand was charged to public safety of ESD1. Capital assets pledged as security for long-term debt had a net book value of \$3.75 million as of September 30, 2025.

Capital asset activity for the ESD2 for the year ended September 30, 2025, was as follows:

	Beginning Balance	Increases (In Thousands)	Transfer Disposals/ Retirements	Ending Balances
Capital assets, not being depreciated:				
Land	\$ 5,225	\$ -	\$ -	\$ 5,225
Construction work in progress	<u>-</u>	<u>21</u>	<u>-</u>	<u>21</u>
depreciated	<u>5,225</u>	<u>21</u>	<u>-</u>	<u>5,246</u>
Capital assets, being depreciated:				
Buildings and improvements	20,744	184	-	20,928
Transportation equipment	27,014	1,546	(92)	28,468
Other equipment	8,213	2,073	-	10,286
Right-to-use asset	<u>134</u>	<u>-</u>	<u>-</u>	<u>134</u>
depreciated	<u>56,105</u>	<u>3,803</u>	<u>(92)</u>	<u>59,816</u>
Less accumulated depreciation for:				
Buildings and improvements	(6,849)	(522)	-	(7,371)
Transportation Equipment	(18,837)	(1,134)	36	(19,935)
Other equipment	(5,804)	(543)	-	(6,347)
Right-to-use asset	<u>(11)</u>	<u>(25)</u>	<u>-</u>	<u>(36)</u>
Total accumulated depreciation	<u>(31,501)</u>	<u>(2,224)</u>	<u>36</u>	<u>(33,689)</u>
net	<u>24,604</u>	<u>1,579</u>	<u>(56)</u>	<u>26,127</u>
ESD2 capital assets, net	<u>\$ 29,829</u>	<u>\$ 1,600</u>	<u>\$ (56)</u>	<u>\$ 31,373</u>

Total provision for depreciation of \$(2.2) million was charged to public safety of ESD2.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Receivables, Payables, and Transfers

The interfund and intrafund receivables and payables represent amounts that cover cash shortages that are within the pooled cash account. The intrafund balances have been eliminated for financial statement reporting. These interfund balances will be eliminated in the subsequent period. The interfund transfers mainly represent amounts which are used to leverage County funds in securing federal and state grant funds and amounts which management has identified as excess in the corresponding funds.

Interfund transfers were made primarily to provide grant match funding, support public works and other special revenue activities, and to fund required debt service and capital projects. The General Fund transferred resources to the Grants, Special Revenue, Debt Service, and Capital Projects Funds for these purposes and received reimbursements for eligible expenditures. Overall, the transfers reflect the movement of resources needed to align funding with program requirements and legal obligations.

The composition of interfund/intrafund balances as of September 30, 2025, is as follows:

	Due From Other Funds	Due To Other Funds
	(In Thousands)	
<u>General Fund</u>		
Jury Fund	\$ 40	\$ 40
Payroll Fund	30	30
Public Fund	60	60
Workers Comp	150	63
Subtotal	<u>280</u>	<u>193</u>
<u>Nonmajor Capital Project Funds</u>		
Capital Improvements 2001	\$ -	\$ -
County Capital Projects Stormwater 2021	49	49
County Capital Projects Stormwater 2022	276	276
Subtotal	<u>325</u>	<u>325</u>
<u>Internal Service Funds</u>		
Workers Comp	63	150
Subtotal	<u>63</u>	<u>150</u>
Grand Total	<u><u>\$ 668</u></u>	<u><u>\$ 668</u></u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The following are the transfers in and out as of September 30, 2025:

	Transfers Out (In Thousands)	Transfers In
General Fund		
Courthouse Security	\$ -	331
County Administration	-	37
Court Reporter Service	-	384
Special Grant Funds	-	1,512
Juvenile Case Manager	-	77
1st Chance Program	-	8
Roads and Bridges	6,931	-
County Capital Improvements 2001	1,000	-
General Obligation Refunding Bond Series 2023A	1,930	-
Special Grant Funds	1,332	-
Sherrif's Department	6	-
Domestic Relations	7	-
Airport Maintenance	11	-
Rural Transit Assistance Program	819	-
Regional Transit	413	-
Rural Transit Assistance Program	525	-
Protective Order	165	-
Protective Order	38	-
Victim Witness Services	61	-
Sheriff's Crime Victim Services	9	-
Direct Victim Services	228	-
Child Protective Services	1,324	-
Fabens Airport Expansion	99	-
Subtotal	\$ 14,898	2,349

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

	Transfers Out (In Thousands)	Transfers In
Major Special Revenue-Grants		
Sheriff Click It or Ticket	\$ -	1
Rural Transportation Fe	1,024	-
Rural Transit Assistance Program	-	764
Regional Trans	-	468
Rural Transit Assistance Program	-	525
Airport Maintenance	11	-
Airport Maintenance	-	11
Direct Victim Services	15	-
Direct Victim Services	-	228
Domestic Relations	-	7
Sheriff's Crime Victim Services	-	3
Sheriff's Crime Victim Services	-	6
Nutrition	100	-
Child Protective Services	199	-
Child Protective Services	-	1,324
Veterans Treatment Court	10	-
Protective Order Court	-	154
Protective Order Court	-	11
DA Office Victim Assistance	3	-
Victim Witness Services	-	61
CA Victim Response Program	-	38
Public Defender 48 Hour Bond Hearing Project	14	-
El Paso Coordinated Response	6	-
Cops Hiring Cops in School Prg	3	-
Fabens Airport Expansion	-	99
Public Defender Padilla Immig. Coun & ADVC	13	-
El Paso Coordinated Response	-	31
Pub Def Padil Immig. Coun & ADVC	-	183
DA Get A Lyft Home 2023	-	17
El Paso Horizon View Park Phase I	-	1,000
Highway Safety Ascencion	97	-
First Responder Mental Health 2024	-	16
First Responder Mental Health 2024	8	-
El Paso County Sheriff's Body Worn	-	8
El Paso Water Utilities Pool Cover	9	-
El Paso Grand River Project 2024	-	12
BJA Justice and Mental Health 2025	-	51
IT-Cybersecurity Assessment 2025	-	14
Constable 4 Step Click it or Ticket	-	2
Constable 4 Operation Slowdown	-	2
Sheriff's Office OPS Slowdown 2025	-	1
Subtotal	\$ 1,512	5,037

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

	Transfers Out (In Thousands)	Transfers In
Nonmajor Special Revenue		
Tourist Promotion	\$ -	1,768
Tourist Promotion	7	-
Coliseum Tourist Promo	1,768	-
Court Reporter Service	384	-
County Historical Comm	-	7
1st Chance Program	8	-
Juvenile Case Manager	77	-
Courthouse Security	331	-
Opioid Settlement	37	-
Roads and Bridges	-	6,931
Subtotal	\$ 2,612	8,706
	Transfers Out (In Thousands)	Transfers In
Nonmajor Capital Projects		
County Capital Improvements 2001	\$ -	1,000
County Capital Projects Tax Note 2022	99	-
County Capital Projects Tax Note 2023A	861	-
County Capital Projects Taxable Tax Note 2023B	-	760
County Capital Projects CO 2023A	4,784	-
County Capital Projects CO 2023B	-	3,823
County Capital Projects Taxable Tax Note 2024	-	1,062
County Capital Projects Tax Note 2022	-	99
County Capital Projects 2024 Bond Issuance A	10	-
County Capital Projects CO Series 2025	8	-
Subtotal	\$ 5,762	6,744
	Transfers Out (In Thousands)	Transfers In
Nonmajor Debt Service		
General Obligation Refunding Bond Series 2023A	\$ -	95
General Obligation Refunding Bond Series 2023A	-	1,930
Certificates of Obligation Series 2025A	-	8
General Obligation Bonds Series 2025	-	10
Taxable Certificates of Obligation Series 2017	95	-
Subtotal	\$ 95	2,043
	Transfers Out (In Thousands)	Transfers In
Internal Service Fund		
Health and Life Benefits	\$ -	-
Subtotal	\$ -	-
Total For Nonmajor Governmental Funds	8,469	17,493
Grand Total	\$ 24,879	24,879

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Leases, SBITAs, and Public Private Partnerships

Lease Liabilities

The County has entered into various leases as a lessee for equipment, land and buildings. These leases vary in the nature, substance, terms, and conditions dependent on the asset being leased. The County has entered into multiple lease agreements as a lessee to lease land with terms ranging from 11 to 46 years. The County has entered into multiple lease agreements as a lessee to lease buildings with terms ranging from six to eight years. The County is required to make monthly payments during the lease terms. In fiscal year 2025, the County entered into various leases for equipment with lease terms ranging from 33 to 60 months. The County is required to make payments varying between monthly and annual payments during the lease terms.

As of September 30, 2025, the County had 34 active leases with interest rates that range from 0.328 percent to 14.8283 percent. As of September 30, 2025, the total combined value of the lease liability is \$6.4 million, the total combined value of the short-term lease liability is \$2.1 million. The leases had \$9.0 thousand of variable payments, not included in the lease liability, within the fiscal year.

The future minimum lease payments for leases as of September 30, 2025, for the County are as follows:

Year ending September 30	Principal	Interest (In Thousands)	Total
2026	\$ 2,085	\$ 195	\$ 2,280
2027	2,104	134	2,238
2028	1,216	74	1,290
2029	885	25	910
2030	26	1	27
2031 - 2035	22	2	24
2036 - 2040	1	1	2
2041 - 2045	2	1	3
2046 - 2050	2	1	3
2051 - 2055	2	1	3
2056 - 2060	2	1	3
2061 - 2065	2	-	2
2066 - 2070	2	-	2
Total	\$ 6,351	\$ 436	\$ 6,787
Cumulative Variance as of 09/30/2025	\$ 302		
	<u>\$ 6,049</u>		

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The future minimum lease payments for land leases as of September 30, 2025, for the County are as follows:

Year ending September 30	Principal	Interest (In Thousands)	Total
2026	\$ 5	\$ 1	\$ 6
2027	5	1	6
2028	6	1	7
2029	6	1	7
2030	6	1	7
2031 - 2035	22	2	24
2036 - 2040	1	1	2
2041 - 2045	2	1	3
2046 - 2050	2	1	3
2051 - 2055	2	1	3
2056 - 2060	2	1	3
2061 - 2065	2	-	2
2066 - 2070	2	-	2
Total	<u>\$ 63</u>	<u>\$ 12</u>	<u>\$ 75</u>

The future minimum lease payments for building leases as of September 30, 2025, for the County are as follows:

Year ending September 30	Principal	Interest (In Thousands)	Total
2026	\$ 176	\$ 4	\$ 180
2027	180	3	183
2028	88	1	89
2029	83	-	83
Total	<u>\$ 527</u>	<u>\$ 8</u>	<u>\$ 535</u>

The future minimum lease payments for equipment leases as of September 30, 2025, for the County are as follows:

Year ending September 30	Principal	Interest (In Thousands)	Total
2026	\$ 1,904	\$ 190	\$ 2,094
2027	\$ 1,919	\$ 131	2,050
2028	\$ 1,424	\$ 72	1,496
2029	795	24	819
2030	20	-	20
Total	<u>\$ 6,062</u>	<u>\$ 417</u>	<u>\$ 6,479</u>

UMC leases equipment and office space, the terms of which expire in various years through 2040. Various leases include escalation in payments on the anniversary of the commencement of the lease at various intervals. The leases were measured based upon the aggregate incremental lease borrowing rate at lease commencement.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

During the year ended September 30, 2025, UMC recognized \$6.9 million of rental expense for variable payments, short term and cancelable leases that are not included in the measurement of lease liability.

The following is a schedule by year of payments under the leases as of September 30, 2025, for UMC.

Year ending September 30	Total to be Paid	Principal (In Thousands)	Interest
2026	\$ 7,509	\$ 6,444	\$ 1,065
2027	6,884	6,070	814
2028	5,086	4,465	621
2029	4,223	3,764	459
2030	2,510	2,170	340
2031-2035	7,360	6,564	796
2036-2040	2,471	2,330	141
Total	\$ 36,043	\$ 31,807	\$ 4,236

ESD1 had no lease agreements as of September 30, 2025.

ESD2 had the following summarized lease agreements as of September 30, 2025.

Lease Agreement	Maturity Date	Remaining Term	Payment Amount	Interest Rate	Total Lease Liability (In Thousands)	Amount
Copy machines - FDs	7/25/2029	4.83 years	\$ 2	4.27 %	\$ 134	\$ 101
Agreements						<u>\$ 101</u>

ESD2 leases copy machines for its administrative operations at each fire department. At the initial measurement, no interest rate was specified in the original lease agreements, and therefore, ESD2 used the risk-free rate at the initial measurement. The weighted average discount rate for the lease liability was 4.27% which was used to discount the monthly lease payments to recognize the right-to-use of these assets and the lease liability as of September 30, 2025. The leases renew automatically on a month-to-month basis at the end of the lease terms if the equipment is not returned; however, ESD2 anticipates returning the equipment at the end of the lease terms.

As of September 30, 2025, the value of the lease liability for the lease was \$101 thousand. They are required to make monthly principal and interest payments of \$2 thousand related to these lease agreements. The leases have interest rate of 4.27%. The value of the right-to-use assets as of September 30, 2025 and 2024 was \$98 thousand and \$123 thousand, respectively. The present value of the future principal and interest lease payments as of September 30, 2025, were as follows:

Year ending September 30	Principal	Interest (In Thousands)	Total to be paid
2026	\$ 25	\$ 4	\$ 29
2027	26	3	29
2028	27	2	29
2029	23	-	23
Total	\$ 101	\$ 9	\$ 110

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Subscription liabilities

For the year ended September 30, 2025, the financial statements include the adoption of GASB Statement No. 96, *Subscription Based Information Technology Arrangements*. The primary objective of this statement is to enhance the relevance and consistency of information about the County's subscription activities. This statement establishes a single model for subscription of accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this statement, the County is required to recognize a subscription liability and an intangible right-to-use subscription asset. As of September 30, 2025, the County had 56 active subscriptions with interest rates that range from 2.310 percent to 3.631 percent. The combined value of the subscription liability is \$4.5 million and the total combined value of the short-term subscription liability is \$2.8 million.

The future minimum lease payments for lease payments for SBITA leases as of September 30, 2025, for the County are as follows:

Year ending September 30	Principal	Interest (In Thousands)	Total
2026	\$ 2,810	\$ 113	\$ 2,923
2027	959	111	1,070
2028	439	71	510
2029	318	28	346
2030	11	-	11
Total	\$ 4,537	\$ 323	\$ 4,860

UMC has various SBITAs, the terms of which expire in various years through 2031. The subscription liabilities are measured at the present value of the subscription payments expected to be made during the subscription term. Variable payments based upon the use of the underlying asset are not included in the subscription liability because they are not fixed in substance. During the year ended September 30, 2025, UMC recognized approximately \$16.6 million of subscription expense for variable payments not previously included in the measurement of the subscription liability.

The following is a schedule by year of payments under the SBITAs as of September 30, 2025, for UMC:

Year ending September 30	Total to be Paid	Principal (In Thousands)	Interest
2026	\$ 10,607	\$ 10,007	\$ 600
2027	8,478	8,178	300
2028	2,224	2,109	115
2029	2,046	1,999	47
2030	287	279	8
2031	103	101	2
Total	\$ 23,745	\$ 22,673	\$ 1,072

Public Private Partnerships

The County has two public-private-partnerships as of September 30, 2025.

Clasico Kitchen Bar provides food and beverage sales concession at the County Sportspark for two five-year renewal periods. The concessionaire pays the County an annual license fee of 5% of gross receipts in the first year, 10% of gross receipts in the second year, and 15% of the gross receipts in years three through ten. During fiscal year 2025, the County received \$66.1 thousand in variable payments for this contract.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Clasico Kitchen Bar provides food and beverage concession at the Ascarate Golf Course for two five-year renewal periods. The concessionaire pays the County an annual license fee of 5% of gross receipts in the first year, 10% of gross receipts in the second year, and 15% of the gross receipts in years three through ten. During fiscal year 2025, the County received \$90.4 thousand in variable payments from this contract.

The County has four Service Concession Agreements as of September 30, 2025:

Olivas Aviation provides facility management and fuel operations at the Fabens Airport through a contract term with two 5-year renewal options for a maximum of ten years. If the monthly net income for Olivas Aviation is below \$5 thousand the County will pay the difference. On a monthly basis, Olivas Aviation pays the County a fuel flowage fee of 5 cents per gallon of aviation fuel sold and remits to the County any hangar fees, aircraft parking fees, and landing fees collected during the month. The contract allows Olivas Aviation to use the Administrative Building to provide Fixed Base Operation (FBO) services at the Fabens Airport. During fiscal year 2025, the County received \$762 thousand in variable payments from this contract.

Summit Foods Service, LLC operates inmate commissary services within County detention facilities. Summit provides and manages commissary operations, including the sale and delivery of food (hot and cold), personal items, and related products through on-site and e-commerce platforms. Summit collects payments directly from inmates or third parties and remits a contractually defined commission of 35% to the County based on net sales, while the County retains ownership and control of the facilities and oversight of the services provided. During fiscal year 2025 the County received \$157 thousand in commission payments from this contract.

Aramark Correctional Services, LLC operates inmate commissary services within County detention facilities. Aramark provides and manages commissary operations, including the sale and delivery of food items, personal care products, hygiene kits, and related merchandise through on-site and e-commerce platforms. Aramark facilitates inmate ordering and payment through inmate trust accounts and related systems and remits contractually defined commissions to the County based on net sales, while the County retains ownership and control of the facilities and oversight of the services provided. During fiscal year 2025 the County received \$1.6 million in commission payments from this contract.

Parking Systems of America (Mustang Parking Enterprises) operates public parking services at the County-owned parking lot located at 801 E. Overland. The operator manages day-to-day parking operations and collects parking fees from customers, and remits a contractually defined concession fee equal to 86.75% of gross parking revenues to the County on a monthly basis. The County retains ownership and residual interest in the parking lot and related County-owned improvements and maintains oversight of key service terms, including approval of parking rates and policy changes. During fiscal year 2025 the County received \$100 thousand in commission payments from Mustang Parking Enterprises.

The County has one Availability Payment Arrangements as of September 30, 2025:

El Paso Sports Commission, LLC (EPSC) for the Tourist Promotion Program. This contract is for providing marketing, soliciting, and conducting direct out of town tourist promotion and advertising and conducting public relations activities for sporting events, concerts, dances, tournaments, and other gatherings and to maximize the use of the Facility (indoor arena facilities, events center, hockey event center, and Coliseum), and provide food and beverage services at the facilities. For services performed by EPSC, the County shall pay an annual management fee in twelve monthly installments. In no event shall the total compensation paid in any one month to EPSC, including Tourist Promotion Compensation, management fee and operating expenses allowance not to exceed 83 percent of the average gross Hotel Occupancy Tax revenues received by the County in the prior three-month period. Per the contract, the management fee of \$60.0 thousand per month was paid for fiscal year 2024.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Long-term Debt

Governmental funds have not been used to liquidate long-term liabilities in prior years except for RTU leases and SBITAs.

Changes in long-term obligations

The County issues general obligation bonds, certificates of obligation, tax notes, and revenue bonds to provide the resources for the acquisition and construction of capital assets. These bonds, certificates of obligation, and tax notes have been issued for both governmental and business-type activities. The ending balance of the general obligation bonds and certificates of obligation outstanding was \$200.2 million for governmental activities. The County's outstanding direct borrowings and direct placements consisted of Certificates of Obligation Series 2016D, 2021 TWDB, 2022A TWDB, 2022B TWDB, 2023C TWDB, Taxable Tax Notes 2022, 2023A, 2023B, 2023C, 2023D, 2024, and State Infrastructure Bank Loans 2017 and 2020, and General Obligation Refunding Bonds 2023A with a total ending balance of \$73.2 million for governmental activities. These debt instruments are secured by a pledge of ad valorem taxes. In the event of default, the obligations will accrue interest on the defaulted obligation until payment is made.

The County's outstanding direct placements of revenue bonds and certificate of obligation are \$4.3 million for business-type activities. The revenue bonds and certificate of obligation are secured by a pledge of revenue from the water system. The certificate of obligation is also secured by a pledge of ad valorem taxes until revenues from the water system are sufficient to cover the debt service payments. In the event of default, the obligations will accrue interest on the defaulted obligation until payment is made.

The general obligation bonds and certificates of obligation are direct obligations of the County, payable from the levy and collection of a direct and continuing ad valorem tax, within the limits prescribed by law, on all taxable property located within the County in an amount sufficient to provide payment of principal and interest. All general obligation and certificates of obligation have principal maturities on February 15th. Interest is payable semi-annually on February 15th and August 15th, except for Certificates of Obligation Series 2016D which have principal payments on September 15th and interest payments on March 15th and September 15th and Tax Note 2023A which has interest payments on January 15th and July 15th, and principal payments beginning on January 15, 2028. Taxable Tax Note 2023B, Certificates of Obligation 2023A, and Taxable Certificates of Obligation 2023B have principal payable on August 15th with interest payable semi-annually on February 15th and August 15th. Taxable Certificates of Obligation Series 2021, 2022A, 2022B and 2023C are interest free.

SIB loans 2017 and 2020 are obligations whereby the County borrowed funds from the State Infrastructure Bank to be repaid from the levy and collection of a direct and continuing ad valorem tax, within the limits prescribed by law, on all taxable property located within the County in an amount sufficient to provide payment of principal and interest. The County had established a policy to repay the loans from the M&O portion of the ad valorem tax rate, this policy was changed beginning in fiscal year 2021 to pay this debt from the I&S portion of ad valorem taxes. The loans have principal maturities due August 15th. Interest is payable semi-annually on February 15th and August 15th.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The general obligation bonds, certificates of obligation, tax notes, and loans currently outstanding for governmental activities are as follows:

Purpose	Interest Rates	Issue Date	Maturity Date	Amount (In Thousand)
General Obligation Refunding Bonds, Series 2015	5.00%	2015	2026	\$ 300
General Obligation Refunding Taxable Bonds, Series 2015A	0.650-3.671%	2015	2026	1,535
General Obligation Refunding Bonds, Series 2016A	1.125-5.000%	2016	2032	20,855
General Obligation Refunding Taxable Bonds, Series 2016B	0.95-3.666%	2016	2032	16,170
Certificates of Obligation Bonds, Series 2016D	3.28%	2016	2032	2,570
General Obligation Refunding Bonds, Series 2017	5.00%	2017	2032	40,910
Taxable Certificates of Obligation, TWDB Loan 2021	0.00%	2021	2051	1,389
Taxable Certificates of Obligation, TWDB FIF Loan 2022	0.00%	2022	2052	18,648
Taxable Certificates of Obligation, TWDB FIF Loan 2022B	0.00%	2022	2053	2,212
Taxable Certificates of Obligation, TWDB FIF Loan 2023C	0.00%	2023	2054	1,720
SIB Loan S2017-005-01	1.85%	2017	2032	2,465
SIB Loan S2020-004-02	0.00-1.02%	2020	2040	3,704
Tax Note, Series 2023A	3.40%	2023	2030	16,175
Taxable Tax Note, Series 2023B	4.68%	2023	2028	11,051
Tax Note, Series 2023C	4.62%	2023	2030	6,545
General Obligation Refunding Bonds, Series 2023A	4.75%	2023	2026	4,710
Certificates of Obligation Bonds, Series 2023A	5.00%	2023	2038	15,135
Certificates of Obligation Bonds, Taxable Series 2023B	4.356-4.946%	2023	2035	40,840
Certificates of Obligation, Series 2025A	5.00-5.25%	2025	2054	52,565
General Obligation Bonds, Series 2025	5.000 %	2025	2027	11,870
Total				<u>\$ 271,369</u>

The County's debt service requirements on long-term debt as of September 30, 2025, are as follows:

Year ending September 30	Governmental Activities			
	Bonds and Certificates of Obligation		Direct Borrowings and Direct Placements	
	Principal	Interest	Principal	Interest
	(In Thousand)			
2026	\$ 23,785	\$ 9,802	\$ 11,272	\$ 2
2027	14,715	8,238	10,569	1,265
2028	13,805	7,536	10,743	705
2029	15,530	6,871	7,437	421
2030	16,250	6,133	7,556	191
2031-2035	67,310	19,794	7,175	163
2036-2040	16,470	10,190	5,709	39
2041-2045	8,080	7,417	4,410	3
2046-2050	10,365	5,151	4,410	-
2051-2055	13,870	1,776	1,908	-
Total	<u>\$ 200,180</u>	<u>\$ 82,908</u>	<u>\$ 71,189</u>	<u>\$ 4,408</u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Revenue Bonds and a Certificate of Obligation

The County also issued bonds and a certificate of obligation where the County pledged income derived from the acquired or constructed assets to pay debt service. The revenue bonds and certificate of obligation have principal maturities on February 15th. Interest is payable semi-annually on February 15th and August 15th. The revenue bonds and certificate of obligation outstanding for business-type activities are as follows:

Purpose	Interest Rates	Issue Date	Maturity Date	Amount
(In Thousands)				
El Paso County Water System \$1,050,000 East Montana Waterworks System Revenue Bonds, Series 1997-A	4.875%	1997	2037	\$ 560
\$272,000 Mayfair/Nuway Water System Revenue Bonds, Series 2012	2.25%	2012	2052	216
\$500,000 Colonia Revolución Water System Revenue Bonds, Series 2013	2.25%	2013	2053	401
El Paso County Sewer System \$1,334,000 Desert Acceptance Taxable Certificate of Obligation, Series 2017	2.75%	2018	2057	1,182
El Paso County Hillcrest Water System \$2,356,000 Texas Water System Revenue Bonds, Series 2022	2.375%	2022	2051	1,948
Total				<u>\$ 4,307</u>

Direct placement revenue bonds and certificate of obligation debt service requirements to maturity for business-type activities are as follows:

Year ending September 30	Business Type Activities	
	Direct Placements	
	Principal	Interest
(In thousands)		
2026	108	114
2027	121	111
2028	122	107
2029	124	100
2030	126	99
2031-2035	715	432
2036-2040	644	315
2041-2045	591	241
2046-2050	667	244
2051-2055	680	86
2056-2060	409	15
Total	<u>\$ 4,307</u>	<u>\$ 1,864</u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Current Year

On July 1, 2025, the County issued \$52,565,000 of Texas Certificates of Obligation , Series 2025 for the purpose of paying all or a portion of the County's contractual obligations incurred in connection with acquiring, constructing, designing, renovating, remodeling, enlarging, expanding and/or equipping street improvements, utility system improvements, flood control improvements, an HVAC improvement at the County-owned Family Youth Services Center and paying legal, fiscal and engineering fees in connection with such projects. The Certificate of Obligation shall bear an annual interest rate of 5.00% and will start accruing as of 07/01/2025. Payments are due February 15 and August 15 of each year, commencing February 15, 2026, and the final on August 15, 2046.

On July 1, 2025, the County issued \$11,870,000 of Texas General Obligation Bonds, Series 2025 for providing funds for the public purpose of constructing, rehabilitating, renovating, improving, updating, updating, expanding, enlarging, and equipping (i) the County's parks and recreation spaces; (ii) facilities for the County's Office of the Medical Examiner' and (iii) the County's Animal Shelter; and to pay the costs of issuing the bonds. The General Obligation Bonds shall bear an annual interest rate of 5.00% and will start accruing as of 07/01/2025. Payments are due February 15 and August 15 of each year, commencing February 15, 2026, and the final on August 15, 2027.

Prior Years

On September 5, 2024, the County issued \$3.4 million Tax Notes, Taxable Series 2024 to pay contractual obligations incurred or to be incurred (i) for the construction of any public work, (ii) for the purchase of materials, supplies, equipment, machinery, buildings, lands and rights-of-way for the County's authorized needs and purposes and (iii) to pay costs of professional services, including a service by a tax appraisal, engineer, architect, attorney, mapmaker, auditor, financial advisor, or fiscal agent; and to finance the costs incurred by the County in connection with capital improvements and renovations at various County facilities, including without limitation lighting improvements at courthouses, sub-courthouses, courthouse annexes, jails, judicial facilities, administrative facilities, airports, parks, and public safety facilities; and (iv) paying legal, fiscal and engineering fees in connection with these projects (collectively, the "Project"). The Taxable Tax Notes bear interest at a rate of 6.35%. The note is payable in full on August 15, 2025, for principal and interest.

On January 30, 2023, pursuant to Chapter 1431, Texas Government Code, the Commissioners Court of the County is authorized and empowered to issue \$16.2 million Tax Notes, Series 2023A contractual obligations incurred or to be incurred (i) for the construction of any public work, (ii) for the purchase of materials, supplies, equipment, machinery, buildings, lands, and right-of-way for the County's authorized needs and purposes and (iii) to pay costs of professional services, including a service by a tax appraisal engineer, engineer, architect, attorney, mapmaker, auditor, financial advisor, or fiscal agent; and finance the costs incurred by the County in connection with acquiring, constructing, renovating, remodeling, enlarging, expanding, and/or equipping (i) Jail Annex, Juvenile Justice Center and Medical Examiner's office, (ii) access control security technology systems across all County facilities; and (iii) paying legal, fiscal, and engineering fees in connection with these projects. The Tax Notes shall bear interest at a rate of 3.40 % with the first payment due January 15, 2024. The first principal payment is due January 15, 2028, and the final maturity is January 15, 2030.

On January 30, 2023, the County issued \$25.2 million Tax Notes, Taxable Series 2023B will be used to finance (i) public safety infrastructure and (ii) the payment of professional services and costs of issuance related to the Taxable Notes. The Tax Notes shall bear interest at a rate of 4.68 %, with the first interest payment due February 15, 2024. The first principal payment is due August 15, 2024, and the final maturity is August 15, 2028.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

On March 14, 2023, the County issued General Obligation Refunding Bonds, Taxable Series 2023A in the par amount of \$4.9 million with an interest rate of 4.75 percent. Interest is payable on February 15 and August 15 of each year, commencing on August 15, 2023, and principal payments are due February 15 of each year, commencing on February 15, 2025, and ending on February 15, 2026. The bonds were issued to refund a portion of the outstanding General Obligation Refunding Bonds, Series 2015 maturing on February 15, 2026, for a total par amount of \$4.9 million. As a result of the refunding, the amount of \$4.9 million of the 2015 Series bonds was considered an in-substance defeasance and, therefore, this amount is not presented in these financial statements. The full proceeds of the issuance were placed in an irrevocable escrow account on March 14, 2023. The escrow agent does not have any power or duty to invest, reinvest or make any substitutions to or to sell, transfer or otherwise dispose of the amounts held in escrow. The current refunding resulted in a difference between the reacquisition price of the new debt and the net carrying amount of the old debt of \$371.0 thousand. This difference, reported in the accompanying financial statements in the deferred inflows category as a deferred gain on refunding, is amortized over the life of the new bond utilizing the straight-line method. As of September 30, 2024, the amount of defeased bonds still outstanding was \$4.9 million and the related escrow balance was \$4.9 million. The current refunding resulted in an increase in outstanding debt by \$45.0 thousand and an economic gain of \$7.0 thousand.

On April 27, 2023, the County issued \$15.1 million Certificates of Obligation, Series 2023A (Tax-Exempt Certificates) and \$42.1 million Certificates of Obligation, Taxable Series 2023B (Taxable Certificates) for the purpose of paying all or a portion of the County's contractual obligations incurred in connection with acquiring, constructing, renovating, remodeling, enlarging, expanding and/or equipping various County-owned facilities, to pay capitalized interest on the Tax-Exempt Certificates, and paying legal, fiscal and engineering fees in connection with such projects. The Tax-Exempt Certificates bear interest at a rate of 5.00%, with the first interest payment due February 15, 2024. The first principal payment is due August 15, 2034, and final maturity is August 15, 2038. The issuance resulted in a premium of \$2.4 million. The Taxable Certificates have an average interest rate of 4.58 percent, with the first interest payment due February 15, 2024. The first principal payment is due August 15, 2025, and final maturity is August 15, 2035.

On July 12, 2023, the County issued \$1.8 million Taxable Certificates of Obligation, Series 2023C for the purpose of paying all or a portion of the Issuer's contractual obligations incurred in connection with: (i) design, construction and installation of flood control, storm water and drainage improvements within the County; and (ii) paying legal, fiscal, and engineering fees in connection with such projects. The Certificates will not bear interest nor contain any interest payments, have a final maturity of February 15, 2054, and a first principal payment date of February 15, 2025.

On July 20, 2023, the County issued \$6.5 million Tax Note, Series 2023C and \$2.5 million Taxable Tax Note, Series 2023D to pay contractual obligations incurred or to be incurred (i) for the construction of any public work, (ii) for the purchase of materials, supplies, equipment, machinery, buildings, lands and rights-of-way for the County's authorized needs and purposes and (iii) to pay costs of professional services, including a service by a tax appraisal engineer, engineer, architect, attorney, mapmaker, auditor, financial advisor, or fiscal agent; and to finance the costs incurred by the County in connection with acquiring, constructing, renovating, remodeling, enlarging, expanding and/or equipping (i) design, construction and installation of flood control, storm water and drainage improvements within the County; (ii) streets, roads, sidewalks and alleys, including bridges and intersections, street overlay, landscaping, lighting, signalization, traffic safety and operational improvements, culverts and related storm drainage and utility relocation, (iii) sheriff's department and public safety facilities, jails, juvenile detention facilities, or judicial facilities, and any facilities that are physically attached to the facilities described by this clause; (iv) County park facilities, including without limitation land acquisition, feasibility studies, park improvements, recreation and sports facilities, landscaping, irrigation, drainage, lighting, benches, pavilions, trails, walking paths, public restrooms, recreation centers, baseball fields, softball fields, parking facilities and related infrastructure; (v) constructing improving, renovating and equipping the County Airport in Fabens Texas, including without limitation land acquisition in connection therewith; (vi) telecommunications, wireless communications, information technology systems, applications, hardware, or software for facilities described above; and (vii) paying legal, fiscal and

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

engineering fees in connection with these projects. The Tax-Exempt Tax Notes, Series 2023C bear interest at a rate of 4.62%, with the first interest payment due February 15, 2024. The first principal payment is due February 15, 2026, and final maturity is February 15, 2030. The Taxable Tax Notes, Series 2023D have an average interest rate of 6.77%, with the first interest payment due February 15, 2024. The first principal payment is due February 15, 2024, and final maturity is February 15, 2025.

On December 16, 2022, the County issued \$2.4 million in Combination Tax and Surplus Revenue Certificates of Obligation, Taxable Series 2022B as a private placement with the Texas Water Development Board for the purpose of paying all or a portion of the County's contractual obligations incurred in connection with: (i) design, construction and installation of flood control, storm water and drainage improvements within the County; and (ii) paying legal, fiscal and engineering fees in connection with such projects. The Certificates will not bear interest nor contain any interest payments, have a final maturity of February 15, 2053, and a first principal payment date of February 15, 2024.

On December 6, 2022, the County issued \$2.4 million Water System Revenue Bonds Taxable Series 2022 with an interest rate of 2.375%, payable twice a year on February 15 and August 15, commencing February 15, 2024, and ending February 15, 2063. The bonds are delivered in installments and as of September 30, 2024, the remaining amount of \$967.0 thousand had been delivered. The bond proceeds are to be used to finance the water system improvements for Hillcrest Center. The bonds are payable from and equally and ratably secured solely by a prior lien on and pledge of the net revenues of the system.

On May 24, 2022, the County issued \$20.7 million Combination Tax and Surplus Revenue Certificates of Obligation, (TWDB FIF Loan) Taxable Series 2022A as a private placement with the Texas Water Development Board for the purpose of paying all or a portion of the County's contractual obligations incurred in connection with: (i) design, construction and installation of flood control, storm water and drainage improvements within the County; and (ii) paying legal, fiscal and engineering fees in connection with such projects. The Certificates will not bear interest nor contain any interest payments, have a final maturity of February 15, 2052, and a first principal payment date of February 15, 2023.

On July 27, 2022, the County issued \$20.1 million in Taxable Tax Notes, Series 2022 for the purpose of paying all or a portion of County's contractual obligations incurred in connection with: (i) design, construction and installation of Ascension Road Improvements, Fabens Airport Pond, Mankato Pond, Mankato Crossing, Stage Coach Crossing, Overland Stage Crossing, O'Leary Crossing, Tamara Crossing, Hueco Mountain Crossing, Sparks Arroyo Discharge, Fabens Dam Improvements, Bradley Detention Pond, Desert Acceptance Linear Park, Fabens Airport T-hanger Design, John Hayes Construction Phase 1 Match, John Hayes Construction Phase 1, Fabens Sidewalk-Design Phase, PDN Trail – Design Phase, Montwood Design, Tornillo Sidewalks Construction, Montana Phase 2 ROW, SO Detention Facility Elevator Modernization, Freight Elevator Modernization, meeting management Equipment & System, Various Heavy Equipment, Dredging Ascarate Lake, 1 percent for Art, within the County; and (ii) paying legal, fiscal and engineering fees in connection with such projects. The Tax Notes matured February 15, 2024.

On May 15, 2021, the County issued \$1.6 million in Combination Tax and Surplus Revenue Certificates of Obligation, Taxable Series 2021 as a private placement with the Texas Water Development Board for the purpose of paying all or a portion of County's contractual obligations incurred in connection with: (i) design, construction and installation of flood control, storm water and drainage improvements within the County; and (ii) paying legal, fiscal and engineering fees in connection with such projects. The Certificates will not bear interest nor contain any interest payments, have a final maturity of February 15, 2051, and a first principal payment date of February 15, 2022.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
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NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

On May 18, 2020, Commissioners Court passed Resolution number 2020-0391 authorizing the application for a SIB Loan in the amount of up to \$4.6 million. The Texas Transportation Commission, in Minute Order Number 115823 dated August 27, 2020, and Minute Order Number 115827 dated September 24, 2020, granted preliminary and final approval of the application from the County to borrow up to \$4.6 million from the SIB, and authorized the executive director of the Department or his designee to enter into a financial assistance agreement with the County to finance the County's actual costs of construction necessary for the project. The County is developing an off-system project in El Paso County, Texas, to widen Pellicano Drive from two to six lanes, divided with bike lanes, pedestrian walkways, landscaping, and connection to Loop 375. The SIB Loan shall not bear interest from the deposit date until the third anniversary of the deposit date. From the third anniversary of the deposit date, the SIB Loan shall bear interest at the rate of 1.02% per annum. The SIB Loan is to be repaid over a period of no more than twenty years, with a final maturity of August 15, 2040. The Funds were received on January 15, 2021.

On November 15, 2017, the County entered into a State Infrastructure Bank Loan agreement (SIB Loan) with the Texas Department of Transportation (TXDOT) for a loan in the amount of \$4.9 million at a 1.85% interest rate to finance the construction, improvement, operation, or repair of the I-10 Ramp Improvements between Airway and Viscount Boulevards located in El Paso County, Texas. The loan is for 15 years with payments beginning in 2018.

On December 21, 2017, the County issued \$50.3 million General Obligation Refunding Bonds, Series 2017 to advance refund \$53.9 million of the Certificates of Obligation, Series 2012 maturing on or after February 15, 2022, with a call date of February 15, 2021. This refunding resulted in a present value savings of 10.42% on the refunded bonds and a present value savings of 11.18% on the refunding bonds, and a net present value savings of \$5.6 million. The bonds were issued at a premium of \$9.9 million. The refunding reduced future debt service costs by \$6.9 million and resulted in an economic gain of \$5.6 million. The interest rate on the General Obligation Refunding bonds is 5.00% with principal and interest payments beginning on February 15, 2018, and final maturity on February 15, 2032. The liability associated with the defeased portion of the certificates of obligation was removed from the related payable. The defeased debt was redeemed in full in February 2021.

On April 10, 2018, the County issued \$1.3 million Taxable Certificates of Obligation, Series 2017 to the U. S. Department of Agriculture – Rural Utilities System, for the purpose of constructing a sewer system in the Desert Acceptance subdivision of the County. The certificate of obligation is payable from a pledge of sewer system revenues and ad valorem taxes. The interest rate on the Certificates of Obligation, Series 2017 is 2.75% with the first interest payment beginning on August 15, 2018, principal payments beginning on February 15, 2019, and a final maturity on February 15, 2057.

On April 14, 2016, the County issued General Obligation Refunding bonds, Series 2016A in the par amount of \$48.8 million to refund a portion of the Certificates of Obligation, Series 2007 maturing on February 15, 2017 through 2032, for a total par amount of \$33.7 million and General Obligation Refunding bonds, Series 2007 maturing on February 15, 2017 through 2032, for a par amount of \$18.4 million. This refunding resulted in a present value savings of 8.88% on the refunded bonds and a present value savings of 9.47% on the refunding bonds, and a net present value savings of \$4.6 million. The bonds were issued at a premium of \$7.6 million. The refunding reduced future debt service costs by \$55 million and resulted in an economic gain of \$4.6 million. The defeased debt was redeemed in full in February 2018.

On April 14, 2016, the County issued General Obligation Refunding bonds, Taxable Series 2016B in the par amount of \$40.7 million to refund a portion of the Certificates of Obligation, Series 2007 maturing on February 15, 2017 through 2032, for a total par amount of \$22.6 million, General Obligation Refunding bonds, Series 2007 maturing on February 15, 2017 through 2032, for a par amount of \$12.3 million, Certificates of Obligation, Series 2001 maturing on February 15, 2019 through 2022, for a total par amount of \$1.1 million, Certificates of Obligation, Series 2012 maturing on February 15, 2017 through 2032, for a par amount of \$1.3 million, and General Obligation Refunding Bonds, Series 2011 maturing on February 15, 2017 through 2022, for a par amount of \$125 thousand. This refunding resulted in a present value savings of 5.15% on the refunded bonds and a present value savings of 4.73% on the refunding bonds, and a net present value savings of \$1.9 million. The refunding reduced

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

future debt service costs by \$2.3 million and resulted in an economic gain of \$1.9 million. The liability associated with the defeased portion of the debt was removed from the related payables. The defeased debt was redeemed in full in February 2022.

On July 21, 2016, the County issued Tax-exempt Certificates of Obligation, Series 2016D in the amount of \$3.5 million for paying all or a portion of the issuer's contractual Obligations incurred for (i) constructing roof and other infrastructure improvements, renovations and equipment repairs/replacement to existing County facilities, including the County courthouse, sheriff's facilities, parks facilities, administrative services buildings, juvenile probation facilities and public works facilities; (ii) information technology equipment, software and related infrastructure, implementation and planning needs; (iii) constructing improving, renovating and equipping County parks and recreational facilities; (iv) constructing improving, renovating, equipping transit related infrastructure and acquiring rights-of-way therefor; (v) constructing reconstructing and improving streets, roads, sidewalks and alleys, including bridges and intersections, street overlay, landscaping, lighting signalization, traffic safety and operational improvements, culverts and related storm drainage and utility relocation, and the acquisition of land and interest in land as necessary therefor; and (vi) paying legal, fiscal and engineering fees in connection with those projects. This Certificate shall finally mature on September 15, 2032, but shall be payable in installments on the dates and in the principal installment amounts, and shall bear interest at a rate of 3.28%, calculated on the basis of basis of a 360-day year of twelve 30-day months.

On February 17, 2015, the County issued General Obligation Refunding bonds, Series 2015 in the par amount of \$15.2 million to refund a portion of the Certificates of Obligation, Series 2012 bonds maturing on February 15, 2024, 2025, and 2026, for a total par amount of \$17.3 million. This refunding resulted in a present value savings of 15.11% on the refunded bonds and a present value savings of 17.15% on the refunding bonds, with a net present value savings of \$2.6 million. The bonds were issued at a premium of \$3.9 million. The refunding reduced future debt service costs by \$3.1 million and resulted in an economic gain of \$2.6 million. The defeased debt was redeemed in full in February 2017.

On June 25, 2015, the County issued General Obligation Refunding Bonds, Taxable Series 2015A in the par amount of \$8.7 million to refund a portion of Taxable Certificates of Obligation, Series 2007A maturing on February 15, 2019, through 2032, for a total par amount of \$7.4 million. This refunding resulted in a present value savings of 11.38% on the refunded bonds and a present value savings of 9.69% on the refunding bonds and a net present value savings of \$843 thousand. The bonds were issued at par. The refunding reduced future debt service costs by \$1.9 million and resulted in an economic gain of \$840 thousand. The defeased debt was redeemed in full in February 2018.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Changes in long-term liabilities

Long-term liability activity for the year ended September 30, 2025, was as follows:

	Funded by	Beginning Balance Restated	Additions	Reductions/Net Change (In Thousands)	Ending Balance	Due Within One Year
Governmental activities:						
Bonds payable:						
General obligation bonds	Debt service	\$ 90,845	\$ 11,870	\$ (11,075)	\$ 91,640	\$ 16,685
Certificates of obligation	Debt service	57,225	52,565	(1,250)	108,540	7,100
Bond Premium		11,591	1,998	(1,568)	12,021	1,619
Direct borrowings and direct placements:						
Certificates of Obligation:						
Certificates of Obligation Bonds 2016D	Debt service	2,890	-	(320)	2,570	335
Certificates of Obligation Bonds 2021 TWDB	Debt service	1,443	-	(54)	1,389	54
Certificates of Obligation Bonds 2022 TWDB	Debt service	19,338	-	(690)	18,648	690
Certificates of Obligation Bonds 2022B TWDB	Debt service	2,292	-	(80)	2,212	79
Certificates of Obligation Bonds 2023C TWDB	Debt service	1,780	-	(60)	1,720	60
General Obligation Refunding Bonds 2023A	Debt service	4,910	-	(200)	4,710	4,710
State Infrastructure Bank loan 2017	Debt service	2,792	-	(327)	2,465	333
State Infrastructure Bank loan 2020	Debt service	3,931	-	(227)	3,704	230
Tax Notes 2023A	Debt service	16,175	-	-	16,175	-
Taxable Tax Notes 2023B	Debt service	20,040	-	(8,989)	11,051	3,581
Tax Notes 2023C	Debt service	6,545	-	-	6,545	1,200
Taxable Tax Notes 2023D	Debt service	1,500	-	(1,500)	-	-
Taxable Tax Notes 2024	Debt service	3,374	-	(3,374)	-	-
Total bonds payable & direct borrowings		<u>246,671</u>	<u>66,433</u>	<u>(29,714)</u>	<u>283,390</u>	<u>36,676</u>
Loan payable	General Fund	618	21,886	(139)	22,365	411
Leases payable	General Fund	4,898	3,903	(2,449)	6,351	2,085
SBITAs payable	General Fund	6,258	1,757	(3,479)	4,536	2,810
Claims and judgments	General Fund	3,838	1,420	(1,348)	3,910	-
Contingent liabilities	General Fund	3,800	2,100	(3,800)	2,100	1,050
Compensated absences	General Fund	23,117	-	565	23,682	11,058
Net Pension Liability	General Fund	258,705	45,297	(80,385)	223,616	-
Total OPEB Liability	General Fund	56,664	5,741	(4,102)	58,303	1,896
Governmental activity						
Long-term liabilities		<u>\$ 604,569</u>	<u>\$ 148,537</u>	<u>\$ (124,851)</u>	<u>\$ 628,253</u>	<u>\$ 55,986</u>
Business-type activities:						
Direct placements:						
Certificate of obligation		\$ 1,205	\$ -	\$ (23)	\$ 1,182	\$ 24
Revenue bonds		<u>3,208</u>	<u>-</u>	<u>(83)</u>	<u>3,125</u>	<u>84</u>
Total bonds payable		4,413	-	(106)	4,307	108
Net Pension Liability		250	85	(85)	250	-
OPEB Liability		<u>69</u>	<u>17</u>	<u>(6)</u>	<u>80</u>	<u>2</u>
Business-type activity						
Long-term liabilities		<u>\$ 4,732</u>	<u>\$ 102</u>	<u>\$ (197)</u>	<u>\$ 4,637</u>	<u>\$ 110</u>

No-commitment debt

In the case of the long-term liabilities other than debt, the general fund or corresponding special revenue funds typically have been used to liquidate such obligations in prior years.

No-commitment debt is debt issued by the component unit or debt issued in the County's name on behalf of another entity, for which the County is not responsible for the repayment of the debt.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The following is a summary of the long-term debt at September 30, 2025, for the UMC component unit:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
	(In Thousands)				
Long-term debt					
General Obligation Refunding Bonds, Series 2017	\$ 90,325	\$ -	\$ (3,070)	\$ 87,255	\$ 3,220
Combination Tax and Revenue Certificates of Obligation, Series 2013	55,000	-	(55,000)	-	-
General Obligation Refunding Bonds, Series 2013	187,120	-	(6,360)	180,760	6,315
Revenue Bonds, series 2023	-	54,800	(1,370)	53,430	860
General Obligation Refunding Bonds, Series 2024	-	267,780	-	267,780	7,665
Other long-term debt	479	-	(479)	-	-
	<u>332,924</u>	<u>322,580</u>	<u>(66,279)</u>	<u>589,225</u>	<u>18,060</u>
Plus bond premium	23,675	14,517	(1,504)	36,688	1,847
Total long-term debt	<u>356,599</u>	<u>337,097</u>	<u>(67,783)</u>	<u>625,913</u>	<u>19,907</u>
Other long-term liabilities					
Lease Liabilities	21,604	16,017	(5,814)	31,807	6,444
Subscription liabilities	24,677	10,444	(12,448)	22,673	10,007
Total long-term obligations	<u>\$ 402,880</u>	<u>\$ 363,558</u>	<u>\$ (86,045)</u>	<u>\$ 680,393</u>	<u>\$ 36,358</u>

In April 2017, UMC refunded \$107.8 Million of the then outstanding \$110.0 million Series 2008A General Obligation Bonds with \$106.8 million of Series 2017 General Obligation Refunding Bonds. Interest rates on the 2017 refunding bonds range from 4% to 5%. The 2017 bonds are secured by ad valorem tax. The maturity schedule of the 2017 bonds was consistently maintained with the 2008A bonds. As a result of the refunding UMC decreased its total debt service requirements by \$8.3 million (\$6.1 million present value) and incurred an accounting loss of approximately \$6.5 million. The accounting loss on the debt refunding is being amortized into interest expense using a straight-line method over the term of the bond issuance, which matures in 2038. The balance of the deferred loss on the refunding is \$4.0 million at September 30, 2025, and is included as a deferred outflow of resources on the component unit balance sheet. Any 2017 Bonds maturing after August 15, 2028, are subject to optional early redemption at par by UMC on or after August 15, 2027.

In May 2013, the UMC issued \$134.3 million in Series 2013 Combination Tax and Revenue Certificates of Obligation. Net proceeds were used to finance the renovation and improvements of the hospital annex, construct and equip new clinics in the East, Northeast, Central and West areas of the County including an emergency facility in the Northeast, renovate existing hospital inpatient floors and the acquisition of certain medical equipment and machinery for the main hospital campus. Interest rates for the Series 2013 bonds range from 3% to 5%. The Series 2013 Bonds are direct obligations of UMC and are payable from ad valorem tax. In 2024, UMC issued General Obligation Refunding Bonds, Series 2024 to refund \$124.6 million of the certificates. The remaining balance of the certificates was paid in full in 2024.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

In May 2013, UMC refunded \$115.9 million of the \$120 million Series 2005 Combination Tax and Revenue Bonds with \$110.4 million of Series 2013 General Obligation Refunding Bonds. Interest rates range from 3% to 5%. The bonds are secured by an ad valorem tax. The maturity schedule of the 2013 refunding bonds was consistently maintained with the Series 2005 bonds. This refunding decreased UMC's total debt service requirement by \$13.3 million and incurred an accounting loss of \$10.6 million, which is being amortized using the straight-line method into interest expense over the life of the bonds, which matures in 2035. The balance on the deferred loss is \$0 at September 30, 2024. In 2024, UMC issued 2024 bonds to refund \$77.2 million of the 2013 Bonds. The remaining balance of the 2013 Bonds was paid in full in 2024.

In June 2023, UMC issued \$55.0 million in Series 2023 Revenue Bonds. Interest varies and is set at Secured Overnight Financing Rate (SOFR) +2.07% *.8, which was 4.96% on September 30, 2024. Net bond proceeds were used to finance the acquisition, renovation and improvements and equipping a surgical center. This bond issuance is a direct obligation of UMC and is payable from operating revenue. The Certificates at the option of UMC, provide for early redemption bonds having stated maturities on and after August 15, 2024, in whole or in part, on August 15, 2023, or any date thereafter, at the par value thereof plus accrued interest at the date of redemption. The bonds are subject to redemption at the option of UMC prior to maturity on or after March 1, 2024, in principal amounts of \$250 thousand or any integral multiple of \$5 thousand in excess of thereof, at a redemption price of 100% of their principal amount plus accrued interest, if any.

In October 2024, the District issued the \$54.8 million Revenue Refunding Bonds, Series 2024. Proceeds from the sale of the bonds were used to refund all of the outstanding Series 2023 Bonds. Interest rates on the 2024 refunding bonds are 5%. This bond issuance is a direct obligation of the District and is payable from operating revenue. There was no material gain or loss on the d refunding.

In August 2024, UMC refunded \$124.4 million of the \$134.3 million 2013 Combination Tax and Revenue Certificates of Obligation and \$77.2 of the \$110.4 million Series 2013 General Obligation Refunding Bonds with \$187.1 million of General Obligation Refunding Bonds, Series 2024. Interest rates on the 2024 refunding bonds is 5%. The 2024 Bonds are secured by an ad valorem tax. The Maturity schedule of the 2024 refunding bonds was consistently maintained with the Certificates and Series 2013 bonds. As a result of the refunding, UMC decreased its total debt service requirements by approximately \$19.8 million and incurred an accounting gain of approximately \$14.3 million. The accounting gain on the debt refunding is being amortized into interest expense using a straight-line method over the term of the debt issuance, which matures in 2043. The balance of the Deferred gain on the debt refunding is \$14.2 million at September 30, 2024, and is included as a deferred inflow of resources. Any 2024 Bonds maturing after August 24, 2035 are subject to optional early redemption at par by UMC on or after August 15, 2034.

Debt service requirements to maturity for the long-term debt obligations of UMC as of September 30, 2025 are as follows:

	Principal	Interest (In Thousands)	Total
Year ending September 30			
2026	\$ 18,060	\$ 30,604	\$ 48,664
2027	20,365	28,298	48,663
2028	21,400	27,267	48,667
2029	22,480	26,184	48,664
2030	23,620	25,044	48,664
2031-2035	137,150	106,152	243,302
2036-2040	118,355	75,620	193,975
2041-2045	105,105	44,153	149,258
2046-2050	54,855	25,323	80,178
2051-2055	67,835	9,056	76,891
	<u>\$ 589,225</u>	<u>\$ 397,701</u>	<u>\$ 986,926</u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The following is a summary of the long-term liabilities on September 30, 2025, for the ESD1 component unit:

	Beginning Balance	Additions	Reductions (In Thousands)	Ending Balance	Due Within One Year
Long-term debt					
Compensated absences	\$ -	\$ 147	\$ -	\$ 147	\$ 147
Notes payable	31,509	-	(2,063)	29,446	1,962
Net pension (asset) liability	(34)	-	(123)	(157)	-
Total long-term debt	<u>\$ 31,475</u>	<u>\$ 147</u>	<u>\$ (2,186)</u>	<u>\$ 29,436</u>	<u>\$ 2,109</u>

ESD1 entered into a \$18.0 million note agreement with Truist Bank to finance the acquisition and construction of a fire station. Interest is at 3.98% per annum payable in semi-annual installments, which are specified in the contract. The note matures in August 2042, requires annual principal payments and is secured by ad valorem taxes levied and assessed on the proceeds of taxable property in the District as well as real estate. The remaining principal is \$16.4 million.

ESD1 entered into a \$4.2 million note agreement with First Security Finance to finance the acquisition and construction of a fire station. Interest is at 2.85% per annum, payable in semi-annual installments, which are specified in the contract. The note matures in August 2041 and is secured by ad valorem taxes levied and assessed on the proceeds of taxable property in the District as well as real estate. The remaining principal is \$3.7 million.

ESD1 entered into a \$2.0 million note agreement with Zions Bank Corporation to finance the acquisition of a quint fire truck. Interest is at 4.69% per annum, payable in semi-annual installments, which are specified in the contract. The note matures in August 2033, requires annual principal payments and is secured by ad valorem taxes levied and assessed on the proceeds of taxable property in the district. The remaining principal is \$1.8 million.

ESD1 entered into a \$3.0 million note agreement with Branch Banking & Trust Company to finance the acquisition and construction of a fire station. Interest is at 3.95% per annum, payable in semi-annual installments, which are specified in the contract. The note matures in February 2037 and is secured by ad valorem taxes levied and assessed on taxable property in the District as well as real estate. The remaining principal is \$2.3 million.

ESD1 entered into a \$4.6 million note agreement with TIB –The Independent Bankers Bank to finance the acquisition and construction of a fire station. Interest is at 3.25% per annum and subsequently amended to 2.55% in December 2019, payable in semi-annual installments, which are specified in the contract. The note matures in September 2029 and is secured by ad valorem taxes levied and assessed on taxable property in the District as well as real estate. The remaining principal is \$1.3 million.

ESD1 entered into a \$1.4 million note agreement with ZMFU II, Inc. to finance the acquisition of a pumper brush fire truck. Interest is at 5.05% per annum, payable semi-annual installments, which are specified in the contract. The note matures in August 2033, requires annual principal payments and is secured by ad valorem taxes levied and assessed on the proceeds of taxable property in the District. The remaining principal is \$1.2 million.

ESD1 entered into a \$1.9 million note agreement with Truist Bank to finance the acquisition of a tiller fire truck. Interest is at 4.08% per annum, payable in semi-annual installments, which are specified in the contract. The note matures in August 2032 and is secured by ad valorem taxes levied and assessed on taxable property in the District. The remaining principal is \$1.0 million.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

ESD1 entered into a \$1.2 million note agreement with TIB –The Independent Bankers Bank to finance the acquisition of real property. Interest is at 2.89% per annum, payable in semi-annual installments, which are specified in the contract. The note matures in September 2037 and is secured by ad valorem taxes levied and assessed on taxable property in the District as well as real estate. The remaining principal is \$870.3 thousand.

ESD1 entered into a \$1.0 million note agreement with TIB –The Independent Bankers Bank to finance the acquisition of real property. Interest is at 3.75% per annum, payable in semi-annual installments, which are specified in the contract. The note matures in August 2037 and is secured by ad valorem taxes levied and assessed on taxable property in the District as well as real estate. The remaining principal is \$697.5 thousand.

ESD1 entered into a \$283.5 thousand note agreement with Holdings, LLC to finance the acquisition of a brush truck. Interest is at 2.19% per annum, payable in annual installments which are specified in the contract. The note matures in February 2027 and is secured by ad valorem taxes levied and assessed on the proceeds of taxable property in the District. The remaining principal is \$86.6 thousand.

Debt service requirements to maturity for the long-term liability obligations of the ESD1 are summarized as follows:

Year ending September 30	Principal	Interest (In Thousands)	Total
2026	\$ 1,962	\$ 1,116	\$ 3,078
2027	2,039	1,046	3,085
2028	2,073	969	3,042
2029	2,155	891	3,046
2030	1,847	815	2,662
2031-2035	8,936	2,950	11,886
2036-2040	7,602	1,373	8,975
2041-2044	<u>2,830</u>	<u>161</u>	<u>2,991</u>
	<u>\$ 29,444</u>	<u>\$ 9,321</u>	<u>\$ 38,765</u>

The following is long-term debt at September 30, 2025, for the ESD2 component unit:

ESD2 entered onto a \$3.4 million note agreement with Zions Bancorporation to finance vehicles. Interest is at 4.56% per annum, payable in semi-annual installments which are specified in the contract. The note matures in March 2033 and is secured by ad valorem taxes levied and assessed on taxable property within the District. The remaining principal is \$2.9 million.

ESD2 entered into a \$3.4 million note agreement with Independent Bankers Bank N. A. to finance vehicles. Interest is at 1.59% per annum, payable in annual installments, which are specified in the contract. The note matures in August 2027 and is secured by ad valorem taxes levied and assessed on taxable property within the District. The remaining principal is \$1.2 million.

ESD2 entered into a \$1.6 million note agreement with Southside Bank to finance Socorro Fire Station property and to renovate the station. Interest is at 5.75% per annum, payable in annual installments, which are specified in the contract. The note matures in March 2029 and is secured by ad valorem taxes levied and assessed on taxable property within the District. The remaining principal is \$471.8 thousand.

ESD2 entered into a \$680 thousand note agreement with Zion Bancorporation to finance a vehicle. Interest is at 4.10% per annum, payable in semiannual installments which are specified in the contract. The note matures in March 2028 and is secured by ad valorem taxes levied and assessed on taxable property within the District. The remaining principal is \$360.0 thousand.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
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NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

ESD2 entered into a \$1.3 million note agreement with Southside Bank to refinance real estate and for improvements and repairs. Interest is at 5.79% per annum, payable in annual installments, which are specified in the contract. The note matures in March 2028 and is secured by ad valorem taxes levied and assessed on taxable property within the District. The remaining principal is \$285.0 thousand.

ESD2 entered into a \$996 thousand note agreement with Southside Bank to purchase radio equipment. Interest is at 5.79% per annum, payable in annual installments, which are specified in the contract. The note matures in March 2027 and is secured by ad valorem taxes levied and assessed on taxable property within the District. The remaining principal is \$217.5 thousand.

ESD2 entered into a \$806 thousand note agreement with Southside Bank to refinance two buildings. Interest is at 5.79% per annum, payable in annual installments which are specified in the contract. The note matures in March 2028 and is secured by ad valorem taxes levied and assessed on taxable property within the District. The remaining principal is \$186.1 thousand.

ESD2 entered into a \$375 thousand note agreement with Southside Bank to finance a vehicle and equipment. Interest is at 5.38% per annum, payable in annual installments, which are specified in the contract. The note matures in April 2028 and is secured by ad valorem taxes levied and a vehicle. The remaining principal is \$82.2 thousand.

ESD2 entered into a \$350 thousand note agreement with Southside Bank to finance vehicles and equipment. Interest is at 5.49% per annum, payable in annual installments, which are specified in the contract. The note matures in March 2028 and is secured by ad valorem taxes levied. The remaining principal is \$77.1 thousand.

ESD2 entered into a \$7.6 thousand note agreement. Interest is at 3.89% per annum, payable in annual installments, which are specified in the contract. The note matures in March 2040 and is secured by ad valorem taxes levied and assessed on taxable property within the District. The remaining principal is \$7.6 thousand.

Debt service requirements to maturity for the long-term debt obligations of the ESD2 are summarized as follows:

Year ending September 30	Principal	Interest (In Thousands)	Total
2026	\$ 1,750	\$ 612	\$ 2,362
2027	1,915	447	2,362
2028	1,275	380	1,655
2029	973	324	1,297
2030	880	280	1,160
2031-2035	4,070	849	4,919
2036-2040	2,455	246	2,701
	<u>\$ 13,318</u>	<u>\$ 3,138</u>	<u>\$ 16,456</u>

G. Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by the granting agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, or expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
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NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County's counsel that resolution of these matters will not have a material adverse effect on the financial condition of the government. Presently, an amount of \$2.1 million for probable losses has been accrued as a contingency and is reported in the government-wide financial statements. Of this amount, \$1,050 thousand is reported due within one year and \$1.1 million due in more than one year. As of the date of issuance of these financial statements an estimate of a possible loss or range of loss cannot be made and a contingency is not recorded in these financial statements for two additional lawsuits.

Federal and State funding – the County participates in numerous federal and state programs which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the County has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at September 30, 2025, may be impaired. In the opinion of management, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

Rebatable arbitrage is evaluated and estimated on an annual basis. At September 30, 2025, there were no liabilities recorded.

In the normal course of business, UMC is from time to time, subject to allegations that may or do result in litigation. Some of these allegations are in areas not covered by UMC's self-insurance program or by commercial insurance. UMC evaluates such allegations by conducting investigations to determine the validity of each potential claim. Based upon the advice of legal counsel, management records an estimate of the amount of ultimate expected loss, if any, for each. Events could occur that would cause the estimate of ultimate loss to differ materially in the near term.

ESD1 is party to legal proceedings, which normally occur in governmental operations. These legal proceedings are not likely to have a material adverse impact on the financial statements of ESD1, and therefore, no liability has been accrued at September 30, 2025.

ESD2 is subject to potential litigation in the normal course of its operations. In management's opinion, ESD2 is adequately insured to cover the cost, if any, of such litigation. Management does not believe that any current pending litigation will result in a significant financial impact to the District.

H. Deferred Compensation

The County offers its employees a deferred compensation plan that permits them to defer a portion of their current salary until future years. Any contributions made to the deferred compensation plan, in compliance with Section 457 of the Internal Revenue Code, are not available to employees until termination of employment, retirement, death or an unforeseen emergency. Contributions to the plan are administered by Nationwide Retirement Solutions, VOYA, and VALIC, as third party administrators. In accordance with the provisions of the IRC Section 457(g), the plan assets are in custodial accounts for the exclusive benefit of the plan participants and beneficiaries. The County provides neither administrative services nor investment advice to the plans. Therefore, in accordance with GASB 97, no fiduciary relationship exists between the County and the deferred compensation pension plans. At September 30, 2025, the plan assets were valued at \$58.3 million.

UMC for the EPCH sponsors a 401(k) defined contribution plan covering substantially all employees. The Plan document includes required matching contributions subject to formulas outlined in the plan document, and also allows EPCH to make additional discretionary contributions. Retirement expense for the 401(k) defined contribution plan was approximately \$3.7 million for 2025.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

On September 1, 2020, ESD1 established a 457(b) non-qualified Deferred Compensation Plan for employees to be eligible to receive benefits. The Plan is administered by National Benefit Services, LLC and is a defined contribution plan. Under the terms of the Plan, all employees are eligible to participate as of their first day of employment without limit on their salary deduction contributions. There are no employer contributions under the plan. Employee contributions to the Plan become 100% vested immediately. The Plan was made retroactively effective to January 1, 2020.

ESD1 management has no ability to direct funds contributed into the Plan. In addition, management has adopted the provision of GASB 97 - Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans, under which defined contribution pension plans and certain 457 Plans are provided an exemption from being recognized as fiduciary component units. Therefore, Management has concluded that the Plan does not meet the criteria established by GASB 84, Fiduciary Activities, which would require the Plan to be recognized as a fiduciary component unit. Accordingly, the Plan assets, liability and fund balance have not been presented as a Pension trust fund.

I. Pension Obligations

Texas County and District Retirement System (TCDRS)

Plan Description - TCDRS is a statewide, agent multiple employer, public employee retirement system. The system provides retirement, disability, and survivor benefits. The system is administered by a Board of Trustees appointed by TCDRS. Each participating employer in TCDRS has a separate plan. Benefit provisions are contained in a plan document and were established and can be amended by the governing body of the County, UMC, ESD1, and ESD2 for their separate plans within the options available in the state statutes governing TCDRS. Members can retire at age 60 and above with eight or more years of service, for the County and ESD2, with 20 years of service regardless of age; for UMC, with 30 years of service regardless of age; for UMC, ESD1, and ESD2, when the sum of their age and years of service equals 75 or more. Members of the County, UMC, and ESD2 plans are vested after eight years of service, ESD1 after 5 years of service. ESD1 started with TCDRS on October 1, 2018, and uses the terms established under the TCDRS Act. These terms may be amended on January 1st of each year in conformity with the TCDRS Act. Members must leave their accumulated contributions in the plans to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer. Benefit amounts under each plan are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the respective governing bodies within the actuarial constraints imposed by the TCDRS Act so the resulting benefits can be expected to be adequately financed by the commitment of the respective entities to contribute to the plan. By law, the employee accounts earn 7 percent interest on beginning of the year balances annually. At retirement, death, or disability, the account is matched at an employer set percentage and is then converted to an annuity. The match for the County, ESD1, and ESD2 is 250 percent, 200 percent match for UMC, and UMC contributed approximately \$24.0 million or 7.37 percent.

TCDRS in the aggregate issues an Annual Comprehensive Financial Report (Annual Report) on a calendar year basis. The Annual Report is available upon written request from the TCDRS Board of Trustees at: Barton Oaks Plaza IV Ste. 500, 901 S. MoPac Expy., Austin, Texas 78746 or from the website www.tcdrs.org.

For the County, all full- and part-time non-temporary employees participate in the plan, regardless of the number of hours they work in a year. Employees in a temporary position are not eligible for membership. UMC's plan covers substantially all employees other than those employed by EPCH. ESD1 and ESD2's plans covers all regular full and part-time non-temporary employees. Employees covered by the respective plans at December 31, 2023, and 2024, are:

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

	County		UMC		ESD1		ESD2	
	2023	2024	2023	2024	2023	2024	2023	2024
Inactive employees or beneficiaries currently receiving benefits	1916	2016	1007	1055	1	1	1	1
Inactive employees entitled to but not yet receiving benefits	2060	2069	4303	4429	5	6	19	25
Active employees	<u>3,092</u>	<u>3,224</u>	<u>3,884</u>	<u>4,260</u>	<u>26</u>	<u>37</u>	<u>33</u>	<u>38</u>
	<u>7,068</u>	<u>7,309</u>	<u>9,194</u>	<u>9,744</u>	<u>32</u>	<u>44</u>	<u>53</u>	<u>64</u>

Funding Policy - The County, UMC and ESD2 have elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The respective plans are funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The County contributed using the elected rate of 19.11 percent for the months of the accounting year in 2023. Beginning in January 2024, the County contributed using an actuarially determined rate of 19.43 percent. UMC employer contribution rate for the fiscal years 2025 and 2024 was 7.37 percent and 7.53 percent, respectively. ESD1 and ESD2 contribution rates are based on the TCDRS funding policy adopted by the TCDRS board of trustees and must conform to the TCDRS Act.

The County's contributions to TCDRS for the year ending September 30, 2025, were \$43.7 million equal to the required contributions. UMC contributed approximately \$23.0 million or 7.37 percent in fiscal year 2025 to the Plan. ESD1 and ESD2 must contribute amounts equal to the required contributions each year.

The contribution rates payable by the employee members for calendar year 2024 were: County, 7 percent; UMC, 5 percent; ESD1, 7 percent, and ESD2, 7 percent.

Net Pension Liability - The TCDRS Net Pension Liability (NPL) for the County, UMC, ESD1 and ESD2 was measured as of December 31, 2024, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by actuarial valuation as of that date.

Actuarial Assumptions - The total pension liability in December 31, 2024, actuarial valuation was determined using actuarial assumptions applied to all periods included in the measurement, which can be found in the required supplemental data as a note to the respective employer contribution schedules.

All actuarial assumptions that determined the total pension liability as of December 31, 2024, were based on the results of an actuarial experience study over the 2017-2020, except when required to be different by GASB 68.

The amounts disclosed in the notes to the financial statements are based on the actuarial valuation as of December 31, 2024. The financial statements, however, reflect the County's balances as of its fiscal year end, September 30, 2025. As a result, difference between these amounts arise because actuarially determined contribution rates are calculated each December 31, two years prior to the end of the fiscal year in which contributions are reported.

The total pension liability in the December 31, 2024, actuarial valuation was determined using the actuarial assumptions for inflation of 2.5 percent and investment rate of return of 7.5 percent. Annual salary increase rates assumed for individual members vary by length of service and entry-age group. The annual rates consist of a general wage inflation component of 3.0 percent (made up of 2.50 percent inflation and 0.5 percent productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.7 percent per year for a career employee. Other assumptions include employer specific economic assumptions related to growth in membership of 0.0 percent and payroll funding growth of 3.0 percent for funding calculations. The payroll growth assumption is for the aggregate covered payroll of the employer.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The source of the mortality assumptions is as follows:

Depositing members	135% of Pub-2010 General Employees Amount-weighted Mortality Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate Scale after 2010.
Service retirees, beneficiaries and non-depositing members	135% of Pub-2010 General Healthy Retirees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Healthy Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Disabled retirees	160% of Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

Changes since the prior actuarial valuation - There were no changes of assumptions or other inputs that affected measurement of the total pension liability during the measurement period. There were also no changes to benefit terms that affected the measurement of the total pension liability during the measurement period.

The long-term expected rate of return - on TCDRS assets are determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on January 2024 information for a ten-year time horizon.

Note that valuation assumption for long-term expected return is re-assessed in detail at a minimum of every four years and is based on a long-term time horizon. The TCDRS Board of Trustees adopted the current assumption at their March 2021 meeting. The assumption for the long-term expected return is reviewed annually for continued compliance with the relevant actuarial standards of practice. Milliman, the actuary, relies on the expertise of Cliffwater in this assessment.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The TCDRS target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table for the County, UMC, ESD1 and ESD2:

Asset Class	Benchmark	Target Allocation⁽¹⁾	Geometric Real Rate of Return (Expected Minus Inflation)⁽²⁾
US Equities	Dow Jones U.S. Total Stock Market Index	13.00%	5.35%
Global Equities	MSCI World (net) Index	4.00%	5.15%
International Equities - Developed Markets	MSCI World Ex USA (net)	6.00%	4.75%
International Equities - Emerging Markets	MSCI Emerging Markets (net) Index	0.00%	4.75%
Investment-Grade Bonds	Bloomberg U.S. Aggregate Bond Index	3.00%	2.55%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	3.70%
Direct Lending	Morningstar LSTA US Leveraged Loan TR USD Index	16.00%	6.85%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽³⁾	4.00%	6.80%
REIT Equities	67% FTSE NAREIT All Equity REITs Index + 33%S&P Global REIT (net) Index	2.00%	3.95%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	4.95%
Commodities	Bloomberg Commodities Index	2.00%	1.00%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁴⁾	6.00%	5.75%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽⁵⁾	25.00%	8.15%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	6.00 %	3.60 %
Cash Equivalents	90-Day U. S. Treasury	<u>2.00%</u>	1.10%
		<u>100.00%</u>	

(1) Target asset allocation adopted at the March 2025 TCDRS Board meeting.

(2) Geometric real rates of return equal the expected return for the asset class minus the assumed inflation rate of 2.35%, per Cliffwater's 2025 capital market assumptions.

(3) Includes vintage years 2005-present of Quarter Pooled Horizon IRRs

(4) Includes vintage years 2007-present of Quarter Pooled Horizon IRRs

(5) Includes vintage years 2006-present of Quarter pooled Horizon IRRs.

Discount Rate - The discount rate used to measure the total pension liability was 7.6%. There was no change in the discount rate since the previous year. The discount rate is the single rate of return that, when applied to all projected benefit results in an actuarial present value of projected benefit payments equal to the total of the following:

1. The actuarial present value of benefit payments projected to be made in future periods in which (a) the amount of the pension plan's fiduciary net position is projected to be greater than the benefit payments that are projected to be made in that period and (b) pension plan assets up to that point are expected to be invested using a strategy to achieve the long-term rate of return, calculated using long-term expected rate of return on pension plan investments.
2. The actuarial present value of projected benefit payments not included in (1), calculated using the municipal bond rate.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Changes in the total pension liability, plan fiduciary net position and the net pension liability for the year ended December 31, 2024, for the County are:

Changes in Net Pension Liability / (Asset)	Total Pension Liability	Increase (Decrease) Fiduciary Net Position	Net Pension Liability (Asset)
Balances at December 31, 2023	\$ 1,633,091	\$ 1,375,011	\$ 258,080
Changes for the Year:			
Service Cost	38,247	-	38,247
Interest on total pension liability ⁽¹⁾	124,333	-	124,333
Effects of plan changes ⁽²⁾	(7,380)	-	(7,380)
losses	9,012	-	9,012
Effects of assumptions changes or inputs	-	-	-
Refund of contributions	(2,172)	(2,172)	-
Benefit payments	(69,893)	(69,893)	-
Administrative expenses	-	(817)	817
Member contributions	-	16,031	(16,031)
Net investment income	-	139,911	(139,911)
Employer contributions	-	44,361	(44,361)
Other ⁽³⁾	-	(235)	235
Balances at December 31, 2024	<u>\$ 1,725,238</u>	<u>\$ 1,502,197</u>	<u>\$ 223,041</u>

⁽¹⁾ Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

⁽²⁾ Reflects plan change adopted effective in 2024. Also reflects increase in substantively automatic COLA valued.

⁽³⁾ Relates to allocation of system-wide items.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Changes in the total pension liability, plan fiduciary net position and the net pension liability for the year ended September 30, 2025, for UMC are:

	Total Pension Liability	Increase (Decrease) Fiduciary Net Position (In Thousands)	Net Pension Liability (Asset)
Balances at September 30, 2024	\$ 723,467	\$ 676,813	\$ 46,654
Changes for the year:			
Service cost	26,324	-	26,324
Interest on total pension liability ⁽¹⁾	56,045	-	56,045
Effect of plan changes ⁽²⁾	-	-	-
Effect of economic/demographic gains or losses	8,914	-	8,914
Effect of assumption changes or inputs	-	-	-
Refund of contributions	(2,204)	(2,204)	-
Benefit payments	(22,962)	(22,962)	-
Administrative expenses	-	(415)	415
Member contributions	-	16,009	(16,009)
Net investment income	-	69,304	(69,304)
Employer Contributions	-	24,014	(24,014)
Other changes ⁽³⁾	-	1,019	(1,019)
Net changes	<u>66,117</u>	<u>84,765</u>	<u>(18,648)</u>
Balances at September 30, 2025	<u>\$ 789,584</u>	<u>\$ 761,578</u>	<u>\$ 28,006</u>

⁽¹⁾ Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

⁽²⁾ Reflects plan change adopted effective in 2025. Also reflects increase in substantively automatic COLA valued.

⁽³⁾ Relates to allocation of system-wide items.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Changes in the total pension liability, plan fiduciary net position and the net pension liability for the year ended December 31, 2024, for ESD1 are:

	Total Pension Liability	Fiduciary Net Position (In Thousands)	Net Pension Liability
Balances at December 31, 2023	\$ 604	\$ 638	\$ (34)
Changes for the year:			
Service cost	208	-	208
Interest on total pension liability ⁽¹⁾	62	-	62
Effect of plan changes ⁽²⁾	-	-	-
Effect of economic/demographic gains or losses	139	-	139
Effect of assumption changes or inputs	-	-	-
Refund of contributions	(5)	(5)	-
Benefit payments	(1)	(1)	-
Administrative expenses	-	-	-
Member contributions	-	124	(124)
Net investment income	-	74	(74)
Employer Contributions	-	310	(310)
Other changes ⁽³⁾	-	24	(24)
Balances at December 31, 2024	<u>\$ 1,007</u>	<u>\$ 1,164</u>	<u>\$ (157)</u>

⁽¹⁾ Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or

⁽²⁾ Reflects plan change adopted effective in 2025. Also reflects increase in substantively automatic COLA valued

Changes in the total pension liability, plan fiduciary net position and the net pension liability for the year ended December 31, 2024, for ESD2 are:

	Total Pension Liability	Increase (Decrease) Fiduciary Net Position (In Thousands)	Net Pension Liability (Asset)
Balances at December 31, 2023	\$ 2,176	\$ 2,301	\$ (125)
Changes for the year:			
Service cost	284	-	284
Interest on total pension liability ⁽¹⁾	187	-	187
Effect of economic/demographic gains or losses	95	-	95
Refund of contributions	(5)	(5)	-
Benefit payments	(4)	(4)	-
Administrative expenses	-	(2)	2
Member contributions	-	134	(134)
Net investment income	-	242	(242)
Employer Contributions	-	218	(218)
Other changes ⁽³⁾	-	19	(19)
Balances at December 31, 2024	<u>\$ 2,733</u>	<u>\$ 2,903</u>	<u>\$ (170)</u>

⁽¹⁾ Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

⁽²⁾ Relates to allocation of system-wide items.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Sensitivity Analysis - The following present the net pension liability, calculated using the discount rate of 7.60 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.60 percent) or one percentage point higher (8.60 percent) than the current rate.

	1% Decrease 6.60%	Current Discount Rate 7.60% (In Thousands)	1% Increase 8.60%
County:			
Total pension liability	\$ 1,969,234	\$ 1,725,238	\$ 1,522,737
Fiduciary net position	<u>1,502,197</u>	<u>1,502,197</u>	<u>1,502,197</u>
Net pension liability/ (asset)	<u>\$ 467,037</u>	<u>\$ 223,041</u>	<u>\$ 20,540</u>
UMC:			
Net pension liability/ (asset)	<u>\$ 150,520</u>	<u>\$ 28,006</u>	<u>\$ (72,280)</u>
ESD1:			
Total pension liability	\$ 1,204	\$ 1,007	\$ 849
Fiduciary net position	<u>1,164</u>	<u>1,164</u>	<u>1,164</u>
Net pension liability/ (asset)	<u>\$ 40</u>	<u>\$ (157)</u>	<u>\$ (315)</u>
ESD2:			
Total pension liability	\$ 3,250	\$ 2,733	\$ 2,308
Fiduciary net position	<u>2,903</u>	<u>2,903</u>	<u>2,903</u>
Net pension liability/ (asset)	<u>\$ 347</u>	<u>\$ (170)</u>	<u>\$ (595)</u>

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions - Pension expense recognized by the County in the reporting period for TCDRS amounted to \$162.3 million. As of September 30, 2025, the County had deferred inflows and outflows of resources related to pensions as follows:

	Deferred Outflows of Resources (In Thousands)	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 14,110	\$ 1,440
Changes in assumptions	965	-
Net difference between projected and actual earnings	-	14,382
Changes in proportionate share	-	-
Contributions made subsequent to measurement date	<u>34,597</u>	<u>-</u>
	<u>\$ 49,672</u>	<u>\$ 15,822</u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Amounts currently 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 December	(In Thousands)
2026	\$ (7,531)
2027	24,544
2028	(12,385)
2029	(5,375)
2030	-
Thereafter	-
	<u>\$ (747)</u>

The \$34.6 million reported as deferred outflows of resources related to pensions resulted from County contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended September 30, 2026.

At September 30, 2025, the County reported a payable of \$4.7 million to TCDRS for the outstanding contributions to the pension plan for the year ended.

For the year ended September 30, 2025, UMC recognized pension expense of approximately \$28.0 million. At September 30, 2025, UMC reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources (In Thousands)	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 10,482	\$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	6,297
Contributions made subsequent to measurement date	<u>19,380</u>	<u>-</u>
	<u>\$ 29,862</u>	<u>\$ 6,297</u>

At September 30, 2025, UMC reported approximately \$19.4 million as deferred outflows of resources related to pensions resulting from UMC contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability at September 30, 2026. Other 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 ending September 30:	(In Thousands)
2026	\$ (886)
2027	13,754
2028	(5,224)
2029	<u>(3,459)</u>
	<u>\$ 4,185</u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

For the year ended September 30, 2025, the ESD1 reported pension expense of \$95.5 thousand. At September 30, 2025, deferred outflows of resources and deferred inflows of resources related to pensions were reported from the following sources:

	Deferred Inflows of Resources	Deferred Outflows of Resources
	(In Thousands)	
Differences between expected and actual experience	\$ -	233
Changes in assumptions	-	4
Net difference between projected and actual earnings	-	5
Contributions made subsequent to measurement date	-	275
Total	\$ -	517

Amounts currently 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 ending December	(In Thousands)
2026	\$ 313
2027	42
2028	32
2029	30
2030	30
Thereafter	70
	\$ 517

For the year ended September 30, 2025, the ESD2 reported pension expense of \$168 thousand. At September 30, 2025, deferred outflows of resources and deferred inflows of resources related to pensions were reported from the following sources:

	Deferred Inflows of Resources	Deferred Outflows of Resources
	(In Thousands)	
Differences between expected and actual experience	\$ 13	\$ 93
Changes in assumptions	1	31
Net difference between projected and actual earnings	55	52
Contributions made subsequent to measurement date	-	199
	\$ 69	\$ 375

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Amounts currently 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 ending December 31:	(In Thousands)
2026	\$ 62
2027	10
2028	7
2029	13
2030	14
Thereafter	-
	<u>\$ 106</u>

On September 30, 2025, ESD2 reported a payable of \$38.7 thousand to TCDRS for the outstanding amount of contributions to the pension plan for the year then ended.

Texas Emergency Services Retirement System (TESRS)

Except for presenting fiscal year 2024 contributions made by the County and each ESD, management has elected to present plan year 2023 balances for the TESRS plan in this report. This is due to the delayed availability of the Plan's audit report and GASB No. 68 report for the plan year ended August 31, 2024. Management believes the County's share of the Plan's 2024 activity is not material for financial reporting and for fair presentation of the County's activities for fiscal year 2024. Furthermore, management intends to include current data for the plan in future reports when the information is released in a timely manner.

Plan Description - ESD1 and ESD2 offer a retirement plan to eligible members through the TESRS. TESRS administers a cost-sharing multiple employer pension system (the System) established and administered by the State of Texas to provide pension benefits for emergency services personnel who serve without significant monetary remuneration. TESRS is an agency of the State of Texas and its financial records comply with state statutes and regulations. The nine-member Board of Trustees, appointed by the Governor, establishes policy for the administration of the TESRS.

The TESRS was created as a standalone agency by the 83rd Legislature via the passage of SB 220, effective September 1, 2013, to assume the related functions of the abolished Office of the Fire Fighters' Pension Commissioner. While the agency is new, the System has been in existence since 1977. TESRS, which is under the authority of Title 8, Subtitle H, Chapters 861-865 of the Texas Government Code, provides death and disability benefits to active volunteer fire fighters and first responders, and a pension to members with vested service, as well as to their survivor/beneficiaries. For financial reporting purposes, the State of Texas is considered the primary reporting government. TESRS' financial statements are included in the State's Annual Comprehensive Financial Report. TESRS issues a publicly available Annual Financial Report, which includes financial statements, notes, and required supplementary information, which can be obtained at www.tesrs.org. The separately issued actuarial valuations which may be of interest are also available at the same link.

Benefits Provided - Senate Bill 411, 65th Legislature, Regular Session (1977), created TESRS and established the applicable benefit provisions. The 79th Legislature, Regular Session (2005), re-codified the provisions and gave the TESRS Board of Trustees authority to establish vesting requirements, contribution levels, benefit formulas, and eligibility requirements by board rule. The benefit provisions include retirement benefits as well as death and disability benefits. Members are 50 percent vested after the tenth year of service, with the vesting percent increasing 1 percent for each of the next five years of service so that a member becomes 100 percent vested with 15 years of service.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Upon reaching age 55, each vested member may retire and receive a monthly pension equal to his vested percent multiplied by six times the governing body's average monthly contribution over the member's years of qualified service. For years of service in excess of 15 years, this benefit is increased at a rate of 6.2 percent compounded annually. There is no provision for automatic post-retirement benefit increases.

On and off-duty benefits and on-duty disability benefits are dependent on whether or not the member was engaged in the performance of duties at the time of death or disability. Death benefits include a lump sum amount or continuing monthly payments to a member's surviving spouse or dependent children.

Funding Policy – Contributions are made by governing bodies for the participating departments. No contributions are required from the individuals who are members of the System, nor are they allowed. The governing bodies of each participating department are required to make contributions for each month a member performs emergency services for a department (the minimum contribution is \$36 per member and the department may make a higher monthly contribution for its members). This is referred to as a Part One contribution, which is the legacy portion of the System contribution that directly impacts future retiree annuities.

The state is required to contribute an amount necessary to make the System "actuarially sound" each year, which may not exceed one-third of the total of all contributions made by participating governing bodies in a particular year.

The board rule defining contributions was amended effective July 27, 2014, to add the potential for actuarially determined Part Two contributions that would be required only if the expected future annual contributions from the state are not enough with the Part One contributions to provide an adequate contribution arrangement as determined by the most recent actuarial valuation. This Part Two portion, which is actuarially determined as a percentage of the Part One portion (not to exceed 15 percent), is to be actuarially adjusted every two years based on the most recent actuarial valuation. Based on the August 31, 2024, actuarial valuation, the Part Two contributions are not required for an adequate contribution arrangement.

Additional contributions may be made by governing bodies within two years of joining the System, to grant up to 15 years of credit for service per member. Prior service purchased must have occurred before the department began participation in the System.

The contribution requirement per active emergency services personnel member per month is not actuarially determined. Rather, the minimum contribution provisions were set by board rule, and there is no maximum contribution rate.

For the fiscal year ending September 30, 2025, ESD1 contributed \$10.0 thousand to TESRS.

The County makes semi-annual contributions to the TESRS on behalf of both Emergency Services Districts. The County's total contribution to TESRS for FY2025 was \$83.3 thousand.

The State made contributions to the TESRS on behalf of ESD1 in the amount of \$10.4 thousand and ESD2 in the amount of \$19.8 thousand.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The pension expense for ESD1 and ESD2 are based on their proportionate share of the collective pension expense based on TESRS' fiscal year ended August 31, 2025, as shown in the following table:

	ESD1 Pension Expense	ESD2 Pension Expense	Total Pension Expense TESRS
	(In Thousands)		
Service Cost	\$ 10	\$ 19	\$ 29
Interest	78	149	227
Projected Earning on Plan investments	(58)	(111)	(169)
Amortization of differences between projected and actual earnings on plan investments	11	21	
Amortization of Changes of Assumptions	147	279	426
Amortization of Differences between Expected and Actual Experience	18	34	52
Pension plan administrative expense	2	4	6
Changes in Benefit Provisions	13	25	38
Total Pension Expense	<u>221</u>	<u>420</u>	<u>641</u>

Actuarial Assumptions - The total pension liability in the August 31, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 %
Salary increases	N/A
Investment rate of return	7.25%, net of pension plan investment expense, including inflation

Mortality rates were based on the PubS-2010 (public safety) below-median income mortality tables for employees and for retirees, projected for mortality improvement generationally using projection scale MP-2019.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which the expected future net real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These components 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 (currently 4.6 percent) and by adding expected inflation (3.00 percent). In addition, the final 7.5 percent assumption was selected by rounding down. The target allocation and expected arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Allocation	Target	Long-term Expected Net Real Rate of Return
Equities		
Large cap domestic	20 %	5.71 %
Small/mid cap domestic	10 %	5.98 %
Developed international	15 %	6.19 %
Emerging markets	5 %	7.38 %
Global Infrastructure	5 %	6.63 %
Real estate	10 %	4.50 %
Multi asset income	5 %	3.75 %
Fixed income	30 %	1.97 %
Cash	— %	— %
Total	<u>100 %</u>	
Weighted average		4.60 %

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Discount Rate - The discount rate used to measure the total pension liability was 7.5 percent. No projection of cash flows was used to determine the discount rate because the August 31, 2022 actuarial valuation showed that expected contributions would pay the normal cost and amortize the unfunded actuarial accrued liability (UAAL) in 30 years using the conservative level dollar amortization method. Because of the 30-year amortization period with the amortization method, the pension plan's fiduciary net position is expected to be available to make all projected future benefit payments of the current active and inactive members. 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.

Sensitivity Analysis - The following presents the County's net pension liability of the TESRS, calculated using the discount rate of 7.5 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.5 percent) or one percentage point higher (8.5 percent) than the current rate.

Net pension liability/ (asset)	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
	(In Thousands)		
ESD1	\$ 923	\$ 669	\$ 468
ESD2	1,758	1,273	891
Total	<u>\$ 2,681</u>	<u>\$ 1,942</u>	<u>\$ 1,359</u>

The net pension liability was measured as of August 31, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of August 31, 2023. The County's proportion of the net pension liability was based on the County's contributions to the pension plan relative to the contributions of all employers to the plan for the period of September 1, 2024, through August 31, 2025.

At August 31, 2025, the County's proportion of the collective net pension liability was 0.78 percent for ESD1, which was an increase of 0.05 percent from its proportion as of August 31, 2024. At August 31, 2024, the County's proportion of the collective net pension liability was 1.2 percent for ESD2 which was a decrease of 0.1 percent from its proportion as of August 31, 2024.

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions - For the year ended September 30, 2025, the County recognized pension expense of \$34.7 thousand and revenues of \$34.7 thousand from the state.

As of September 30, 2025, the County reported its proportionate share of the TESRS deferred outflows and inflows of resources related to pensions for both Emergency Services Districts from the following sources:

	Deferred Outflows of Resources (In Thousands)	Deferred Inflows of Resources (In Thousands)
Differences between expected and actual experience	\$ 65	\$ -
Changes in assumptions	-	425
Net difference between projected and actual earnings	104	119
Changes in proportionate share	338	779
Contributions made subsequent to measurement date	7	-
	<u>\$ 514</u>	<u>\$ 1,323</u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The \$7.0 thousand reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2026.

Amounts currently 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 ending August 31, :	(In Thousands)
2026	\$ 926
2027	651
2028	(12)
2029	(20)
Thereafter	-
Total	<u>\$ 1,545</u>

J. Other Post-employment Health Care Benefits

Plan Description. The County provides for all full-time employees of the County, post-retirement medical and prescription drug benefits (OPEB) for retirees as they reach normal retirement age. Dependent family members are included in the plan, if at the time of the employee's retirement they were covered by the County's health plan. The Plan is a single-employer, self-funded benefit plan administered by a third party administrator and the County purchases stop loss insurance for claims that exceed a determined threshold. The Plan does not issue a stand-alone financial report, as there are no assets legally segregated for the sole purpose of paying benefits under the Plan. As such, a separate, audited GAAP-basis post employment benefit plan report is not available.

The County's defined benefit OPEB plan is the same plan that provides health and dental benefits to all regular full-time employees and their dependents. The plan is a single employer defined benefit OPEB plan administered by Aetna on behalf of the County. Texas Local Government Code §172 allows the County to establish a risk pool board to provide uniform group health benefits to the employees. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.

Benefits provided. The Plan offers two plans to employees, retirees under 65, and their dependents in the High Deductible Health Plan (CDHP) and Core medical plan. The County also offers health care benefits to retirees over 65 through the Aetna Medicare Advantage Plan. The Plan has separate rate schedules, determined annually, for active employees, retirees, and retirees over 65 for the employee, retiree, and their respective dependents. Retirees in the CDHP and Core plans pay approximately 28.3 percent of the total premium cost for insurance coverage. For retirees over 65 in the Aetna Medicare Advantage Plan, the retiree pays half and the County pays half of the monthly premium.

Employees covered by benefit terms. As of December 31, 2024, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	220
Active plan members	<u>2,807</u>
Total plan members	<u>3,027</u>

Total OPEB Liability

The County's total OPEB Liability reported at September 30, 2025, was \$58.4 million with a measurement date of December 31, 2024. The actuarial valuation was performed as of December 31, 2023.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Actuarial Methods and Assumptions – the total OPEB liability in the December 31, 2024, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate

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”). The Discount rate was 4.05 percent as of the prior measurement date.

Changes in the Total OPEB Liability

	Total OPEB Liability (In
Total OPEB Liability – Beginning	\$ 56,733
Service cost	3,573
Interest on total OPEB liability	2,176
Changes of benefit terms	-
Difference between expected and actual experience of the total OPEB	(121)
Changes of assumptions or other inputs	(2,361)
Benefit payments	(1,616)
Net change in total OPEB liability	<u>1,651</u>
Total OPEB Liability- Ending	<u>\$ 58,384</u>

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the Plan’s total OPEB liability, calculated using a discount rate of 3.77 percent, as well as what the Plan’s total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

	1% Decrease 3.08%	Current Discount Rate 4.08% (In Thousands)	1% Increase 5.08%
Total OPEB liability	<u>\$ 66,521</u>	<u>\$ 58,384</u>	<u>\$ 51,610</u>

Sensitivity of the total OPEB liability to changes in the in the healthcare cost trend rates. The following presents the Plan’s total OPEB liability, calculated using the assumed trend rates as well as what the Plan’s total OPEB liability would be if it were calculated using a trend rate one percent lower or one percent higher:

	1% Decrease	Health Care Cost Trend Rate (In Thousands)	1% Increase
Total OPEB liability	<u>\$ 49,762</u>	<u>\$ 58,384</u>	<u>\$ 69,255</u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

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

For the year ended September 30, 2025, the County recognized OPEB expense of \$4.2 million. At September 30, 2025, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resource (In Thousands)	Deferred Inflows of Resources (In Thousands)
Differences between expected and actual experience	\$ 824	\$ 4,462
Changes in assumptions	12,520	15,954
Changes in proportionate share	-	-
Contributions made subsequent to measurement date	663	-
Total	\$ 14,007	\$ 20,416

The \$0.7 million reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended September 30, 2026.

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

Year ending September 30	Net Deferred Outflows/(Inflows) (In Thousands)
2026	\$ (924)
2027	(924)
2028	(1,166)
2029	(1,015)
2030	(913)
Thereafter	(2,130)
Total	\$ (7,072)

Plan description and benefits provided – Component Unit. UMC provides certain medical benefits to eligible retirees who are age 60 or older and have 20 years of service. Eligible employees are able to elect medical coverage for themselves (and spouses and dependents, as applicable). Benefits will end when the retiree reaches age 65 or starts receiving Medicare benefits, whichever occurs first. UMC funds these other post employment benefits on a pay-as-you-go basis, meaning UMC will pay benefits as they come due. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75. The OPEB liability was \$2.0 million at both September 30, 2025, and 2024. Due to immateriality of the estimated liability, the remaining OPEB disclosures and required supplementary information have been omitted from the financial statements.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

K. Property Taxes

Levy and Collection. Property is appraised and a lien on such appraised property becomes enforceable as of January 1, subject to certain established procedures relating to rendition, appraisal, appraisal review, and judicial review. Property taxes are levied on October 1 of the assessment year, or as soon thereafter as practicable. Taxes are due and payable when levied. Taxes become delinquent on February 1 of the following year and are then subject to interest and penalty charges. The City of El Paso, under an inter-local governmental agreement, bills and collects property taxes for the County and certain other local governmental entities.

Tax Rate. The County's total tax rate for fiscal year 2025 was \$0.426323 per \$100 of assessed valuation; \$0.406984 was allocated for maintenance and operations, of which, two cents is allocated to the County's Capital Improvement Plan, and \$0.051905 was allocated to the debt service funds. State law permits the County to levy property taxes up to \$0.80 per \$100 of assessed valuation for the general fund and up to \$0.15 per \$100 assessed valuation for the road and bridge fund.

Legislation Affecting Property Tax Policies and Procedures. In 1979, the State Legislature adopted a comprehensive property tax code which established a Countywide appraisal District in each County within the State of Texas. The Central Appraisal District (CAD), created in the County of El Paso, is responsible for the appraisal of taxable property and the equalization of appraised values of property for the taxing entities within the appraisal District. The CAD is governed by a board of directors appointed by the governing bodies of certain taxing entities within the appraisal District.

The property tax code:

1. requires that all taxing entities assess taxable property at 100 percent of appraised value;
2. includes procedures for valuation of certain eligible farm, ranch and timberlands on a "production capacity" basis which was mandated by a 1978 amendment to the State constitution;
3. requires that the value of real property within the Appraisal District be reviewed at least once every three years;
4. requires a taxing entity, other than a school or water District, to calculate two tax rates, the no-new-revenue tax rate and the voter-approval tax rate; and
5. requires giving public notice and conducting a public hearing before adopting a tax rate that will exceed the voter- approval or the no-new-revenue tax rate, whichever is lower.

L. Tax Abatement

El Paso County enters into tax abatement agreements with local businesses under Texas Local Government Code, Chapter 381 - County Development and Growth. Texas Local Government Code, Chapter 381 - County Development and Growth allows counties to provide loans and grants in exchange for business location and commercial activity. All agreements are approved by Commissioners Court.

It is the policy of the County of El Paso to provide incentives to selected private businesses that make or will make a measurable difference in achieving economic growth and development, expanding and diversifying the tax base, and creating new quality jobs within the County of El Paso. The County requires that projects in the incentive agreements demonstrate the potential to generate revenues to the County, which outweigh costs associated with those incentives. The project must also fall under at least one of four categories (quality jobs, business-type, capital intensive project, local homegrown business) or one of eight investment zones (Downtown El Paso, Mission Trail, County Airport in Fabens, Tornillo Port of Entry, Northwest, Northgate, Alameda, and Horizon City) within the County. Some agreements provide for a rebate of property, sales and use, hotel occupancy, or occupational taxes based on incremental taxes and others provide for a sharing of the taxes (percentage rebates) above certain amounts.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

If a project is not completed as specified, or the terms of the agreement are not met, the County has the right to cancel or amend agreements, recapture any rebated or exempted taxes, and assess penalty payments for the amounts previously secured by County liens against the property and all previously waived fees and abated/rebated taxes shall become due to the County. For the fiscal year ended September 30, 2025, the County abated taxes totaling \$1.3 million. Those projects that have a total estimated rebate, or other commitment, of \$1 million or more are detailed below.

EPT Development Montecillo – In January 2012, through a 20-year redevelopment agreement, the County agreed to rebate 50 percent of the County's portion of the ad valorem incremental tax value. The developer agreed to construct a smart code development, mixed development, apartments, and retail establishments. The maximum rebate amount is \$12.2 million with a remaining payout of \$10.6 million. A \$304 thousand payment was made for fiscal year 2025.

Marmaxx (aka The TJX Companies, Inc.) – Under the agreement entered in October 2020, the County agreed to rebate 50-90 percent of the value of the County's portion of the ad valorem real property tax revenue for 15 consecutive years. The Company agreed to develop unimproved property to encourage increased economic development in the County, to improve real property for the construction of a warehouse distribution center and to employ in year one, 250 employees and by year five, 950 employees. The agreement also includes \$700 thousand in grant payments. The maximum rebate amount is \$5.4 million with remaining payout of \$5.3 million. Payments of \$733.7 thousand were issued for ad valorem tax rebates during fiscal year 2025.

Mills Plaza Properties II LP – In December 2018, the County agreed to rebate 75 percent of the County's portion of the ad valorem property tax revenue on the incremental tax value and 25 percent of the local hotel occupancy tax for 18 years. The developer agreed to renovate an historic property and keep the historical character. Once completed, the building will be transformed into a 4.5-star hotel and create and sustain a total of 76 full-time positions. The maximum rebate amount is \$1.3 million with a remaining payout of \$1.1 million. A \$91.3 thousand payment was made for fiscal year 2025.

The Fountains at Farah, L.P. – In February 2009, the County entered into an agreement under which this developer would construct an upscale shopping center and the County would reimburse 100% of the ad valorem real property tax revenue increment based upon the increased value of the property over the base property tax valuation. The County also agreed to reimburse 100% of the County's one-half percent of Sales and Use Tax revenue. The maximum rebate amount is Net Present Value (NPV) adjusted \$3.9 million with a remaining payout of \$2.1 million. No payments were issued in fiscal year 2025.

WestStar Tower – Under the agreement entered into in May 2018, the County agrees to rebate 75 percent of the County's portion of the ad valorem real and personal property tax revenue for 15 consecutive years. WestStar has agreed to redevelop the property into a new multi-level, multi-tenant building. The building will serve as corporate headquarters for Hunt Companies and WestStar Bank. WestStar Tower will offer on-site parking, with approximately 725 parking spaces available to the public. Additionally, the ground-level floor will be comprised of retail space along with park-like green space also available to the public. The maximum payout is \$2.9 million with a remaining payout of \$2.6 million. No payments were issued in fiscal year 2025.

Vinton Steel, LLC — November 2024, The County entered into a Chapter 381 Economic Development Program Agreement with Vinton Steel, LLC for a plant expansion at 8100 Border Steel Rd (Vinton, TX), with the Company estimating a minimum investment of \$230 million. The agreement provides annual incentives capped at \$4.1 million, consisting primarily of a rebate/grant of the County's incremental ad valorem property tax revenues (staggered at 90% years 1–3, 75% years 4–6, and 50% years 7–10) plus a customized training grant of \$8 thousand per year for five years (total \$40 thousand); incentives are subject to annual compliance/approval and include remedies/recapture provisions for noncompliance. No tax rebate/training grant payments were made in fiscal year 2025 (rebate period begins 1/1/2028).

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Wiwynn Technology Corporation — September 2025 — El Paso County entered into a Chapter 381 Economic Development Agreement with Wiwynn Technology Corporation that provides for a Property Tax Grant equal to 80% of the County's portion of incremental ad valorem tax revenue generated by the Project, capped at \$1.9 million over the term of the agreement. The agreement also provides for total County grant funds not to exceed \$2.0 million (including other eligible grant components, if applicable). No tax rebate payments have been made in fiscal year 2025.

EATON Corporation — April 2024 — El Paso County entered into a Chapter 381 Economic Development Agreement with Eaton Corporation related to the Eaton Plant Expansion Project. The agreement provides for an annual economic development grant/rebate based on a portion of the County's ad valorem real property tax increment and personal property tax valuation generated by the project, contingent on the Company meeting the agreement requirements and submitting the required annual documentation. The total incentive is capped at \$1.2 million and includes a Customized Training Grant of up to \$100 thousand (paid as \$10 thousand per year during the first ten years of the grant period).

Tax Abatement Agreements of Other Governments that Reduce El Paso County Tax Revenue - The County established a quantitative threshold of \$500 thousand total estimated rebate or other commitment attributed to agreements of other governmental entities that will reduce the County's tax revenue to determine which foregone tax revenues to disclose individually. There were no such tax abatement agreements in fiscal year 2025.

M. Federal and State Grants

Federal and State grants available for expenditure for general governmental operating purposes are accounted for in the special revenue fund. The accounting periods of most grants are different from the County's accounting period.

N. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of property; errors and omissions; and natural disasters. The County has purchased commercial insurance to cover any claims up to a certain limit with deductibles ranging from \$25 thousand to \$500 thousand in both liability and property and has elected to self-insure against any risk over the covered amounts. The County has not experienced any claims exceeding the commercial insurance coverage in the past several years.

The County retains the risk of loss relating to workers compensation and unemployment liability. Contributions to cover any claims for unemployment are made to a third party administrator with the liability funded on a pay-as-you-go basis. Contribution adjustments are made throughout the year in order to maintain the reserves necessary to meet future claims determined on historical trends. Claims for workers compensation are processed through a third party administrator and also funded on a pay-as-you-go-basis. The estimated potential claims, which are reported in the accompanying financial statements, totaled \$3.9 million. This estimate includes amounts for non-incremental claim adjustment expenses related to specific claims. Changes in the balances of claims liabilities during the past year are as follows:

	Year Ended September 30, 2025	Year Ended September 30, 2024
	(In Thousands)	
Unpaid claims, beginning of fiscal year	\$ 3,838	\$ 3,550
Incurred claims (including incurred but not reported)	1,420	1,769
Claim payments	(1,348)	(1,481)
Unpaid claims, end of fiscal year	<u>\$ 3,910</u>	<u>\$ 3,838</u>

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The risk financing for the health benefits fund is accounted for as an internal service fund. Contributions to the fund are made as charges to the departments for all full time regular employees. Contributions are also made to the fund by employees for family coverage, and retirees and their families eligible for participation in the health and life plan. Health premium rates are assessed on an annual basis and adjustments are made accordingly on January 1. Rate increases are made due to increases in the cost of medical care. The Risk Pool Board has made a commitment to assess and recommend to Commissioners Court any increase necessary to keep pace with health care costs.

For fiscal year 2025, the County purchased stop loss insurance to cover individual health claims that exceed \$300 thousand. During the fiscal year, two claims were filed with the stop loss insurance carrier. Also at year-end, the County had outstanding health claims in the amount of \$590.3 thousand, which will be liquidated within sixty days.

O. Encumbrances

The County had outstanding encumbrances at year-end as shown in the following table.

	Encumbrances included in:		
	Restricted Fund Balance	Assigned Fund Balance (In Thousands)	Total
General Fund	\$ -	\$ 7,709	\$ 7,709
Special Revenue Grants	7,487	-	7,487
Non-major Funds	4,796	25,256	30,052
Total	<u>\$ 12,283</u>	<u>\$ 32,965</u>	<u>\$ 45,248</u>

P. Payroll and Workers Compensation Receivable/Payable

The County utilizes the payroll fund to account for those liabilities relating to payroll. The payroll fund maintains a \$30 thousand cash imprest balance to cover unforeseen payroll liabilities or adjustments necessary during the normal course of operations and to protect against the possibility of an overdraft because of such adjustments. The County utilizes a self-funded workers compensation fund to account for employer contributions and related workers compensation claims. As a means of ensuring adequate funds remain in this account, the County authorized maintaining a \$150 thousand imprest amount to ensure funds are available at all times to meet workers compensation claims during times claims should exceed contributions while the County, which is responsible to pay for such claims, provides additional funding. These amounts represent an interfund loan which at year end is reversed and reported in the general fund

Q. Federal Commodities

For fiscal year ended September 30, 2025, the County received federal commodities in the amount of \$2.9 thousand for the Juvenile Probation Department.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

R. Changes in Accounting Principle

During fiscal year 2025, changes in accounting principle resulted in restatements of beginning balances of net position for the government-wide reporting unit:

	Government-Wide Governmental Activities (In Thousands)
9/30/2024, as previously reported	\$ 105,498
Change in Accounting Principle:	
Compensated absences liability	(11,209)
Total Changes in Accounting Principle	(11,209)
9/30/2024, as restated	\$ 94,289

In 2025 the County implemented the provisions of GASB Statement No. 101, Compensated Absences, which revised the recognition and measurement criteria for compensated absence liabilities. The implementation of GASB Statement No. 101 represents a change in accounting principle and was applied retroactively by restating beginning net position for the cumulative effect of applying the new standard to prior periods. As a result, beginning net position decreased by \$11,209,000.

S. Joint Ventures

Certain counties in the State of Texas, including the County of El Paso, were statutorily authorized to impose an additional motor vehicle registration fee to be used for long-term transportation projects with the requirement that the revenues derived from this fee be remitted to a regional mobility authority located in the County to fund long-term transportation projects in the County. The County and the Camino Real Regional Mobility Authority entered into an inter-local agreement which requires a specific project agreement between these parties before the pledge of expenditures or revenues from the Special Vehicle Registration Fee.

El Paso County is a participating member of the El Paso Transportation Authority, a Local Government Corporation (LGC) established under Subchapter D, Chapter 431 of the Texas Transportation Code. The Authority is structured as a joint venture among local municipalities and public entities within El Paso County to support the development and coordination of regional multimodal transportation solutions. As outlined in Article I and Article III of the Corporation's Bylaws, each member government is required to apply for membership, execute a membership agreement, and contribute a membership fee to join the LGC. El Paso County retains an ongoing financial interest through its initial contribution, representation on the Board of Directors, and active participation in transportation policy and project development efforts. The LGC financials are currently included in the Rio Grande Council of Governments' financials which can be requested from Rio Grande Council of Governments, 8037 Lockheed, Suite 100, El Paso, Texas 79925. In 2024, the County's contribution to EPATS was \$787 thousand in addition to being the direct grant awardee for several transportation grants on behalf of EPATS. The rural transportation programs funded by the transportation grants on behalf of EPATS included non-cash transactions totaling \$2.7 million, representing the gross costs, passenger fares kept by the seller, and provider contributions.

T. Related Party Transactions

From time to time, the County may enter into transactions with related parties through the normal course of business. If a Commissioner or the Judge has a conflict of interest, proper documentation is completed, and he/she is required to abstain from any discussion or voting regarding the matter. Management is not aware of any material related party transactions that occurred during the year ended September 30, 2025.

COUNTY OF EL PASO, TEXAS
Notes to the Financial Statements
September 30, 2025

NOTE 3. DETAILED NOTES ON ALL FUNDS (CONTINUED)

U. Subsequent Events

On April 27, 2026, the County approved an order authorizing the issuance of up to \$45.805 million of El Paso County, Texas General Obligation Refunding and improvement Bonds, Series 2026. The order includes authorization for the refunding of previously issued General Obligation Refunding Bonds, Series 2016A in an amount not to exceed \$18.305 Million and up to \$27.5 million of General Obligation Bonds for the public purpose of constructing, rehabilitating, renovating, improving, upgrading, updating, expanding, enlarging, and equipping (i) the County's parks and recreational spaces; (ii) facilities for the County's Office of the Medical Examiner; and (iii) the County's Animal Shelter; and to pay the costs of issuing the bonds.. These bonds are expected to have an issuance date of July 8, 2026, and accrue interest from the issuance date payable on February 15 and August 15 of each year commencing February 15, 2027. Those portions of Bonds allocated to the Improvement Projects shall mature no later than February 15, 2057, and those allocated to the Refunding shall mature no later than February 15, 2032.

UMC had no subsequent events subject to disclosure.

ESD1 had no subsequent events subject to disclosure.

ESD2 had no subsequent events subject to disclosure.

EL PASO COUNTY, TEXAS
REQUIRED SUPPLEMENTARY
INFORMATION

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final	Amounts	
REVENUES				
Taxes:				
Property	\$ 253,451	\$ 253,451	\$ 255,693	\$ 2,242
Sales	74,281	74,281	83,432	9,151
Motor vehicle sales tax	7,590	7,590	7,443	(147)
Bingo	36	36	31	(5)
Mixed beverage	4,053	4,053	4,070	17
Licenses and permits	374	374	330	(44)
Intergovernmental	5,796	5,816	10,916	5,100
Charges for services	20,769	20,769	25,801	5,032
Fines and forfeitures	3,899	3,899	4,742	843
Interest	11,422	11,422	9,871	(1,551)
Miscellaneous	577	577	864	286
Total revenues	382,249	382,268	403,192	20,925
EXPENDITURES				
Current:				
General government				
Personnel	73,773	62,317	58,579	3,738
Operating	74,626	67,430	36,878	30,552
Total general government	148,399	129,747	95,457	34,290
Administration of justice				
Personnel	85,347	85,899	82,597	3,302
Operating	10,305	11,694	11,002	692
Total administration of justice	95,652	97,593	93,599	3,994
Public safety				
Personnel	131,530	142,616	134,525	8,091
Operating	28,728	34,957	33,283	1,674
Total public safety	160,258	177,573	167,808	9,765
Health and welfare				
Personnel	7,105	7,108	6,462	646
Operating	6,594	7,623	6,190	1,433
Total health and welfare	13,699	14,731	12,652	2,079
Community services				
Personnel	355	356	236	120
Operating	310	447	233	214
Total community services	665	803	469	334

Exhibit 12

County of El Paso, Texas
Statement of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final	Amounts	
Resource development				
Personnel	2,419	2,386	2,160	226
Operating	5,482	5,528	1,884	3,644
Total resource development	7,901	7,914	4,044	3,870
Culture and recreation				
Personnel	5,739	5,739	5,028	711
Operating	4,381	4,854	3,586	1,268
Total culture and recreation	10,120	10,593	8,614	1,979
Public works				
Personnel	1,866	1,645	1,556	89
Operating	471	531	91	440
Total public works	2,337	2,176	1,647	529
Capital outlays	7,875	9,953	1,444	8,509
Total expenditures	446,906	451,083	385,734	65,349
Excess (deficiency) of revenues over (under) expenditures	(64,658)	(68,815)	17,459	86,274
OTHER FINANCING SOURCES (USES)				
Transfers in	1,829	1,829	2,348	519
Transfers out	(20,163)	(20,702)	(14,897)	5,805
Loans	—	—	—	—
RTU leases	—	—	3,768	3,768
RTU SBITAs	—	—	926	926
Total other financing sources (uses)	(18,334)	(18,873)	(7,856)	11,018
Net change in fund balances	(82,992)	(87,688)	9,604	97,292
Fund balance - beginning	96,229	96,229	96,229	—
Error correction	—	—	—	—
Fund balance - beginning, as restated	96,229	—	96,229	—
Fund balance - ending	\$ 192,458	\$ 8,541	\$ 105,833	\$ 97,292

County of El Paso, Texas
Notes to Schedule of Revenues, Expenditures, and Changes in
Fund Balances – Budget and Actual - General Fund
For the Year Ended September 30, 2025
(In Thousands)

General Fund
over (under)

BUDGETARY REVENUES

Differences - final budget to actual:

Taxes (sales) - Actual sales tax revenue came in higher than the budgeted amount primarily because the county used conservative estimates when planning its budget, while real economic activity during the year turned out to be stronger than expected. Increased consumer spending, business activity, and the effects of inflation all contributed to higher taxable sales, which in turn generated more revenue than anticipated. This difference highlights the gap between forecasted assumptions made before the fiscal year and actual economic conditions as they unfolded. \$ 9,151

Intergovernmental - The difference between budgeted and actual intergovernmental revenue is typically due to timing and variability in funding from state and federal sources. While the county includes expected grants and reimbursements in its budget, the actual amounts received can differ depending on when funds are awarded, approved, or reimbursed during the fiscal year. Delays, additional grant awards, or changes in funding allocations can all cause actual intergovernmental revenue to come in either above or below the original budget, reflecting the less predictable nature of these external funding sources. 5,100

Charges for services - Differences between budgeted and actual charges for services revenue are usually driven by changes in demand for county-provided services. While the county estimates this revenue based on expected usage, actual collections can vary depending on how many people use services such as permits, fees, or program offerings during the year. Higher-than-expected usage, fee adjustments, or increased activity can lead to revenues exceeding the budget, while lower demand or delays in service delivery can result in collections falling short of projections. 5,032

BUDGETARY EXPENDITURES

Differences - original budget to final budget:

General Government - All wage adjustments for every government function, where applicable, are budgeted within the general and administrative account. This account is also used to pay other agencies for various services, including the Central Appraisal District, tax collection services provided by the City of El Paso, contingency-related expenses, legal counsel, and settlement costs. In addition, it covers major transfers out for capital projects, grant matches, and a transfer to the Road and Bridge Fund to support paving needs. (18,652)

Public Safety - This year marks the first year of the negotiated four-year collective bargaining agreement with the El Paso County Sheriff's deputies and detention officers, which governs salary and benefit compensation and accounts for much of the upward expense trend in this area. Additional contributors to this program's expense history and total budget include the Juvenile Probation Department, which operates the post-adjudication facility that houses juvenile offenders, as well as a juvenile challenge boot camp. 17,315

Capital Outlays - Used to account for major expenditures related to the acquisition of furnishings, equipment, and other significant capital investments. These initiatives were undertaken to promote cost efficiency and to realize lease-related savings in future years. In fiscal year 2013, the Commissioners committed to allocating the value of one cent from Maintenance and Operations as a contribution to the Capital Project Fund to support the growing needs of county departments. \$ 2,078

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County of El Paso

Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios

For the Year Ended December 31, 2025 (In Thousands)

Measurement Date December 31,	2024	2023	2022	2021
Total pension liability				
Service cost	\$ 38,247	\$ 32,010	\$ 29,748	\$ 31,891
Interest on total pension liability	124,333	107,614	101,376	95,934
Difference between expected and actual experience	(7,381)	135,465	5,603	4,935
Change of assumptions	-	-	-	4,827
Change of economic/demographic (gains) or losses	9,012	7,628	5,809	(7,202)
Benefit payments/refunds of contributions	<u>(72,064)</u>	<u>(65,992)</u>	<u>(59,528)</u>	<u>(53,871)</u>
Net Change in Total Pension Liability	92,147	216,725	83,008	76,514
Total Pension Liability, Beginning	<u>1,633,091</u>	<u>1,416,366</u>	<u>1,333,358</u>	<u>1,256,844</u>
Total Pension Liability, Ending (a)	<u>\$ 1,725,238</u>	<u>\$ 1,633,091</u>	<u>\$ 1,416,366</u>	<u>\$ 1,333,358</u>
Plan fiduciary net position				
Contributions - employer	\$ 44,361	\$ 40,561	\$ 36,803	\$ 32,897
Contributions - employee	16,031	14,875	13,726	12,804
Net investment income	139,911	137,201	(77,601)	241,581
Benefit payments/refunds of contributions	(72,064)	(65,992)	(59,528)	(53,872)
Administrative expenses	(818)	(718)	(732)	(723)
Other	<u>(235)</u>	<u>(290)</u>	<u>(172)</u>	<u>77</u>
Net Change in Fiduciary Position	127,186	125,637	(87,504)	232,764
Fiduciary Net Position, Beginning	<u>1,375,011</u>	<u>1,249,374</u>	<u>1,336,878</u>	<u>1,104,114</u>
Fiduciary Net Position, Ending (b)	<u>1,502,197</u>	<u>1,375,011</u>	<u>1,249,374</u>	<u>1,336,878</u>
Net pension liability = (a)-(b)	<u>\$ 223,041</u>	<u>\$ 258,080</u>	<u>\$ 166,992</u>	<u>\$ (3,520)</u>
Fiduciary Net Position as a Percentage of Total Pension Liability	87.07%	84.20%	88.21%	100.26%
Covered Payroll	\$ 228,372	\$ 212,270	\$ 194,936	\$ 182,768
Net Pension Liability as a Percentage of Covered Payroll	97.67%	121.58%	85.67%	-1.93%

2020	2019	2018	2017	2016	2015
\$ 27,686 90,250	\$ 26,762 84,588	\$ 26,017 79,234	\$ 29,741 81,728	\$ 28,654 75,075	\$ 29,546 73,345
- 75,875	- -	- -	(85,765) (705)	(3,296) -	(95,848) 12,468
934 (47,882)	3,924 (44,781)	2,719 (40,539)	(12,940) (37,772)	377 (34,261)	(4,737) (30,298)
146,863	70,493	67,431	(25,713)	66,549	(15,524)
<u>1,109,981</u>	<u>1,039,488</u>	<u>972,057</u>	<u>997,770</u>	<u>931,221</u>	<u>946,745</u>
<u>\$ 1,256,844</u>	<u>\$ 1,109,981</u>	<u>\$ 1,039,488</u>	<u>\$ 972,057</u>	<u>\$ 997,770</u>	<u>\$ 931,221</u>
\$ 34,063 13,334 103,495 (47,882) (808) 79	\$ 30,543 12,614 141,641 (44,781) (763) 84	\$ 30,048 12,279 (16,329) (40,539) (692) 140	\$ 27,849 11,851 111,634 (37,772) (584) 20	\$ 26,802 12,096 52,459 (34,261) (571) (685)	\$ 24,826 11,298 (9,496) (30,298) (512) (660)
102,281	139,338	(15,093)	112,998	55,840	(4,842)
<u>1,001,833</u>	<u>862,495</u>	<u>877,588</u>	<u>764,590</u>	<u>708,750</u>	<u>713,592</u>
<u>1,104,114</u>	<u>1,001,833</u>	<u>862,495</u>	<u>877,588</u>	<u>764,590</u>	<u>708,750</u>
<u>\$ 152,730</u>	<u>\$ 108,148</u>	<u>\$ 176,993</u>	<u>\$ 94,469</u>	<u>\$ 233,180</u>	<u>\$ 222,471</u>
87.85%	90.26%	82.97%	90.28%	76.63%	76.11%
\$ 190,298	\$ 179,983	\$ 175,413	\$ 169,293	\$ 179,136	\$ 159,869
80.26%	60.09%	100.90%	55.80%	130.17%	139.16%

County of El Paso

Required Supplementary Information
Schedule of Employer Pension Contributions
TCDRS

SEPTEMBER 30, 2025

Last 10 Fiscal Years (In Thousands)

Year Ending December 31,	Actuarially Determined Contribution (1)	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll (2)	Contributions as a % of Covered Payroll
2016	\$ 24,812	\$ 24,826	\$ (14,783)	\$ 159,869	15.5%
2017	26,802	26,802	-	172,136	15.6%
2018	27,849	27,849	-	169,293	16.5%
2019	29,434	30,048	(613,937)	175,413	17.1%
2020	30,543	30,543	-	179,983	17.0%
2021	34,063	34,063	-	190,298	17.9%
2022	32,897	32,897	-	182,768	18.0%
2023	36,803	36,803	-	194,936	18.9%
2024	40,561	40,561	-	212,270	19.1%
2025	44,361	44,361	-	228,250	19.4%

Notes to Schedule:

(1) TCDRS calculates actuarially determined contributions on a calendar year basis. Procedures have been applied to actuarial amounts to roll forward to the fiscal year amounts as required by GASB 68.

(2) Payroll is calculated based on contributions as reported to TCDRS

Valuation Date: Actuarially determined contribution rates are calculated each 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:

Actuarial Cost Method	Entry age (level percentage of pay)
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	15.8 years (based on contribution rate calculated in 12/31/2024 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation
Investment Rate of Return	7.50%, net of administrative and investment expenses, including inflation
Retirement Age	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.
Mortality	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.

Other Information:

Notes: There were no benefit changes during the year

Information presented in this schedule has been determined as of the County's most recent fiscal year end (September 30) in accordance with GASB 68.

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County of El Paso

Schedule of Changes in Total Other Post-Employment Benefit Liability and Related Ratios Supplemental Death Benefits Fund

For the Year Ended September 30, 2025

Measurement Date September 30,	2025	2024	2023
Total OPEB liability			
Service cost	\$ 3,573	\$ 2,847	\$ 4,097
Interest on total OPEB liability	2,176	1,966	1,155
Changes in Benefits Terms	-	-	-
Differences in actuarial experience	(121)	66	250
Change of assumptions	(2,361)	5,589	(17,418)
Benefit payments	(1,616)	(1,722)	(1,599)
Net change in total OPEB liability	1,651	8,746	(13,515)
Total OPEB liability, beginning	56,733	47,987	61,502
Total OPEB liability, ending (a)	\$ 58,384	\$ 56,733	\$ 47,987
Covered-employee payroll	\$ 221,750	\$ 205,428	\$ 189,072
Total OPEB liability as a percentage of covered-employee payroll	26.33%	27.62%	25.38%

Note: 10 years of data is required to be provided in this schedule. As of year-end, all years are not available. Additional years will be added in the future as the information becomes available.

NOTES TO SCHEDULE

Valuation Date:

Actuarially determined contribution rates are calculated as of December 31st and become effective on January 1st, 13 months and a day later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Individual entry-age normal
Inflation	2.50%
Salary increases	0.40% to 5.25%, not including wage inflation of 3.00%
Discount rate	4.08%
Demographic Assumptions	Based on the 2023 experience study conducted for the Texas County and District Retirement System (TCDRS)
Mortality	For healthy retirees, the Pub-2010 General Retirees Tables for males and females are used with male rates multiplied by 135% and female rates multiplied by 120%. Those rates are projected on a fully generational basis based on 100% of the ultimate rates of mortality improvement scale MP-2021.
Health Care Trend Rates	Pre-65: Initial rate of 7.20% declining to an ultimate rate of 4.25% after 15 years Post-65: Initial rate of 5.10% declining to an ultimate rate of 4.25% after 9 years
Participation Rates	27% for those retiring between ages 50 and 64; 45% for those retiring after age 65 or through disability

2022	2021	2020	2019	2018
\$ 3,731	\$ 2,936	\$ 2,470	\$ 2,457	\$ 2,113
1,200	1,372	1,727	1,524	1,520
-	-	-	-	-
899	117	(10,555)	(224)	-
(1,785)	6,517	10,155	(2,733)	3,202
<u>(1,401)</u>	<u>(991)</u>	<u>(408)</u>	<u>(613)</u>	<u>(1,155)</u>
2,644	9,951	3,389	411	5,680
<u>58,858</u>	<u>48,907</u>	<u>45,518</u>	<u>45,107</u>	<u>39,427</u>
<u>\$ 61,502</u>	<u>\$ 58,858</u>	<u>\$ 48,907</u>	<u>\$ 45,518</u>	<u>\$ 45,107</u>
\$ 184,200	\$ 191,135	\$ 180,971	\$ 175,559	170,180
33.39%	30.79%	27.02%	25.93%	26.51%

County of El Paso

Schedule of Changes in Net Pension Liability and Related Ratios El Paso County Hospital District - Component Unit

For the Year Ended December 31, 2025 (In Thousands)

Measurement Date December 31,	2024	2023	2022	2021
Total pension liability				
Service cost	\$ 26,324	\$ 22,503	\$ 19,221	\$ 18,533
Interest on total pension liability	56,045	51,400	47,242	43,781
Difference between expected and actual experience	-	-	-	-
Change of assumptions	-	-	-	729
Change of economic/demographic (gains) or losses	8,914	7,594	7,167	2,200
Benefit payments/refunds of contributions	(25,166)	(23,266)	(21,172)	(19,643)
Net Change in Total Pension Liability	66,117	58,231	52,458	45,600
Total Pension Liability, Beginning	723,467	665,236	612,778	567,178
Total Pension Liability, Ending (a)	\$ 789,584	\$ 723,467	\$ 665,236	\$ 612,778
Plan fiduciary net position				
Contributions - employer	\$ 24,014	\$ 20,965	\$ 19,536	\$ 15,904
Contributions - employee	16,009	13,775	11,898	10,505
Net investment income	69,304	65,937	(37,487)	111,899
Benefit payments/refunds of contributions	(25,166)	(23,266)	(21,172)	(19,643)
Administrative expenses	(415)	(353)	(351)	(338)
Other	1,019	820	1,950	334
Net Change in Fiduciary Position	84,765	77,878	(25,626)	118,661
Fiduciary Net Position, Beginning	676,813	598,935	624,561	505,900
Fiduciary Net Position, Ending (b)	761,578	676,813	598,935	624,561
Net pension liability = (a)-(b)	\$ 28,006	\$ 46,654	\$ 66,301	\$ (11,783)
Fiduciary Net Position as a Percentage of Total Pension Liability	96.45%	93.55%	90.03%	101.92%
Covered Payroll	\$ 320,185	\$ 275,493	\$ 237,954	\$ 210,091
Net Pension Liability as a Percentage of Covered Payroll	8.75%	16.93%	27.86%	-5.61%

	2020	2019	2018	2017	2016	2015
\$	14,928	\$ 13,225	\$ 12,844	\$ 12,690	\$ 12,162	\$ 11,531
	40,166	37,029	33,980	31,131	28,134	26,051
	-	-	4,884	-	-	(2,467)
	36,232	-	-	1,902	-	4,304
	3,480	2,927	35	1,746	865	(3,230)
	(16,822)	(15,528)	(13,463)	(11,486)	(10,307)	(9,474)
	77,984	37,653	38,280	35,983	30,854	26,715
	<u>489,194</u>	<u>451,541</u>	<u>413,261</u>	<u>377,278</u>	<u>346,424</u>	<u>319,709</u>
\$	<u>567,178</u>	<u>\$ 489,194</u>	<u>\$ 451,541</u>	<u>\$ 413,261</u>	<u>\$ 377,278</u>	<u>\$ 346,424</u>
\$	15,345	\$ 12,412	\$ 10,530	\$ 10,064	\$ 8,981	\$ 8,294
	9,787	8,501	7,800	7,683	7,060	6,490
	46,615	62,874	(7,123)	48,385	22,427	(2,734)
	(16,822)	(15,528)	(13,463)	(11,486)	(10,307)	(9,474)
	(370)	(344)	(308)	(256)	(244)	(217)
	<u>285</u>	<u>248</u>	<u>184</u>	<u>96</u>	<u>651</u>	<u>149</u>
	54,840	68,163	(2,380)	54,486	28,568	2,508
	<u>451,060</u>	<u>382,897</u>	<u>385,277</u>	<u>330,791</u>	<u>302,223</u>	<u>299,715</u>
	<u>505,900</u>	<u>451,060</u>	<u>382,897</u>	<u>385,277</u>	<u>330,791</u>	<u>302,223</u>
\$	<u>61,278</u>	<u>\$ 38,134</u>	<u>\$ 68,644</u>	<u>\$ 27,984</u>	<u>\$ 46,487</u>	<u>\$ 44,201</u>
	89.20%	92.20%	84.80%	93.23%	87.68%	87.24%
\$	195,588	\$ 170,028	\$ 155,998	\$ 153,652	\$ 141,207	\$ 129,797
	31.33%	22.43%	44.00%	18.21%	32.92%	34.05%

County of El Paso

Required Supplementary Information
Schedule of Employer Contributions
El Paso County Hospital District - Component Unit
TCDRS

SEPTEMBER 30, 2025

Last 10 Fiscal Years (In Thousands)

Year Ending September 30,	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll (1)	Contributions as a % of Covered Payroll
2016	\$ 9,163	\$ 9,163	\$ -	\$ 143,894	6.4%
2017	9,798	9,798	-	150,570	6.5%
2018	10,420	10,420	-	155,455	6.7%
2019	11,936	11,936	-	166,322	7.2%
2020	14,061	14,061	-	182,179	7.7%
2021	15,708	15,708	-	205,557	7.6%
2022	18,408	18,408	-	228,836	8.0%
2023	19,778	19,778	-	255,349	7.7%
2024	23,372	23,372	-	310,473	7.5%
2025	24,015	24,015	-	325,896	7.4%

Notes to Schedule:

(1) Payroll is calculated based on contributions as reported to TCDRS.

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry age normal cost
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	15.9 years
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	4.7% average over career including inflation
Investment Rate of Return	7.5% net of pension plan investment expense, including inflation
Retirement Age	61 (average)

Mortality 135% of the Pub-2010 General Retirees Table for males and 120% of the Pub- 2010 General Retirees Table for females, both projected with 110% of the MP- 2021 Ultimate scale after 2010

Other Information:

Notes: There were no benefit changes during the year

Information presented in this schedule has been determined as of the County's most recent fiscal year end (September 30) in accordance with GASB 68.

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County of El Paso

Schedule of Changes in Net Pension Liability and Related Ratios
El Paso County Emergency Services District 1 - Component Unit

For the Year Ended December 31, 2025 (In Thousands)

Measurement Date December 31,	2024	2023	2022	2021
Total pension liability				
Service cost	\$ 208	\$ 115	\$ 70	\$ 59
Interest on total pension liability	62	35	21	13
Difference between expected and actual experience	-	9	21	1
Change of assumptions	-	-	-	-
Change of economic/demographic (gains) or losses	139	103	28	21
Benefit payments/refunds of contributions	(6)	(5)	(1)	(1)
Net Change in Total Pension Liability	403	257	139	93
Total Pension Liability, Beginning	600	343	204	111
Total Pension Liability, Ending (a)	<u>\$ 1,003</u>	<u>\$ 600</u>	<u>\$ 343</u>	<u>\$ 204</u>
Plan fiduciary net position				
Contributions - employer	\$ 311	\$ 132	\$ 110	\$ 102
Contributions - employee	124	78	35	29
Net investment income	74	44	(27)	32
Benefit payments/refunds of contributions	(6)	(5)	(1)	(1)
Administrative expenses	(1)	-	-	-
Other	24	10	20	4
Net Change in Fiduciary Position	526	259	137	166
Fiduciary Net Position, Beginning	638	379	242	76
Fiduciary Net Position, Ending (b)	<u>1,164</u>	<u>638</u>	<u>379</u>	<u>242</u>
Net pension liability = (a)-(b)	<u>\$ (161)</u>	<u>\$ (38)</u>	<u>\$ (36)</u>	<u>\$ (38)</u>
Fiduciary Net Position as a Percentage of Total Pension Liability	116.05%	106.33%	110.50%	118.63%
Covered Payroll	\$ 1,772	\$ 1,116	\$ 502	\$ 421
Net Pension Liability as a Percentage of Covered Payroll	-9.09%	-3.41%	-7.17%	-9.03%

2020	2019	2018	2017	2016	2015
\$ 36	\$ 20	\$ 5	N/A	N/A	N/A
6	2	-	N/A	N/A	N/A
20	9	-	N/A	N/A	N/A
8	-	-	N/A	N/A	N/A
4	3	-	N/A	N/A	N/A
(2)	-	-	N/A	N/A	N/A
72	34	5	-	-	-
39	5	N/A	N/A	N/A	N/A
\$ 111	\$ 39	\$ 5	N/A	N/A	N/A
\$ 23	\$ 11	\$ 2	N/A	N/A	N/A
20	13	3	N/A	N/A	N/A
3	1	-	N/A	N/A	N/A
(2)	-	-	N/A	N/A	N/A
-	-	-	N/A	N/A	N/A
1	1	-	N/A	N/A	N/A
45	26	5	-	-	-
31	5	-	-	-	N/A
76	31	5	-	-	-
\$ 35	\$ 8	\$ -	N/A	N/A	N/A
68.47%	79.49%	100.00%	N/A	N/A	N/A
\$ 335	\$ 265	\$ 55	N/A	N/A	N/A
10.45%	3.02%	0.00%	N/A	N/A	N/A

County of El Paso

Required Supplementary Information
Schedule of Employer Contributions
El Paso County Emergency Services District 1 - Component Unit
TCDRS

SEPTEMBER 30, 2025

Last 10 Fiscal Years (In Thousands)

Year Ending December 31	Actuarially Determined Contribution (1)	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll (2)	Contributions as a % of Covered Payroll
2015	\$ -	\$ -	\$ -	\$ -	-
2016	-	-	-	-	-
2017	-	-	-	-	-
2018	2	2	-	55	3.6%
2019	11	11	-	265	4.2%
2020	22	22	-	335	6.6%
2021	40	102	(62)	421	24.2%
2022	54	110	(56)	501	22.0%
2023	129	132	(3)	1,116	11.8%
2024	220	310	(91)	(1,772)	-17.5%

Notes to Schedule:

(1) TCDRS calculates actuarially determined contributions on a calendar year basis.
GASB 68 indicates the employer should report employer contribution amounts on a fiscal year basis.

(2) Payroll is calculated based on contributions as reported to TCDRS.

Actuarially determined contribution rate are calculated on a calendar basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.

Valuation Date:

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry age (level of percentage page)
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	1.4 years (based on contribution rate calculated in 12/31/2024 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation
Investment Rate of Return	7.5% net of pension plan investment expense, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement is 61.

Mortality	135% of Pub-2010 General Retirees Table for males and 120% Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2021.

Other Information:

Notes: There were no benefit changes during the year

Information presented in this schedule has been determined as of the County's most recent fiscal year end (September 30) in accordance with GASB 68.

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County of El Paso

Schedule of Changes in Net Pension Liability and Related Ratios El Paso County Emergency Services District 2 - Component Unit

For the Year Ended December 31, 2025 (In Thousands)

Measurement Date December 31,	2024	2023	2022	2021
Total pension liability				
Service cost	\$ 284	\$ 248	\$ 233	\$ 216
Interest on total pension liability	187	156	129	106
Difference between expected and actual experience	-	-	-	-
Change of assumptions	-	-	-	19
Change of economic/demographic (gains) or losses	95	(5)	36	(22)
Benefit payments/refunds of contributions	(10)	(68)	(36)	(43)
Net Change in Total Pension Liability	556	331	362	276
Total Pension Liability, Beginning	2,175	1,844	1,482	1,206
Total Pension Liability, Ending (a)	\$ 2,731	\$ 2,175	\$ 1,844	\$ 1,482
Plan fiduciary net position				
Contributions - employer	\$ 218	\$ 178	\$ 192	\$ 128
Contributions - employee	134	111	114	92
Net investment income	242	207	(122)	286
Benefit payments/refunds of contributions	(10)	(68)	(36)	(43)
Administrative expenses	(2)	(1)	(1)	(1)
Other	19	12	39	5
Net Change in Fiduciary Position	601	439	186	467
Fiduciary Net Position, Beginning	2,301	1,862	1,676	1,209
Fiduciary Net Position, Ending (b)	2,902	2,301	1,862	1,676
Net pension liability = (a)-(b)	\$ (171)	\$ (126)	\$ (18)	\$ (194)
Fiduciary Net Position as a Percentage of Total Pension Liability	106.26%	105.79%	100.98%	113.09%
Covered Payroll	\$ 1,916	\$ 1,582	\$ 1,625	\$ 1,313
Net Pension Liability as a Percentage of Covered Payroll	-8.92%	-7.96%	-1.11%	-14.78%

2020	2019	2018	2017	2016	2015
\$ 178 84	\$ 165 64	\$ 162 49	\$ 145 31	\$ 128 14	\$ 99 4
- 103	- -	- -	- (6)	- -	(10) 1
(1) (24)	7 -	(19) (12)	40 -	(5) -	9 -
340	236	180	210	137	103
866	630	450	240	103	-
\$ 1,206	\$ 866	\$ 630	\$ 450	\$ 240	\$ 103
\$ 120 86 96 (24) (1) 5	\$ 110 80 103 - (1) 7	\$ 102 74 (7) (11) - 5	\$ 98 70 40 - - 2	\$ 86 54 8 - - 5	\$ 63 40 (1) - - -
282	299	163	210	153	102
927	628	465	255	102	-
1,209	927	628	465	255	102
\$ (3)	\$ (61)	\$ 2	\$ (15)	\$ (15)	\$ 1
100.25%	107.04%	99.68%	103.33%	106.25%	99.03%
\$ 1,233	\$ 1,137	\$ 1,056	\$ 995	\$ 778	\$ 568
-0.24%	-5.36%	0.19%	-1.51%	-1.93%	0.18%

County of El Paso

Required Supplementary Information
Schedule of Employer Contributions
El Paso County Emergency Services District 2 - Component Unit
TCDRS

SEPTEMBER 30, 2025

(In Thousands)

Year Ending December 31*	Actuarially Determined Contribution (1)	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll (2)	Contributions as a % of Covered Payroll
2016	\$ 86	\$ 86	\$ -	\$ 778	11.1%
2017	99	99	-	995	9.9%
2018	102	102	-	1,056	9.7%
2019	108	108	-	1,137	9.5%
2020	115	120	(5)	1,233	9.7%
2021	125	127	(2)	1,313	9.7%
2022	192	192	-	1,625	11.8%
2023	178	178	-	1,582	11.3%
2024	218	218	-	1,916	11.4%

Notes to Schedule:

(1) TCDRS calculates actuarially determined contributions on a calendar year basis. GASB 68 indicates the employer should report employer contribution amounts on a fiscal year basis.

(2) Payroll is calculated based on contributions as reported to TCDRS.

Valuation Date: Actuarially determined contribution rates are calculated as of December 31, and become effective in January 13 months later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method Entry Age Normal
Amortization Method Straight-line amortization over expected working life
Asset Valuation Method 5-year non-asymptotic

Inflation 2.50%
Salary Increases Varies by age and service. 4.7% average over career including inflation
Investment Rate of Return 7.60%, gross administrative expenses
Cost-of- Living Adjustments Cost-of-living adjustments for El Paso County Emergency Services District #2 are not considered to be substantively automatic under GASB 68. Therefore, no assumption for future cost-of-living adjustment included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.

Retirement Age Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement is 61.

Turnover The rates vary by length of service, entry-age group (age at hire) and gender. No termination after eligibility for retirement is assumed.

Mortality Depositing Members: 135% of the Pub- 2010 Active Employee Mortality Table for males and 20% of the Pub-20 IO Active Employee Mortality Table for females, projected with 100% of the MP-2021 Ultimate scale after 2010.
Service retirees, beneficiaries and non-depositing members: 135% of the Pub-2010 Healthy Annuitant Mortality Table for males and 120% of the Pub- 2010 Healthy Annuitant Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Disabled retirees: 160% of the Pub-20 IO Disabled Annuitant Mortality Table for males and 125% of the Pub- 2010 Disabled Annuitant Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010

Other Information:

Notes: There were no benefit changes during the year

Information presented in this schedule has been determined as of the County's most recent fiscal year end (September 30) in accordance with GASB 68.

County of El Paso

Schedule of the County Component Unit Emergency Service Districts'
Proportionate Share of Net Pension Liabilities of Cost Sharing Multiple-Employer Pension Plan
Texas Emergency Services Retirement System (TESRS)

For the Year Ended September 30, 2025 (In Thousands)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
County's Proportion of the net pension liability	1.81%	2.00%	2.10%	2.30%	2.20%	2.30%	2.30%	2.20%	2.10%	1.90%
County's proportionate share of the net pension liability	1,942	875	851	241	556	638	492	535	608	508
County's number of active members*	216	223	223	213	192	192	232	175	175	199
County's net pension liability per active member	9	4	4	1	3	3	2	3	3	3
Plan fiduciary net position as a percentage of the total pension liability	56.78%	73.50%	75.20%	93.10%	83.20%	80.80%	84.30%	81.40%	76.30%	76.90%

* There is no compensation for active members, so the number of active members is used instead. The members are volunteer firefighters.

County of El Paso

Schedule of the County Component Unit Emergency Services Districts
Contributions for Texas Emergency Services Retirement System (TESRS)
El Paso County

Last 10 Fiscal Years (In Thousands)

	C	B	A		D	
Year Ending September 30	Contractually Required Contribution	Actual Employer Contribution	Actual Non- Employer (County) Contribution	Contribution Deficiency (Excess)	Active Members*	Contributions per Active Member
ESD1						
2017	37	10	37	(10)	47	1,002
2018	33	10	33	(10)	76	563
2019	34	10	34	(10)	45	987
2020	33	10	17	6	45	593
2021	43	14	38	(9)	66	781
2022	36	14	23	(1)	82	453
2023	37	10	27	-	46	808
2024	32	10	-	-	74	435
2025	**	10	-	**	49	205
ESD2						
2017	59	-	59	-	128	461
2018	67	-	67	-	156	433
2019	59	-	65	(6)	147	440
2020	70	-	70	-	147	473
2021	65	-	63	2	147	432
2022	65	-	60	5	151	396
2023	59	-	59	-	134	441
2024	61	-	61	**	142	431
2025	**	-	-	**	113	-

*There is no compensation for active members, so the number of active members is used instead. The members are volunteer firefighters.

**As discussed in Note 1, the County did not present plan year 2025 information. As such, the contractually required contribution amounts and result contribution deficiency (excess) are not presented.



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**SUPPLEMENTARY
INFORMATION**

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Governmental Funds - Summary
September 30, 2025
(In Thousands)

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 59,548	167,709	2,971	230,228
Cash-restricted	-	45,249	530	45,779
Accounts receivable	198	130	-	328
Prepays	46	-	-	46
Due from other funds	-	325	-	325
Total Assets	<u>59,792</u>	<u>213,413</u>	<u>3,501</u>	<u>276,706</u>
LIABILITIES AND FUND BALANCES				
Accounts payable	2,179	3,792	-	5,971
Retainage payable	2	480	-	482
Payroll liabilities	338	-	-	338
Due to others	54	-	-	54
Due to other funds	-	325	-	325
Due to other units	115	-	-	115
Due to other governments	75	-	-	75
Arbitrage payable	-	1,452	-	1,452
Unearned revenues	872	-	-	872
Total Liabilities	<u>3,635</u>	<u>6,049</u>	<u>-</u>	<u>9,684</u>

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Governmental Funds - Summary
September 30, 2025
(In Thousands)

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Total Nonmajor Governmental Funds
FUND BALANCES				
Nonspendable:				
Prepays	-	-	-	-
Restricted:				
Budgetary stabilization	42,924	-	-	42,924
Building construction/renovations	-	75,875	-	75,875
Land	-	416	-	416
Equipment	-	199	-	199
Parks improvements	-	23,528	-	23,528
Public safety	780	-	-	780
Records management	939	-	-	939
Road/street construction/improvements	-	21,012	-	21,012
Software/IT improvements	-	3,374	-	3,374
Bond reserve	-	-	530	530
Debt service	-	-	2,971	2,971
Road construction/maintenance	6,718	-	-	6,718
Stormwater improvements	-	23,011	-	23,011
Special revenue	4,796	-	-	4,796
Committed:				
Capital projects	-	34,693	-	34,693
Assigned:				
Capital projects	-	25,256	-	25,256
Unassigned:	-	-	-	-
Total fund balances	<u>56,157</u>	<u>207,364</u>	<u>3,501</u>	<u>267,022</u>
Total liabilities and fund balances	<u><u>\$ 59,792</u></u>	<u><u>213,413</u></u>	<u><u>3,501</u></u>	<u><u>276,706</u></u>

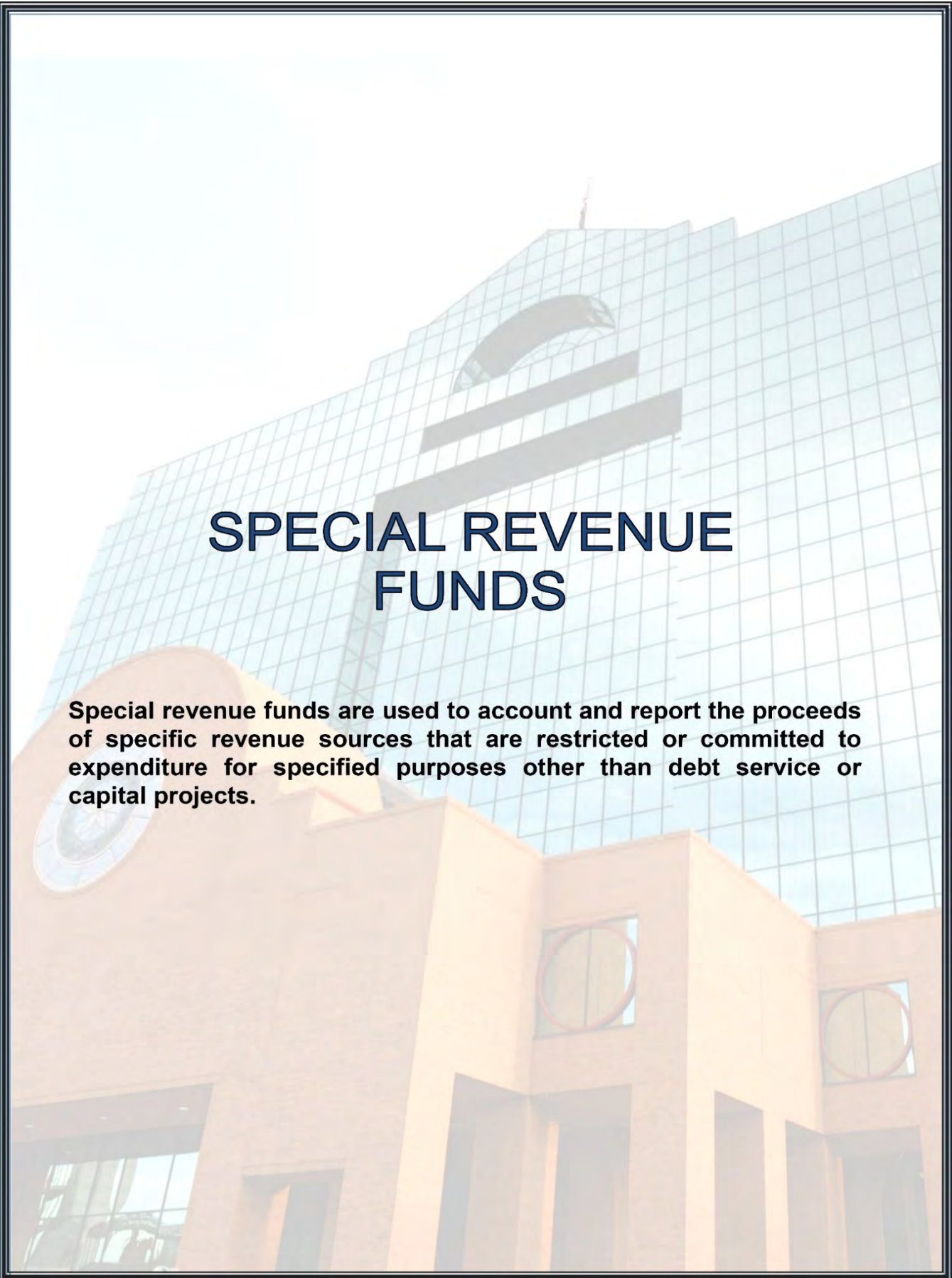
County of El Paso, Texas
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds - Summary
For the Year Ended September 30, 2025
(In Thousands)

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes:				
Property	\$ 366	-	33,667	34,033
Hotel/Motel	4,733	-	-	4,733
Intergovernmental - Federal	159	-	-	159
Intergovernmental - State	602	-	-	602
Intergovernmental - Other	3,932	-	-	3,932
Charges for services	25,873	-	-	25,873
Fines and forfeitures	168	-	-	168
Interest	2,212	6,896	600	9,708
Miscellaneous	117	38	-	155
Total revenues	38,162	6,934	34,267	79,363
EXPENDITURES				
Current:				
General government	5,543	-	-	5,543
Administration of justice	1,221	-	-	1,221
Public safety	1,776	-	-	1,776
Health and welfare	88	-	-	88
Culture and recreation	4,329	-	-	4,329
Public works	17,079	-	-	17,079
Capital outlays	1,114	43,466	-	44,580
Debt Service:				
Principal	-	-	26,117	26,117
Interest	-	-	9,026	9,026
Bond issuance costs	-	740	-	740
Total expenditures	31,150	44,206	35,143	110,499
Excess (deficiency) of revenues over (under) expenditures	7,012	(37,272)	(876)	(31,136)
OTHER FINANCING SOURCES (USES)				
Interest expense	-	(1,045)	-	(1,045)
Transfers in	8,706	6,744	2,044	17,494
Transfers out	(2,612)	(5,762)	(95)	(8,469)
Defeasement of Debt	-	-	(2,062)	(2,062)
RTU SBITAs	214	569	-	783
Proceeds from sale of capital assets	-	3,007	-	3,007
Premium (discount) on bond issuance	-	1,998	-	1,998
Lease Finance proceeds	-	21,886	-	21,886
Proceeds of bonds sold	-	64,435	-	64,435
Total other financing sources (uses)	6,308	91,832	(113)	98,027
Net Change in Fund Balances	13,320	54,560	(989)	66,891
Fund balances - beginning	42,837	152,804	4,490	200,131
Fund balances - ending	\$ 56,157	207,364	3,501	267,022

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Parking Garage for the Texas Water Development Board
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	\$ 979	\$ 979	\$ 937	\$ (42)
Total revenues	979	979	937	(42)
EXPENDITURES				
General government				
Parking garage operations	246	266	262	4
Total general government	246	266	262	4
Capital outlays	65	66	29	37
Total expenditures	311	332	291	41
Excess (deficiency) of revenues over (under) expenditures	668	647	646	(1)

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SPECIAL REVENUE FUNDS

Special revenue funds are used to account and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

COUNTY OF EL PASO, TEXAS
Purposes of Special Revenue Funds
September 30, 2025

BUDGETED

Road and Bridge

The Road and Bridge Fund was established to account for funds dedicated for the purpose of constructing and maintaining County roads and bridges. Its principal source of revenue is the auto license registration fee collected under *Texas Transportation Code, Chapter 502*.

County Tourist Promotion

This fund is used solely for the purpose of accounting for receipts and disbursements related to the promotion of tourism to the County of El Paso. Funding is from the transfer of excess Hotel/Motel taxes from the Coliseum Tourist Promotion Fund.

County Historical Commission

This fund is used to for the receipts and disbursements related to County Historical Commission, which was established by the *Texas Local Government Code, Chapter 318*.

Alternative Dispute Resolution Center

This fund is used to account for those revenues generated from the filing fees on civil cases under *Texas Civil Practice and Remedies Code Chapter 152* and disbursed to the Rio Grande Council of Governments, a private organization contracted by the County to resolve civil matters outside of the court system.

District Attorney Drug Forfeiture Account

Funds deposited in this account are obtained through criminal asset forfeitures pursuant to *Texas Code of Criminal Procedure §59.06(h)*. Of the gross amount received by the District Attorney's Office, up to ten percent is to be deposited into this special account for drug abuse treatment and prevention programs.

Coliseum Tourist Promotion

This fund is used to account for the receipts and disbursements relating to Tourist Promotion at the County Coliseum. The principal source of revenue is the hotel/motel occupancy tax pursuant to *Texas Tax Code Chapter 352*.

Commissary Inmate Profit

This fund is used to account for the receipts and disbursements relating to the inmates of the County Detention Facilities, under *Texas Local Government Code, §351.0415 and §351.04155*. This fund is restricted to purchases of items for the benefit of the inmates.

County Clerk Records Management and Preservation

This fund is used to account for the receipts and disbursements related to the County Clerk records archives program established under *Texas Local Government Codes, §118.011(b)(2), 118.0216, 203.003 and Texas Code of Criminal Procedure Article 102.005(f)(2)*. Revenues in this account result from an assessment made for certain types of documents filed within the County Clerk Department. Proceeds will be used to scan and archive prior years' documents within the County Clerk Department.

COUNTY OF EL PASO, TEXAS
Purposes of Special Revenue Funds
September 30, 2025

BUDGETED

County Records Management and Preservation

This fund is used to account for the receipts and disbursements related to the County records archives. Money allocated under Section 135.101 or 135.102 to the county records management and preservation account maintained in the county treasury as required by Section 135.151 may be used by a county only to fund records management and preservation services, including automation, performed by the court clerk on approval by the commissioners court of a budget as provided by Chapter 111. An expenditure from the fund must comply with Subchapter C, Chapter 262.

County Attorney Commissions

This fund accounts for fees earned by the County Attorney's office, as provided by law, from the collection of judgments in favor of the County. The principal source of revenue is from final judgments on forfeitures. Expenditures from this fund are controlled by Commissioners Court.

Courthouse Security

This fund is used to account for fees collected under *Texas Local Government Code §291.008 and Texas Code of Criminal Procedure §102.017*, for filing certain documents in the County. These fees are restricted to expenditures that provide security of County facilities, primarily in the County Courthouse.

Records Management and Preservation

This fund is used to account for receipts collected under *Texas Local Government Code §118.052(3)(G), 118.0546, 118.0645, 203.003(6), Texas Government Code §51.317(b)(4), 51.317(c)(1), 101.0611(7), 101.0814(4)(G), 101.1214(4)(G) and Texas Code of Criminal Procedure §102.005(f)(1)* and disbursements related to the County's record management and preservation program other than those collected separately by the County Clerk. Resources from this fund are used to manage, organize, promote, implement, and maintain a countywide records and information management program. Access to these funds requires specific Commissioners Court approval.

County Law Library

This fund is used to account for law library fees collected under *Texas Local Government Code §323.023 and Texas Government Code §101.0615(5), 101.0814(10), 101.1013(5) and 101.1214(9)*, and the disbursements relating to the maintenance and operations of the County Law Library.

Court Reporter Service

This fund is utilized to account for court reporter fees collected under *Texas Government Code §51.601(a-1)*, which must be deposited into a separate fund to be utilized to defray the cost of providing court-reporting services for the County of El Paso.

LEOSE

This fund was established in accordance with provisions set forth by the Commission on Law Enforcement Officers Standards and Education. Revenues are allocated by the Texas Comptroller's Office no later than March 1st of each year under *Texas Occupations Code §1701.157*. The expenditures in this account are restricted for use in the Sheriff's, Constables, District Attorney, and County Attorney departments for law enforcement employee training.

COUNTY OF EL PASO, TEXAS
Purposes of Special Revenue Funds
September 30, 2025

BUDGETED

Child Welfare Juror Donations

This fund is used to account for donations of jury duty pay under *Texas Government Code §61.003* made by jurors. These funds are to be used for the benefit of children through the El Paso County Child Welfare Board.

County Attorney Supplement

This fund is used to account for supplemental funding received from the State pursuant to *Texas Government Code §46.0031*. These funds are used for operating costs of the County Attorney's office.

Probate Travel Account

This fund is used to account for fees collected pursuant to *Texas Local Government Code §118.064 §118.052(2)(a)(vi)* to pay for continuing education of the judge and staff of the probate courts including travel and related expenses in attending continuing judicial education activity.

Probate Judiciary Support

This fund is utilized to account for fees allocated by State law charged for filing certain documents in the County, pursuant to *Texas Government Code §51.702*. These fees are restricted to expenditures for court-related purposes for the support of the judiciary.

Teen Court

This fund is utilized to account for the receipt of funds from filing fees for Teen Court cases and for donations from area businesses for Teen Court projects. The proceeds are used to cover some operating costs of the Teen Court program and to provide scholarships for selected graduating seniors involved in this program.

District Clerk Records Management and Preservation

This fund is utilized to account for the receipts and the disbursements relating to the District Clerk's records management and preservation program. Financing is received from fees assessed for recording documents in the District Clerk's Office.

Juvenile Probation Special Revenue

This fund accounts for funding approved by the Commissioners Court to conduct the operations of the Juvenile Probation Department. It includes funds received from Juror donations that will be utilized to offset costs of juvenile care and services provided at the County's juvenile detention center.

Tax Office Discretionary

This fund is utilized to account for the interest generated from the Tax Assessors vehicle inventory escrow account. The proceeds are used to conduct operations of the vehicle inventory tax division of the Tax Assessor Collector's office.

District Attorney Food Stamp Fraud

This fund is used to account for receipts and disbursements related to the food stamp fraud program. Revenues are received through Texas Administrative Code §357.661 and Texas Human Resources Code §33.011 for the prosecution of food stamp and electronic benefit card cases.

COUNTY OF EL PASO, TEXAS
Purposes of Special Revenue Funds
September 30, 2025

BUDGETED

County Clerk Records Archives

This fund is utilized to account for the receipts and disbursements related to the County Clerk records archives program. Revenues in this account result from an assessment made for certain types of documents filed within the County Clerk Department. Proceeds will be used to scan and archive prior years' documents within the County Clerk Department.

El Paso County Housing Finance Corp.

This fund was set up to account for receipts and disbursements related to operations of the El Paso County Housing Finance Corporation. These funds result from application fees assessed to participants in this program. Proceeds are utilized to conduct operations of the El Paso County Housing Finance Corporation.

Project Care

This fund was set up to account for receipts and disbursements related to the Project Care Gas and Electric program. Revenues in this account are received from contributions and donations from the general public; proceeds are utilized to cover utility costs for eligible clients.

County Clerk Vital Statistics

This fund was established to account for receipts and disbursements related to the County Clerk Vital Statistics Program. Revenue in the account results from fees assessed for certain documents filed within the County Clerk's office. Proceeds will be utilized to conduct the operations within the Vital Statistics Program.

District Attorney Special Account

This fund was established to account for receipts and disbursements related to the District Attorney's discretionary account.

Family Protection

This fund accounts for fees collected under Texas Government code §51.961. This fee was repealed January 01, 2022. Cases before the repeal are still paying the fee. Proceeds from this account can be used to provide services for family violence, child abuse prevention, intervention, legal and marriage preservation services if approved by Commissioners' Court.

Justice Court Technology

This fund is used to account for the receipts and disbursements of funds directly related to this program. Revenues in this account are a result of court costs for applicable cases. Proceeds are used for the purchase of technology equipment that will be utilized in the Justice Courts.

Juvenile Probation National School Lunch

This account is used to account for the funds that are reimbursed through the National School Lunch Program and are used by the Juvenile Probation Department to purchase meals for the juveniles residing in the Detention and Challenge Boot Camp Program.

COUNTY OF EL PASO, TEXAS
Purposes of Special Revenue Funds
September 30, 2025

BUDGETED

Juvenile Case Manager

This fund is used to account for the receipt and disbursements of funds directly related to this program. Revenues result from court costs in certain juvenile justice court cases. Proceeds are used to cover the cost of several Juvenile Case Manager positions, whose responsibilities are to track and monitor juvenile case flow to ensure effective and efficient dispositions of these cases.

Justice Court Security

This fund is used to account for revenues related to court costs. Funds are used to cover costs of Justice of the Peace court security.

Specialty Courts

This fund was established by the *Code of Criminal Procedures § 102.0178* to account for receipts and disbursements related to the Specialty Courts Program. A person shall pay \$60 as a court cost on conviction. 50% of the fee is to establish a fund to be used exclusively for the development and maintenance of the Specialty Courts.

Court Initiated Guardianship

This fund was established pursuant to the provisions of the Local Government Code whereby the clerk of the court collects a fee on certain probate court actions involving guardianships and is to provide supplemental funding for court-appointed guardians ad litem and court-appointed attorneys ad litem and to fund local guardianship programs for indigent incapacitated individuals.

District Court Records Archive

This fund was established pursuant to *Government Code §51.305(b)* whereby Commissioners Court adopted a district court records archive fee on civil cases filed. The fee is for preservation and restoration services performed in connection with maintaining a district court records archive.

County and District Court Technology

This fund was established pursuant to the *Code of Criminal Procedure §102.0169* to account for the fees collected from defendants in criminal cases. Proceeds are used to cover the costs of continuing education and training for the judges and clerks on technological enhancements and for the purchase and maintenance of technological enhancements including computer systems, networks, hardware, and software, imaging systems, electronic kiosks, and docket management systems.

Court Records Preservation

This fund is used to account for the fees collected for filing of civil cases in county and district courts and to be used for the preservation of court records.

Sheriff Forfeiture

This fund was established to account for the funds that have been awarded to the Sheriff's Office pursuant to a court order to forfeit funds from seizures conducted during criminal activity. These funds are to be used for law enforcement purposes by the Sheriff's Office.

COUNTY OF EL PASO, TEXAS
Purposes of Special Revenue Funds
September 30, 2025

BUDGETED

Transportation Fee

This fund was established as an Optional County Fee for Transportation Projects. This \$10 fee shall be collected and be sent to a regional mobility authority located in the County to fund long-term transportation projects in the County that are consistent with the purposes specified by Section 7-a, Article VIII, Texas Constitution.

Child Abuse Prevention

This fund was established by the *Texas Code of Criminal Procedure, § 102.0186* and may be used only to fund child abuse prevention programs in the county where the court is located.

Truancy Court Fee

This fund was established by the *Family Code, Sec. 65.107* and can be used to offset the cost of the operation of the Truancy Court.

Veteran's Court Jury Donation

This fund was established by the Commissioners Court for jury donations that will help offset the cost of the Veteran's Court.

1st Chance Program

This fund was established by the Commissioners Court for the collection of fees for pretrial intervention program whereby first-time offenders are given the opportunity to avoid a criminal record for first-time misdemeanor arrest for possession of marijuana.

County Donations Program

This fund was established by Commissioners Court to receive donations for the purpose of funding various projects including; border children's non-traditional, coast to coast, friends of the lake, golf course one, one fund El Paso, PAWS, quality of life, and wall of honor for military veterans.

Court Facility Fees

This fund was established by Texas Local Government Code §135.152 to receive fees on civil cases. The funds are to be used for construction, renovation or improvement of the facilities that house the courts or pay principal, interest on and cost of issuance of bonds issued for the construction, renovation, or improvement of the facilities.

Language Access Fees

This fund was established by Texas Local Government Code §135.155 to receive fees on civil cases. The funds are to be used to provide language access services for individuals appearing before the court or receiving court services.

COUNTY OF EL PASO, TEXAS
Purposes of Special Revenue Funds
September 30, 2025

BUDGETED

OPIOID Settlement

The state of Texas has participated in settlement agreements with different companies to resolve legal claims against them for their role in the opioid crisis. The companies include opioid marketing consultant McKinsey, pharmaceutical companies Endo and Teva, opioid manufacturer Johnson & Johnson ("Janssen") and pharmaceutical distributors AmerisourceBergen, Cardinal Health and McKesson. The amount of funding Texas anticipates receiving is dependent on the number of local governments that join the settlement agreements. The Texas Comptroller of Public Accounts (CPA) has been working alongside the Texas Treasury Safekeeping Trust Company (TTSTC) to ensure timely and efficient transfer of funds from the Opioid Abatement Trust Fund to political subdivisions in accordance with state law. TTSTC made its first disbursement of \$47.1 million to political subdivisions from the Opioid Abatement Trust Fund in March 2023. These funds are to be used address opioid-related harms in their communities.

Veteran's Department Jury Donation

This fund is used to account for donations of jury duty pay under Texas Government Code §61.003 made by jurors. These funds are to be used for the benefit of Veteran's Department.

District Attorney Apportionment Supplement

This fund is used to account for receipts and disbursements relating to the District Attorney's Apportionment settlement program fund under Texas Government Code §46.004.

Public Improvement District

This fund is used solely for the purpose of accounting for receipts and disbursements related to Phase 1 of the Tierra Del Este III – Phase VI Public Improvement District (the PID). The PID was created in accordance with chapter 372 of the Texas Local Government Code to finance and/or reimburse the costs of certain authorized improvement, as well as maintain and repair said improvements, for the benefit of the property in the PID.

Special Revenue Grants – Presented as a major fund

The County of El Paso receives grants from various federal, state, city, foundation, and local intergovernmental agencies. Federal granting agencies include the U.S. Department of Agriculture, U.S. Department of Commerce, U.S. Department of Housing and Urban Development, U.S. Department of the Interior, U.S. Department of Justice, U.S. Department of Transportation, U.S. Department of Treasury, U.S. Department of Health and Human Services, Executive Office of the President, and U.S. Department of Homeland Security. State granting agencies include the Texas Department of State Health Services, Texas Office of the Governor, Texas Department of Transportation, Texas Department of Agriculture, Texas Comptroller of Public Accounts, Office of the Attorney General, Texas Juvenile Justice Department, Texas Indigent Defense Commission, Texas Parks and Wildlife Department and Texas Veteran's Commission. Grant funds are used in various functions of government which include general government, administration of justice, public safety, health and welfare, resource development, community services and public works.

COUNTY OF EL PASO, TEXAS
Purposes of Special Revenue Funds
September 30, 2025

BUDGETED

NON-BUDGETED

County Attorney Bad Check

This fund is used to account for the County Attorney's fees on collections for insufficient funds checks.

Elections Contract Services

This fund is established by the Texas Election Code §31.100 to account for the receipt of funds generated from billings made to other governmental agencies for conducting their elections. The proceeds from these billings are utilized to cover the costs of conducting elections related to governmental agencies that have been billed. The county election officer may make expenditures from the fund without budgeting or appropriation by commissioners' court.

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Special Revenue Fund - Grant Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final	Amounts	
REVENUES				
Intergovernmental - federal	\$ 338,467	\$ 338,467	\$ 70,944	\$ (267,523)
Intergovernmental - state	60,641	60,641	13,849	(46,792)
Intergovernmental - other	3,609	3,609	2,310	(1,299)
Interest	1,062	1,062	(142)	(1,204)
Miscellaneous	6,512	6,512	3,937	(2,575)
Total revenues	410,291	410,291	90,898	(319,393)
EXPENDITURES				
Current:				
General government				
Personnel	66	66	66	—
Operating	346	346	215	131
Total general government	412	412	281	131
Administration of justice				
Personnel	16,548	16,548	5,019	11,529
Operating	6,391	6,391	1,299	5,092
Total administration of justice	22,939	22,939	6,318	16,621
Public safety				
Personnel	27,055	27,055	10,849	16,206
Operating	17,648	17,648	4,775	12,873
Total public safety	44,703	44,703	15,624	29,079
Health and welfare				
Personnel	1,714	1,714	1,197	517
Operating	16,997	16,997	4,672	12,325
Total health and welfare	18,711	18,711	5,869	12,842
Community services				
Personnel	56,316	56,316	13,118	43,198
Operating	175,339	175,339	41,615	133,724
Total community services	231,655	231,655	54,733	176,922
Resource development				
Personnel	—	—	—	—
Operating	500	500	—	500
Total resource development	500	500	—	500

Exhibit A

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Special Revenue Fund - Grant Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Culture and recreation				
Personnel	—	—	—	—
Operating	4	4	2	2
Total culture and recreation	4	4	2	2
Public works				
Personnel	58	58	7	51
Operating	12,754	12,754	2,925	9,829
Total public works	12,812	12,812	2,932	9,880
Capital outlays	100,253	99,200	9,836	89,364
Total expenditures	431,989	430,936	95,595	335,341
Excess (deficiency) of revenues over (under) expenditures	(21,698)	(20,645)	(4,697)	15,948
OTHER FINANCING SOURCES (USES)				
Transfers in	12,002	12,002	5,036	(6,966)
Transfers out	—	—	(1,512)	(1,512)
RTU leases	—	—	20	20
RTU SBITAs	—	—	52	52
Sale of capital assets	—	—	11	11
Total other financing sources (uses)	12,002	12,002	3,607	(8,395)
Net change in fund balances	(9,696)	(8,643)	(1,090)	7,553
Fund balance - beginning	8,577	8,577	8,577	—
Fund balance - ending	\$ (1,119)	\$ (66)	\$ 7,487	\$ 7,553

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Special Revenue Funds
September 30, 2025
(In Thousands)

	Road and Bridge	County Tourist Promotion	County Historical Commission
ASSETS			
Cash and cash equivalents	\$ 14,419	11,380	1
Accounts receivable	45	-	-
Prepays	46	-	-
Total assets	<u>\$ 14,510</u>	<u>11,380</u>	<u>1</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 1,014	115	-
Retainage payable	-	2	-
Payroll liabilities	229	-	-
Due to others	-	-	-
Due to other units	-	-	-
Due to other governments	-	-	-
Unearned revenues	-	-	-
Total liabilities	<u>1,243</u>	<u>117</u>	<u>-</u>
Fund balances:			
Nonspendable:			
Prepays	-	-	-
Restricted:			
Temporary budgetary stabilization	6,549	9,850	1
Public safety	-	-	-
Records management	-	-	-
Road construction/maintenance	6,718	-	-
Other purposes	-	1,413	-
Unassigned:	-	-	-
Total fund balances	<u>13,267</u>	<u>11,263</u>	<u>1</u>
Total liabilities and fund balances	<u>\$ 14,510</u>	<u>11,380</u>	<u>1</u>

Alternative Dispute Resolution Center	District Attorney Drug Forfeitures	Coliseum Tourist Promotion	Commissary Inmate Profit	County Clerk Records Management and Preservation
33	92	913	3,001	3,900
-	-	-	-	-
-	-	-	-	-
33	92	913	3,001	3,900
33	2	19	104	5
-	-	-	-	-
-	-	-	13	35
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
33	2	19	117	40
-	-	-	-	-
-	73	331	2,238	3,443
-	-	-	646	-
-	-	-	-	417
-	-	-	-	-
-	17	563	-	-
-	-	-	-	-
-	90	894	2,884	3,860
33	92	913	3,001	3,900

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Special Revenue Funds
September 30, 2025
(In Thousands)

	County Records Management and Preservation	County Attorney Commissions	Courthouse Security
ASSETS			
Cash and cash equivalents	\$ 606	79	1,325
Accounts receivable	-	-	-
Prepays	-	-	-
Total assets	<u>\$ 606</u>	<u>79</u>	<u>1,325</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	-	-
Retainage payable	-	-	-
Payroll liabilities	-	-	-
Due to others	-	-	-
Due to other units	-	-	-
Due to other governments	-	-	-
Unearned revenues	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:			
Nonspendable:			
Prepays	-	-	-
Restricted:			
Temporary budgetary stabilization	547	77	1,194
Public safety	-	-	131
Records management	59	-	-
Road construction/maintenance	-	-	-
Other purposes	-	2	-
Unassigned:	-	-	-
Total fund balances	<u>606</u>	<u>79</u>	<u>1,325</u>
Total liabilities and fund balances	<u>\$ 606</u>	<u>79</u>	<u>1,325</u>

Records Management and Preservations	County Law Library	Court Reporter Service	LEOSE	Child Welfare Juror Donations
30	192	33	136	54
-	-	-	-	-
-	-	-	-	-
30	192	33	136	54
-	32	-	12	-
-	-	-	-	-
2	17	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
2	49	-	12	-
-	-	-	-	-
24	131	-	36	48
-	-	-	-	-
4	-	-	-	-
-	-	-	-	-
-	12	33	88	6
-	-	-	-	-
28	143	33	124	54
30	192	33	136	54

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Special Revenue Funds
September 30, 2025
(In Thousands)

	County Attorney Supplement	Probate Travel Account	Probate Judiciary Support
ASSETS			
Cash and cash equivalents	\$ 97	60	391
Accounts receivable	-	-	-
Prepays	-	-	-
Total assets	\$ 97	60	391
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	-	8
Retainage payable	-	-	-
Payroll liabilities	-	-	6
Due to others	-	-	-
Due to other units	-	-	-
Due to other governments	-	-	-
Unearned revenues	-	-	-
Total liabilities	-	-	14
Fund balances:			
Nonspendable:			
Prepays	-	-	-
Restricted:			
Temporary budgetary stabilization	97	52	344
Public safety	-	-	-
Records management	-	-	-
Road construction/maintenance	-	-	-
Other purposes	-	8	33
Unassigned:	-	-	-
Total fund balances	97	60	377
Total liabilities and fund balances	\$ 97	60	391

Teen Court	District Clerk Records Management and Preservation	Juvenile Probation Special Revenue	Tax Office Discretionary	County Attorney Bad Check Operation
11	1,205	670	1,228	5
-	-	-	-	-
-	-	-	-	-
11	1,205	670	1,228	5
-	-	4	-	-
-	-	-	-	-
-	1	-	7	-
-	-	54	-	-
-	-	115	-	-
-	-	1	74	-
-	-	-	-	-
-	1	174	81	-
-	-	-	-	-
10	1,097	451	1,040	-
-	-	-	-	-
-	107	-	-	-
-	-	-	-	-
1	-	45	107	5
-	-	-	-	-
11	1,204	496	1,147	5
11	1,205	670	1,228	5

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Special Revenue Funds
September 30, 2025
(In Thousands)

	District Attorney Food Stamp Fraud	County Clerk Records Archives	Elections Contract Services
ASSETS			
Cash and cash equivalents	\$ 124	1,674	1,249
Accounts receivable	-	-	148
Prepays	-	-	-
Total assets	\$ 124	1,674	1,397
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	239	9
Retainage payable	-	-	-
Payroll liabilities	-	-	-
Due to others	-	-	-
Due to other units	-	-	-
Due to other governments	-	-	-
Unearned revenues	-	-	-
Total liabilities	-	239	9
Fund balances:			
Nonspendable:			
Prepays	-	-	-
Restricted:			
Temporary budgetary stabilization	108	1,212	-
Public safety	-	-	-
Records management	-	223	-
Road construction/maintenance	-	-	-
Other purposes	16	-	1,388
Unassigned:	-	-	-
Total fund balances	124	1,435	1,388
Total liabilities and fund balances	\$ 124	1,674	1,397

El Paso County Housing Finance Corporation	Project Care	County Clerk Vital Statistics	District Attorney Special Account	Family Protection
54	5,808	291	406	61
-	-	-	-	-
-	-	-	-	-
54	5,808	291	406	61
-	3	8	22	-
-	-	-	-	-
-	-	-	13	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	3	8	35	-
-	-	-	-	-
49	5,227	237	341	55
-	-	-	-	-
-	-	46	-	-
-	-	-	-	-
5	578	-	30	6
-	-	-	-	-
54	5,805	283	371	61
54	5,808	291	406	61

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Special Revenue Funds
September 30, 2025
(In Thousands)

	Justice Court Technology	Juvenile Probation National School Lunch	Juvenile Case Manager
ASSETS			
Cash and cash equivalents	\$ 395	-	5
Accounts receivable	-	-	-
Prepays	-	-	-
Total assets	<u>\$ 395</u>	<u>-</u>	<u>5</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 2	-	-
Retainage payable	-	-	-
Payroll liabilities	-	-	-
Due to others	-	-	-
Due to other units	-	-	-
Due to other governments	-	-	-
Unearned revenues	-	-	-
Total liabilities	<u>2</u>	<u>-</u>	<u>-</u>
Fund balances:			
Nonspendable:			
Prepays	-	-	-
Restricted:			
Temporary budgetary stabilization	346	-	5
Public safety	-	-	-
Records management	47	-	-
Road construction/maintenance	-	-	-
Other purposes	-	-	-
Unassigned:	-	-	-
Total fund balances	<u>393</u>	<u>-</u>	<u>5</u>
Total liabilities and fund balances	<u>\$ 395</u>	<u>-</u>	<u>5</u>

Justice Court Security	Specialty Courts	Court Initiated Guardianship	District Court Records Archive	County and District Court Technology
13	310	364	64	107
-	-	-	-	-
-	-	-	-	-
13	310	364	64	107
-	4	-	-	-
-	-	-	-	-
-	-	1	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	4	1	-	-
-	-	-	-	-
12	273	319	58	96
1	-	-	-	-
-	-	-	6	11
-	-	-	-	-
-	33	44	-	-
-	-	-	-	-
13	306	363	64	107
13	310	364	64	107

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Special Revenue Funds
September 30, 2025
(In Thousands)

	Court Records Preservation	Sheriff Forfeiture	Transportation Fee
ASSETS			
Cash and cash equivalents	\$ 215	171	522
Accounts receivable	-	-	-
Prepays	-	-	-
Total assets	<u>\$ 215</u>	<u>171</u>	<u>522</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	13	522
Retainage payable	-	-	-
Payroll liabilities	6	-	-
Due to others	-	-	-
Due to other units	-	-	-
Due to other governments	-	-	-
Unearned revenues	-	-	-
Total liabilities	<u>6</u>	<u>13</u>	<u>522</u>
Fund balances:			
Nonspendable:			
Prepays	-	-	-
Restricted:			
Temporary budgetary stabilization	190	158	-
Public safety	-	-	-
Records management	19	-	-
Road construction/maintenance	-	-	-
Other purposes	-	-	-
Unassigned:	-	-	-
Total fund balances	<u>209</u>	<u>158</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 215</u>	<u>171</u>	<u>522</u>

Child Abuse Prevention	Truancy Court Fee	Veteran's Court Jury Donation	1st Chance Program	County Donations Program
15	77	-	-	5,032
-	-	-	-	-
-	-	-	-	-
15	77	-	-	5,032
-	-	-	-	8
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	8
-	-	-	-	-
13	71	-	-	4,885
2	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	6	-	-	139
-	-	-	-	-
15	77	-	-	5,024
15	77	-	-	5,032

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Special Revenue Funds
September 30, 2025
(In Thousands)

	Court Facilities Fee	Language Access Fee	Opioid Settlement
ASSETS			
Cash and cash equivalents	\$ 1,121	377	883
Accounts receivable	-	-	-
Prepays	-	-	-
Total assets	<u>\$ 1,121</u>	<u>377</u>	<u>883</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	-	-
Retainage payable	-	-	-
Payroll liabilities	-	-	7
Due to others	-	-	-
Due to other units	-	-	-
Due to other governments	-	-	-
Unearned revenues	-	-	872
Total liabilities	<u>-</u>	<u>-</u>	<u>879</u>
Fund balances:			
Nonspendable:			
Prepays	-	-	-
Restricted:			
Temporary budgetary stabilization	1,012	338	4
Public safety	-	-	-
Records management	-	-	-
Road construction/maintenance	-	-	-
Other purposes	109	39	-
Unassigned:	-	-	-
Total fund balances	<u>1,121</u>	<u>377</u>	<u>4</u>
Total liabilities and fund balances	<u>\$ 1,121</u>	<u>377</u>	<u>883</u>

Veteran's Department Jury Donation	District Attorney Apportionment Supplement	Public Improvement District Phase One	Total Nonmajor Special Revenue Funds
2	8	339	59,548
-	-	5	198
-	-	-	46
2	8	344	59,792
1	-	-	2,179
-	-	-	2
-	1	-	338
-	-	-	54
-	-	-	115
-	-	-	75
-	-	-	872
1	1	-	3,635
-	-	-	-
1	-	281	42,924
-	-	-	780
-	-	-	939
-	-	-	6,718
-	7	63	4,796
-	-	-	-
1	7	344	56,157
2	8	344	59,792

County of El Paso, Texas
Combining Schedule of Revenues, Expenditure, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended September 30, 2025
(In Thousands)

	Road and Bridge	County Tourist Promotion	County Historical Commission
REVENUES			
Taxes	\$ -	-	-
Hotel/Motel	-	-	-
Intergovernmental-Federal	-	-	-
Intergovernmental-State	53	-	-
Intergovernmental-Other	-	-	-
Charges for services	7,239	-	-
Fines and forfeitures	-	-	-
Interest	517	471	-
Miscellaneous	9	-	-
Total revenues	<u>7,818</u>	<u>471</u>	<u>-</u>
EXPENDITURES			
General government	-	-	-
Administration of justice	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Culture and recreation	-	596	7
Public works	10,347	-	-
Capital outlays	776	40	-
Total expenditures	<u>11,123</u>	<u>636</u>	<u>7</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,305)</u>	<u>(165)</u>	<u>(7)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	6,931	1,768	7
Transfers out	-	(7)	-
RTU Leases	-	-	-
RTU SBITAs	-	-	-
Total other financing sources (uses)	<u>6,931</u>	<u>1,761</u>	<u>7</u>
Net change in fund balances	<u>3,626</u>	<u>1,596</u>	<u>-</u>
Fund balances - beginning	<u>9,641</u>	<u>9,667</u>	<u>1</u>
Fund balances - ending	<u>\$ 13,267</u>	<u>11,263</u>	<u>1</u>

Alternative Dispute Resolution Center	District Attorney Drug Forfeitures	Coliseum Tourist Promotion	Commissary Inmate Profit	County Clerk Records Management and Preservation
-	-	-	-	-
-	-	4,733	-	-
-	-	-	-	-
-	39	-	-	-
-	-	-	-	-
342	21	-	1,791	1,111
-	-	-	-	-
-	2	25	110	159
-	-	-	-	-
342	62	4,758	1,901	1,270
-	-	-	-	744
342	41	-	-	-
-	-	-	1,168	-
-	-	-	-	-
-	-	3,000	-	-
-	-	-	-	-
-	-	-	-	-
342	41	3,000	1,168	744
-	21	1,758	733	526
-	-	-	-	-
-	-	(1,768)	-	-
-	-	-	-	-
-	-	-	-	-
-	-	(1,768)	-	-
-	21	(10)	733	526
-	69	904	2,151	3,334
-	90	894	2,884	3,860

County of El Paso, Texas
Combining Schedule of Revenues, Expenditure, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended September 30, 2025
(In Thousands)

	County Records Management and Preservation	County Attorney Commissions	Courthouse Security
REVENUES			
Taxes	\$ -	-	-
Hotel/Motel	-	-	-
Intergovernmental-Federal	-	-	-
Intergovernmental-State	-	-	-
Intergovernmental-Other	-	-	-
Charges for services	166	42	396
Fines and forfeitures	-	-	-
Interest	18	3	55
Miscellaneous	-	-	-
Total revenues	184	45	451
EXPENDITURES			
General government	-	-	-
Administration of justice	-	14	-
Public safety	-	-	-
Health and welfare	-	-	-
Culture and recreation	-	-	-
Public works	-	-	-
Capital outlays	-	-	-
Total expenditures	-	14	-
Excess (deficiency) of revenues over (under) expenditures	184	31	451
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	(331)
RTU Leases	-	-	-
RTU SBITAs	-	-	-
Total other financing sources (uses)	-	-	(331)
Net change in fund balances	184	31	120
Fund balances - beginning	422	48	1,205
Fund balances - ending	\$ 606	79	1,325

Records Management and Preservation	County Law Library	Court Reporter Service	LEOSE	Child Welfare Juror Donations
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	126	-
-	-	-	-	-
57	535	386	-	2
-	-	-	-	-
-	5	2	3	-
-	11	-	-	-
57	551	388	129	2
44	-	-	-	-
-	-	-	3	-
-	-	-	44	-
-	-	-	-	-
-	726	-	-	-
-	-	-	-	-
-	-	-	-	-
44	726	-	47	-
13	(175)	388	82	2
-	-	-	-	-
-	-	(384)	-	-
-	-	-	-	-
-	164	-	-	-
-	164	(384)	-	-
13	(11)	4	82	2
15	154	29	42	52
28	143	33	124	54

County of El Paso, Texas
Combining Schedule of Revenues, Expenditure, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended September 30, 2025
(In Thousands)

	County Attorney Supplement	Probate Travel Account	Probate Judiciary Support
REVENUES			
Taxes	-	-	-
Hotel/Motel	-	-	-
Intergovernmental-Federal	-	-	-
Intergovernmental-State	28	-	168
Intergovernmental-Other	-	-	-
Charges for services	-	11	-
Fines and forfeitures	-	-	-
Interest	1	1	13
Miscellaneous	-	-	-
Total revenues	29	12	181
EXPENDITURES			
General government	-	-	-
Administration of justice	20	3	156
Public safety	-	-	-
Health and welfare	-	-	-
Culture and recreation	-	-	-
Public works	-	-	-
Capital outlays	-	-	-
Total expenditures	20	3	156
Excess (deficiency) of revenues over (under) expenditures	9	9	25
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
RTU Leases	-	-	-
RTU SBITAs	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	9	9	25
Fund balances - beginning	88	51	352
Fund balances - ending	97	60	377

Teen Court	District Clerk Records Management and Preservation	Juvenile Probation Special Revenue	Tax Office Discretionary	County Attorney Bad Check Operation
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	333	11	1	-
-	-	-	16	-
1	38	12	221	-
-	-	6	40	3
1	371	29	278	3
-	16	-	154	-
-	-	-	-	9
-	-	9	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	16	9	154	9
1	355	20	124	(6)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1	355	20	124	(6)
10	849	476	1,023	11
11	1,204	496	1,147	5

County of El Paso, Texas
Combining Schedule of Revenues, Expenditure, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended September 30, 2025
(In Thousands)

	District Attorney Food Stamp Fraud	County Clerk Records Archives	Elections Contract Services
REVENUES			
Taxes	\$ -	-	-
Hotel/Motel	-	-	-
Intergovernmental-Federal	-	-	-
Intergovernmental-State	-	-	-
Intergovernmental-Other	-	-	3,932
Charges for services	-	1,114	-
Fines and forfeitures	-	-	-
Interest	6	61	47
Miscellaneous	-	-	-
Total revenues	6	1,175	3,979
EXPENDITURES			
General government	-	997	3,358
Administration of justice	12	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Culture and recreation	-	-	-
Public works	-	-	-
Capital outlays	-	-	-
Total expenditures	12	997	3,358
Excess (deficiency) of revenues over (under) expenditures	(6)	178	621
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
RTU Leases	-	-	-
RTU SBITAs	-	-	50
Total other financing sources (uses)	-	-	50
Net change in fund balances	(6)	178	671
Fund balances - beginning	130	1,257	717
Fund balances - ending	\$ 124	1,435	1,388

El Paso County Housing Finance Corporation	Project Care	County Clerk Vital Statistics	District Attorney Special Account	Family Protection
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	80	-	-
-	-	-	86	-
1	258	12	18	2
-	-	-	-	-
1	258	92	104	2
-	-	-	-	-
-	-	65	-	-
-	-	-	388	-
-	-	-	-	-
-	73	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	21	-	-
-	73	86	388	-
1	185	6	(284)	2
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1	185	6	(284)	2
53	5,620	277	655	59
54	5,805	283	371	61

County of El Paso, Texas
Combining Schedule of Revenues, Expenditure, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended September 30, 2025
(In Thousands)

	Justice Court Technology	Juvenile Probation National School Lunch	Juvenile Case Manager
REVENUES			
Taxes	\$ -	-	-
Hotel/Motel	-	-	-
Intergovernmental-Federal	-	159	-
Intergovernmental-State	-	-	-
Intergovernmental-Other	-	-	-
Charges for services	64	-	73
Fines and forfeitures	-	-	8
Interest	15	-	1
Miscellaneous	-	-	-
Total revenues	79	159	82
EXPENDITURES			
General government	-	-	-
Administration of justice	29	-	-
Public safety	-	159	-
Health and welfare	-	-	-
Culture and recreation	-	-	-
Public works	-	-	-
Capital outlays	1	-	-
Total expenditures	30	159	-
Excess (deficiency) of revenues over (under) expenditures	49	-	82
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	(77)
RTU Leases	-	-	-
RTU SBITAs	-	-	-
Total other financing sources (uses)	-	-	(77)
Net change in fund balances	49	-	5
Fund balances - beginning	344	-	-
Fund balances - ending	\$ 393	-	5

Justice Court Security	Specialty Courts	Court Initiated Guardianship	District Court Records Archive	County and District Court Technology
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
19	53	73	2	10
-	-	-	-	-
-	7	8	3	3
-	-	-	-	-
19	60	81	5	13
-	-	-	-	-
-	29	34	-	-
18	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
18	29	34	-	-
1	31	47	5	13
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1	31	47	5	13
12	275	316	59	94
13	306	363	64	107

County of El Paso, Texas
Combining Schedule of Revenues, Expenditure, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended September 30, 2025
(In Thousands)

	Court Records Preservation	Sheriff Forfeiture	Transportation Fee
REVENUES			
Taxes	\$ -	-	-
Hotel/Motel	-	-	-
Intergovernmental-Federal	-	-	-
Intergovernmental-State	-	-	-
Intergovernmental-Other	-	-	-
Charges for services	2	-	6,710
Fines and forfeitures	-	39	-
Interest	11	-	-
Miscellaneous	-	-	-
Total revenues	13	39	6,710
EXPENDITURES			
General government	-	-	-
Administration of justice	118	-	-
Public safety	-	378	-
Health and welfare	-	-	-
Culture and recreation	-	-	-
Public works	-	-	6,710
Capital outlays	-	-	-
Total expenditures	118	378	6,710
Excess (deficiency) of revenues over (under) expenditures	(105)	(339)	-
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
RTU Leases	-	-	-
RTU SBITAs	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	(105)	(339)	-
Fund balances - beginning	314	497	-
Fund balances - ending	\$ 209	158	-

Child Abuse Prevention	Truancy Court Fee	Veteran's Court Jury Donation	1st Chance Program	County Donations Program
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1	-	-	-	4,813
-	19	-	-	-
1	2	-	-	52
-	-	-	8	40
2	21	-	8	4,905
-	-	-	-	6
-	-	1	-	-
-	-	-	-	-
-	-	-	-	13
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	1	-	19
2	21	(1)	8	4,886
-	-	-	-	-
-	-	-	(8)	-
-	-	-	-	-
-	-	-	-	-
-	-	-	(8)	-
2	21	(1)	-	4,886
13	56	1	-	138
15	77	-	-	5,024

County of El Paso, Texas
Combining Schedule of Revenues, Expenditure, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended September 30, 2025
(In Thousands)

	Court Facilities Fee	Language Access Fee	Opioid Settlement
REVENUES			
Taxes	-	-	-
Hotel/Motel	-	-	-
Intergovernmental-Federal	-	-	-
Intergovernmental-State	-	-	160
Intergovernmental-Other	-	-	-
Charges for services	301	113	-
Fines and forfeitures	-	-	-
Interest	35	11	-
Miscellaneous	-	-	-
Total revenues	336	124	160
EXPENDITURES			
General government	-	-	159
Administration of justice	-	-	-
Public safety	-	-	-
Health and welfare	-	-	-
Culture and recreation	-	-	-
Public works	-	-	-
Capital outlays	-	-	276
Total expenditures	-	-	435
Excess (deficiency) of revenues over (under) expenditures	336	124	(275)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	(37)
RTU Leases	-	-	-
RTU SBITAs	-	-	-
Total other financing sources (uses)	-	-	(37)
Net change in fund balances	336	124	(312)
Fund balances - beginning	785	253	316
Fund balances - ending	1,121	377	4

Veteran's Department Jury Donation	District Attorney Apportionment Supplement	Public Improvement District Phase One	Total Nonmajor Special Revenue Funds
-	-	366	366
-	-	-	4,733
-	-	-	159
-	28	-	602
-	-	-	3,932
1	-	-	25,873
-	-	-	168
-	1	-	2,212
-	-	-	117
1	29	366	38,162
-	-	-	5,543
-	22	-	1,221
-	-	-	1,776
2	-	-	88
-	-	-	4,329
-	-	22	17,079
-	-	-	1,114
2	22	22	31,150
(1)	7	344	7,012
-	-	-	8,706
-	-	-	(2,612)
-	-	-	-
-	-	-	214
-	-	-	6,308
(1)	7	344	13,320
2	-	-	42,837
1	7	344	56,157

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Road and Bridge Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Intergovernmental	\$ 103	\$	53	\$ (50)
Charges for services	7,531		7,239	(292)
Interest	499		517	18
Miscellaneous	1		9	8
Total revenues	<u>8,134</u>		<u>7,818</u>	<u>(316)</u>
EXPENDITURES				
Public works				
Personnel	5,468		4,958	510
Operating	15,773		5,389	10,384
Total public works	<u>21,241</u>		<u>10,347</u>	<u>10,894</u>
Capital outlays	1,562		776	786
Total expenditures	<u>22,803</u>		<u>11,123</u>	<u>11,680</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(14,669)</u>		<u>(3,305)</u>	<u>11,364</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	6,931		6,931	—
Transfers out	(20)		—	20
Total other financing sources (uses)	<u>6,911</u>		<u>6,931</u>	<u>20</u>
Net change in fund balances	<u>(7,758)</u>		<u>3,626</u>	<u>11,384</u>
Fund balance - beginning	9,641		9,641	—
Fund balance - ending	<u>\$ 1,883</u>	\$	<u>13,267</u>	\$ <u>11,384</u>

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County Tourist Promotion Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Interest	\$ 395	\$	471	\$ 76
Total revenues	395		471	76
EXPENDITURES				
Culture and Recreation				
Operating	10,588		596	9,992
Total culture and recreation	10,588		596	9,992
Capital outlays	134		40	94
Total expenditures	10,722		636	10,086
Excess (deficiency) of revenues over (under) expenditures	(10,327)		(165)	10,162
OTHER FINANCING SOURCES (USES)				
Transfers in	2,450		1,768	682
Transfers out	(165)		(7)	(158)
Total other financing sources (uses)	2,285		1,761	524
Net change in fund balances	(8,042)		1,596	10,686
Fund balance - beginning	9,667		9,667	—
Fund balance - ending	\$ 1,625	\$	11,263	\$ 10,686

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County Historical Commission Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final		Amounts	(Negative)
REVENUES				
Miscellaneous	\$ —	\$	—	\$ —
Total revenues	—		—	—
EXPENDITURES				
Culture and Recreation				
Operating	16		7	9
Total culture and recreation	16		7	9
Total expenditures	16		7	9
Excess (deficiency) of revenues over (under) expenditures	(16)		(7)	9
OTHER FINANCING SOURCES (USES)				
Transfers in	15		7	(8)
Transfers out	—		—	—
Total other financing sources (uses)	15		7	(8)
Net change in fund balances	(1)		—	1
Fund balance - beginning	1		1	—
Fund balance - ending	\$ —	\$	1	\$ 1

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Alternative Dispute Resolution Center
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 342	\$	342	\$ —
Total revenues	342		342	—
EXPENDITURES				
Administration of justice				
Operating	342		342	—
Total administration of justice	342		342	—
Total expenditures	342		342	—
Excess (deficiency) of revenues over (under) expenditures	—		—	—
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	—		—	—
Fund balance - beginning	—		—	—
Fund balance - ending	\$ —	\$	—	\$ —

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
District Attorney Drug Forfeiture Account
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Intergovernmental	\$ —	\$	39	\$ 39
Charges for services	23		21	(2)
Interest	3		2	(1)
Total revenues	26		62	36
EXPENDITURES				
Administration of justice				
Personnel	—		—	—
Operating	91		41	50
Total administration of justice	91		41	50
Total expenditures	91		41	50
Excess (deficiency) of revenues over (under) expenditures	(65)		21	86
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(65)		21	86
Fund balance - beginning	69		69	—
Fund balance - ending	\$ 4	\$	90	\$ 86

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Coliseum Tourist Promotion Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final		Amounts	(Negative)
REVENUES				
Taxes	\$ 4,813	\$	4,733	\$ (80)
Interest	20		25	5
Total revenues	4,833		4,758	(75)
EXPENDITURES				
Culture and recreation				
Operating	3,248		3,000	248
Total culture and recreation	3,248		3,000	248
Capital outlays	35		—	35
Total expenditures	3,283		3,000	283
Excess (deficiency) of revenues over (under) expenditures	1,550		1,758	208
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	(2,450)		(1,768)	682
Total other financing sources (uses)	(2,450)		(1,768)	682
Net change in fund balances	(900)		(10)	890
Fund balance - beginning	904		904	—
Fund balance - ending	\$ 4	\$	894	\$ 890

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Commissary Inmate Profit Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 1,216	\$	1,791	\$ 575
Interest	91		110	19
Total revenues	<u>1,307</u>		<u>1,901</u>	<u>594</u>
EXPENDITURES				
Public Safety				
Personnel	291		283	8
Operating	<u>2,600</u>		<u>885</u>	<u>1,715</u>
Total public safety	<u>2,891</u>		<u>1,168</u>	<u>1,723</u>
Capital outlays	<u>266</u>		<u>—</u>	<u>266</u>
Total expenditures	<u>3,157</u>		<u>1,168</u>	<u>1,989</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,850)</u>		<u>733</u>	<u>2,583</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	<u>—</u>		<u>—</u>	<u>—</u>
Total other financing sources (uses)	<u>—</u>		<u>—</u>	<u>—</u>
Net change in fund balances	<u>(1,850)</u>		<u>733</u>	<u>2,583</u>
Fund balance - beginning	<u>2,151</u>		<u>2,151</u>	<u>—</u>
Fund balance - ending	<u>\$ 301</u>	\$	<u>2,884</u>	<u>\$ 2,583</u>

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County Clerk Records Management and Preservation
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 1,003	\$	1,111	\$ 108
Interest	121		159	38
Miscellaneous	—		—	—
Total revenues	<u>1,124</u>		<u>1,270</u>	<u>146</u>
EXPENDITURES				
General government				
Personnel	946		691	255
Operating	<u>3,177</u>		<u>53</u>	<u>3,124</u>
Total general government	<u>4,123</u>		<u>744</u>	<u>3,379</u>
Capital outlays	—		—	—
Total expenditures	<u>4,123</u>		<u>744</u>	<u>3,379</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,999)</u>		<u>526</u>	<u>3,525</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	<u>—</u>		<u>—</u>	<u>—</u>
Total other financing sources (uses)	<u>—</u>		<u>—</u>	<u>—</u>
Net change in fund balances	<u>(2,999)</u>		<u>526</u>	<u>3,525</u>
Fund balance - beginning	<u>3,334</u>		<u>3,334</u>	<u>—</u>
Fund balance - ending	<u>\$ 335</u>	\$	<u>3,860</u>	<u>\$ 3,525</u>

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County Records Management and Preservation Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 166	\$	166	\$ —
Interest	12		18	6
Miscellaneous	—		—	—
Total revenues	178		184	6
EXPENDITURES				
General government				
Personnel	—		—	—
Operating	558		—	558
Total general government	558		—	558
Capital outlays	—		—	—
Total expenditures	558		—	558
Excess (deficiency) of revenues over (under) expenditures	(380)		184	564
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(380)		184	564
Fund balance - beginning	422		422	—
Fund balance - ending	\$ 42	\$	606	\$ 564

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County Attorney Commissions
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Charges for services	\$ 31	\$	42	\$ 11
Interest	3		3	—
Total revenues	34		45	11
EXPENDITURES				
Administration of justice				
Personnel	11		7	4
Operating	61		7	54
Total administration of justice	72		14	58
Total expenditures	72		14	58
Excess (deficiency) of revenues over (under) expenditures	(38)		31	69
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(38)		31	69
Fund balance - beginning	48		48	—
Fund balance - ending	\$ 10	\$	79	\$ 69

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Courthouse Security
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Charges for services	\$ 422	\$	396	\$ (26)
Interest	41		55	14
Total revenues	463		451	(12)
EXPENDITURES				
Public Safety				
Operating	1,236		—	1,236
Total public safety	1,236		—	1,236
Total expenditures	1,236		—	1,236
Excess (deficiency) of revenues over (under) expenditures	(773)		451	1,224
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	(331)		(331)	—
Total other financing sources (uses)	(331)		(331)	—
Net change in fund balances	(1,104)		120	1,224
Fund balance - beginning	1,205		1,205	—
Fund balance - ending	\$ 101	\$	1,325	\$ 1,224

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Records Management and Preservation
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Charges for services	\$ 44	\$	57	\$ 13
Interest	—		—	—
Total revenues	44		57	13
EXPENDITURES				
General government				
Personnel	44		44	—
Operating	—		—	—
Total general government	44		44	—
Total expenditures	44		44	—
Excess (deficiency) of revenues over (under) expenditures	—		13	13
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	—		13	13
Fund balance - beginning	15		15	—
Fund balance - ending	\$ 15	\$	28	\$ 13

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County Law Library
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 522	\$	535	\$ 13
Interest	4		5	1
Miscellaneous	8		11	3
Total revenues	534		551	17
EXPENDITURES				
Culture and recreation				
Personnel	343		327	16
Operating	311		399	(88)
Total culture and recreation	654		726	(72)
Total expenditures	654		726	(72)
Excess (deficiency) of revenues over (under) expenditures	(120)		(175)	(55)
OTHER FINANCING SOURCES (USES)				
RTU SBITAs	—		164	164
Total other financing sources (uses)	—		164	164
Net change in fund balances	(120)		(11)	(55)
Fund balance - beginning	154		154	—
Fund balance - ending	\$ 34	\$	143	\$ (55)

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Court Reporter Service
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 356	\$	386	\$ 30
Interest	3		2	(1)
Total revenues	359		388	29
EXPENDITURES				
Administration of Justice				
Operating	—		—	—
Total administration of justice	—		—	—
Total expenditures	—		—	—
Excess (deficiency) of revenues over (under) expenditures	359		388	29
OTHER FINANCING SOURCES (USES)				
Transfers Out	(384)		(384)	—
Total other financing sources (uses)	(384)		(384)	—
Net change in fund balances	(25)		4	29
Fund balance - beginning	29		29	—
Fund balance - ending	\$ 4	\$	33	\$ 29

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
LEOSE
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Intergovernmental	\$ 121	\$	126	\$ 5
Interest	2		3	1
Total revenues	123		129	6
EXPENDITURES				
Administration of Justice				
Operating	15		3	12
Total culture and recreation	15		3	12
Public Safety				
Operating	137		44	93
Total public safety	137		44	93
Total expenditures	152		47	105
Excess (deficiency) of revenues over (under) expenditures	(29)		82	(111)
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(29)		82	(111)
Fund balance - beginning	42		42	—
Fund balance - ending	\$ 13	\$	124	\$ (111)

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Child Welfare Juror Donations
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ —	\$ 2	\$ 2	
Total revenues	—	2	2	
EXPENDITURES				
Health and welfare				
Operating	47	—	47	
Total health and welfare	47	—	47	
Total expenditures	47	—	47	
Excess (deficiency) of revenues over (under) expenditures	(47)	2	49	
OTHER FINANCING SOURCES (USES)				
Transfers in	—	—	—	
Transfers out	—	—	—	
Total other financing sources (uses)	—	—	—	
Net change in fund balances	(47)	2	49	
Fund balance - beginning	52	52	—	
Fund balance - ending	\$ 5	\$ 54	\$ 49	

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County Attorney Supplement
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Intergovernmental	\$ 28	\$	28	\$ —
Interest	3		1	(2)
Total revenues	31		29	(2)
EXPENDITURES				
Administration of justice				
Operating	119		20	99
Total administration of justice	119		20	99
Capital outlays	—		—	—
Total expenditures	119		20	99
Excess (deficiency) of revenues over (under) expenditures	(88)		9	97
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(88)		9	97
Fund balance - beginning	88		88	—
Fund balance - ending	\$ —	\$	97	\$ 97

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Probate Travel Account
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Charges for services	\$ 10	\$	11	\$ 1
Interest	2		1	(1)
Total revenues	12		12	—
EXPENDITURES				
Administration of justice				
Operating	56		3	53
Total administration of justice	56		3	53
Total expenditures	56		3	53
Excess (deficiency) of revenues over (under) expenditures	(44)		9	53
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(44)		9	(53)
Fund balance - beginning	51		51	—
Fund balance - ending	\$ 7	\$	60	\$ 53

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Probate Judiciary Support
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Intergovernmental	\$ 168	\$	168	\$ —
Interest	12		13	1
Total revenues	180		181	1
EXPENDITURES				
Administration of justice				
Personnel	132		132	—
Operating	363		24	339
Total administration of justice	495		156	339
Capital outlays	—		—	—
Total expenditures	495		156	339
Excess (deficiency) of revenues over (under) expenditures	(315)		25	340
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(315)		25	340
Fund balance - beginning	352		352	—
Fund balance - ending	\$ 37	\$	377	\$ 340

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Teen Court
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Interest	\$ 1	\$	1	\$ —
Total revenues	1		1	—
EXPENDITURES				
Administration of justice				
Operating	10		—	10
Total administration of justice	10		—	10
Total expenditures	10		—	10
Excess (deficiency) of revenues over (under) expenditures	(10)		1	10
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(10)		1	10
Fund balance - beginning	10		10	—
Fund balance - ending	\$ —	\$	11	\$ 10

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
District Clerk Records Management and Preservation
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Charges for services	\$ 318	\$	333	\$ 15
Interest	25		38	13
Total revenues	342		371	28
EXPENDITURES				
General government				
Personnel	17		16	1
Operating	1,082		—	1,082
Total general government	1,099		16	1,083
Total expenditures	1,099		16	1,083
Excess (deficiency) of revenues over (under) expenditures	(756)		355	1,111
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(756)		355	1,111
Fund balance - beginning	849		849	—
Fund balance - ending	\$ 93	\$	1,204	\$ 1,111

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Juvenile Probation
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Charges for services	\$ 44	\$	11	\$ (33)
Interest	15		12	(3)
Miscellaneous	22		6	(16)
Total revenues	81		29	(52)
EXPENDITURES				
Public Safety				
Operating	511		9	502
Total public safety	511		9	502
Total expenditures	511		9	502
Excess (deficiency) of revenues over (under) expenditures	(430)		20	450
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(430)		20	450
Fund balance - beginning	476		476	—
Fund balance - ending	\$ 46	\$	496	\$ 450

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Tax Office Discretionary
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 1	\$	1	\$ —
Fines and forfeitures	26		16	(10)
Interest	230		221	(9)
Miscellaneous	83		40	(43)
Total revenues	340		278	(62)
EXPENDITURES				
General government				
Personnel	153		149	4
Operating	1,100		5	1,095
Total general government	1,253		154	1,099
Total expenditures	1,253		154	1,099
Excess (deficiency) of revenues over (under) expenditures	(913)		124	1,037
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(913)		124	1,037
Fund balance - beginning	1,023		1,023	—
Fund balance - ending	\$ 110	\$	1,147	\$ 1,037

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County Attorney Bad Check Operations
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Miscellaneous	\$ 5	\$	3	\$ (2)
Total revenues	5		3	(2)
EXPENDITURES				
Administration of justice				
Personnel	—		—	—
Operating	16		9	7
Total administration of justice	16		9	7
Total expenditures	16		9	7
Excess (deficiency) of revenues over (under) expenditures	(11)		(6)	5
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(11)		(6)	5
Fund balance - beginning	11		11	—
Fund balance - ending	\$ —	\$	5	\$ 5

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
District Attorney Food Stamp Fraud
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Intergovernmental	\$ —	\$	—	\$ —
Interest	6		6	—
Total revenues	6		6	—
EXPENDITURES				
Administration of justice				
Operating	122		12	110
Total administration of justice	122		12	110
Total expenditures	122		12	110
Excess (deficiency) of revenues over (under) expenditures	(116)		(6)	110
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(116)		(6)	110
Fund balance - beginning	130		130	—
Fund balance - ending	\$ 14	\$	124	\$ 110

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County Clerk Records Archives
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Charges for services	\$ 1,013	\$	1,114	\$ 101
Interest	39		61	22
Total revenues	<u>1,052</u>		<u>1,175</u>	<u>123</u>
EXPENDITURES				
General government				
Operating	<u>2,166</u>		997	1,169
Total General government	<u>2,166</u>		997	1,169
Total expenditures	<u>2,166</u>		997	1,169
Excess (deficiency) of revenues over (under) expenditures	<u>(1,114)</u>		178	1,292
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	<u>—</u>		<u>—</u>	<u>—</u>
Net change in fund balances	<u>(1,114)</u>		178	1,292
Fund balance - beginning	<u>1,257</u>		1,257	—
Fund balance - ending	<u>\$ 143</u>	\$	<u>1,435</u>	<u>\$ 1,292</u>

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Election Contract Services
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Intergovernmental	\$ —	\$	3,932	\$ 3,932
Interest	—		47	47
Miscellaneous	—		—	—
Total revenues	—		3,979	3,979
EXPENDITURES				
General government				
Personnel	—		28	(28)
Operating	—		3,330	(3,330)
Total general government	—		3,358	(3,358)
Total expenditures	—		3,358	(3,358)
Excess (deficiency) of revenues over (under) expenditures	—		621	621
OTHER FINANCING SOURCES (USES)				
RTU SBITAs	—		50	50
Total other financing sources (uses)	—		50	50
Net change in fund balances	—		671	671
Fund balance - beginning	717		717	—
Fund balance - ending	\$ 717	\$	1,388	\$ 671

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
El Paso County Housing Finance Corporation
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Interest	\$ 1	\$	1	\$ —
Total revenues	1		1	—
EXPENDITURES				
Resource Development				
Operating	49		—	49
Total resource development	49		—	49
Total expenditures	49		—	49
Excess (deficiency) of revenues over (under) expenditures	(48)		1	49
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(48)		1	49
Fund balance - beginning	53		53	—
Fund balance - ending	\$ 5	\$	54	\$ 49

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Project Care
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Interest	\$ 239	\$	258	\$ 19
Miscellaneous	—		—	—
Total revenues	<u>239</u>		<u>258</u>	<u>19</u>
EXPENDITURES				
Health and welfare				
Operating	<u>5,305</u>		73	<u>5,232</u>
Total health and welfare	<u>5,305</u>		73	<u>5,232</u>
Total expenditures	<u>5,305</u>		73	<u>5,232</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,066)</u>		185	<u>5,251</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	<u>—</u>		<u>—</u>	<u>—</u>
Net change in fund balances	<u>(5,066)</u>		185	<u>5,251</u>
Fund balance - beginning	<u>5,620</u>		5,620	—
Fund balance - ending	<u>\$ 554</u>	\$	<u>5,805</u>	<u>\$ 5,251</u>

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County Clerk Vital Statistics
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Charges for services	\$ 78	\$	80	\$ 2
Interest	13		12	(1)
Total revenues	91		92	1
EXPENDITURES				
General government				
Operating	284		65	219
Total general government	284		65	219
Capital outlays	62		21	41
Total expenditures	346		86	260
Excess (deficiency) of revenues over (under) expenditures	(255)		6	261
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(255)		6	261
Fund balance - beginning	277		277	—
Fund balance - ending	\$ 22	\$	283	\$ 261

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
District Attorney Special Account
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Fines and forfeitures	\$ 385	\$	86	\$ (299)
Interest	1		18	17
Miscellaneous	5		—	(5)
Total revenues	391		104	(287)
EXPENDITURES				
Administration of justice				
Personnel	193		163	30
Operating	818		225	593
Total administration of justice	1,011		388	623
Total expenditures	1,011		388	623
Excess (deficiency) of revenues over (under) expenditures	(620)		(284)	336
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(620)		(284)	336
Fund balance - beginning	655		655	—
Fund balance - ending	\$ 35	\$	371	\$ 336

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Family Protection
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Charges for services	\$ —	\$	—	\$ —
Interest	2		2	—
Total revenues	2		2	—
EXPENDITURES				
Health and Welfare				
Personnel	—		—	—
Operating	55		—	55
Total health and welfare	55		—	55
Total expenditures	55		—	55
Excess (deficiency) of revenues over (under) expenditures	(53)		2	55
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(53)		2	55
Fund balance - beginning	59		59	—
Fund balance - ending	\$ 6	\$	61	\$ 55

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Justice Court Technology
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 49	\$	64	\$ 15
Interest	13		15	2
Total revenues	62		79	17
EXPENDITURES				
Administration of justice				
Operating	339		29	310
Total administration of justice	339		29	310
Capital outlays	4		1	3
Total expenditures	343		30	313
Excess (deficiency) of revenues over (under) expenditures	(281)		49	330
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(281)		49	330
Fund balance - beginning	344		344	—
Fund balance - ending	\$ 63	\$	393	\$ 330

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Juvenile Probation National School Lunch
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Intergovernmental	\$ 150	\$	159	\$ 9
Interest	2		—	(2)
Total revenues	152		159	7
EXPENDITURES				
Public safety				
Personnel	160		159	1
Operating	—		—	—
Total health and welfare	160		159	1
Total expenditures	160		159	1
Excess (deficiency) of revenues over (under) expenditures	(8)		—	8
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(8)		—	8
Fund balance - beginning	—		—	—
Fund balance - ending	\$ (8)	\$	—	\$ 8

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Juvenile Case Manager
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 73	\$	73	\$ —
Fines and forfeitures	8		8	—
Interest	—		1	1
Total revenues	81		82	1
EXPENDITURES				
Administration of justice				
Personnel	—		—	—
Operating	—		—	—
Total administration of justice	—		—	—
Total expenditures	—		—	—
Excess (deficiency) of revenues over (under) expenditures	81		82	1
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	(81)		(77)	4
Total other financing sources (uses)	(81)		(77)	4
Net change in fund balances	—		5	5
Fund balance - beginning	—		—	—
Fund balance - ending	\$ —	\$	5	\$ 5

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Justice Court Security
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 14	\$	19	\$ 5
Total revenues	14		19	5
EXPENDITURES				
Public Safety				
Operating	21		18	3
Total public safety	21		18	3
Capital outlays	—		—	—
Total expenditures	21		18	3
Excess (deficiency) of revenues over (under) expenditures	(7)		1	8
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(7)		1	8
Fund balance - beginning	12		12	—
Fund balance - ending	\$ 5	\$	13	\$ 8

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Specialty Courts Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Charges for services	\$ 41	\$	53	\$ 12
Interest	7		7	—
Miscellaneous	—		—	—
Total revenues	48		60	12
EXPENDITURES				
Administration of justice				
Personnel	—		—	—
Operating	293		29	264
Total administration of justice	293		29	264
Total expenditures	293		29	264
Excess (deficiency) of revenues over (under) expenditures	(245)		31	276
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(245)		31	276
Fund balance - beginning	275		275	—
Fund balance - ending	\$ 30	\$	306	\$ 276

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Court Initiated Guardianship
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Intergovernmental	\$ —	\$	—	\$ —
Charges for services	67		73	6
Interest	9		8	(1)
Total revenues	76		81	5
EXPENDITURES				
Administration of justice				
Personnel	70		33	37
Operating	294		1	293
Total administration of justice	364		34	330
Total expenditures	364		34	330
Excess (deficiency) of revenues over (under) expenditures	(288)		47	335
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(288)		47	335
Fund balance - beginning	316		316	—
Fund balance - ending	\$ 28	\$	363	\$ 335

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
District Courts Records Archives
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final		Amounts	(Negative)
REVENUES				
Taxes	\$ —	\$	—	\$ —
Intergovernmental	—		—	—
Charges for services	4		2	(2)
Interest	4		3	(1)
Total revenues	8		5	(3)
EXPENDITURES				
General Government				
Personnel	—		—	—
Operating	42		—	42
Total general government	42		—	42
Total expenditures	42		—	42
Excess (deficiency) of revenues over (under) expenditures	(34)		5	39
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(34)		5	39
Fund balance - beginning	59		59	—
Fund balance - ending	\$ 25	\$	64	\$ 39

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County District Court Technology
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Taxes	\$ —	\$	—	\$ —
Intergovernmental	—		—	—
Charges for services	8		10	2
Interest	3		3	—
Total revenues	11		13	2
EXPENDITURES				
Administration of Justice				
Operating	95		—	95
Total administration of justice	95		—	95
Total expenditures	95		—	95
Excess (deficiency) of revenues over (under) expenditures	(84)		13	97
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(84)		13	97
Fund balance - beginning	94		94	—
Fund balance - ending	\$ 10	\$	107	\$ 97

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Court Records Preservation
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	(Negative)
REVENUES				
Charges for services	\$ 3	\$	2	\$ (1)
Interest	14		11	(3)
Total revenues	17		13	(4)
EXPENDITURES				
Administration of Justice				
Personnel	125		118	7
Operating	179		—	179
Total administration of justice	304		118	186
Capital outlays	—		—	—
Total expenditures	304		118	186
Excess (deficiency) of revenues over (under) expenditures	(287)		(105)	182
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(287)		(105)	182
Fund balance - beginning	314		314	—
Fund balance - ending	\$ 27	\$	209	\$ 182

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Sheriff Forfeiture
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Fines and forfeitures	\$ 206	\$	39	\$ (167)
Miscellaneous	—		—	—
Total revenues	206		39	(167)
EXPENDITURES				
Public Safety				
Personnel	39		38	1
Operating	664		340	324
Total public safety	703		378	325
Total expenditures	703		378	325
Excess (deficiency) of revenues over (under) expenditures	(497)		(339)	158
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(497)		(339)	158
Fund balance - beginning	497		497	—
Fund balance - ending	\$ —	\$	158	\$ 158

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Transportation Fee
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 7,058	\$	6,710	\$ (348)
Total revenues	7,058		6,710	(348)
EXPENDITURES				
Public Works				
Operating	7,058		6,710	348
Total public works	7,058		6,710	348
Total expenditures	7,058		6,710	348
Excess (deficiency) of revenues over (under) expenditures	—		—	—
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	—		—	—
Fund balance - beginning	—		—	—
Fund balance - ending	\$ —	\$	—	\$ —

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Child Abuse Prevention
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charges for services	\$ 1	\$	1	\$ —
Interest	—		1	1
Total revenues	1		2	1
EXPENDITURES				
Administration of Justice				
Personnel	—		—	—
Operating	14		—	14
Total administration of justice	14		—	14
Total expenditures	14		—	14
Excess (deficiency) of revenues over (under) expenditures	(13)		2	15
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(13)		2	15
Fund balance - beginning	13		13	—
Fund balance - ending	\$ —	\$	15	\$ 15

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Truancy Courts Fees
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	(Negative)
REVENUES				
Fines and forfeitures	\$ 21	\$	19	\$ (2)
Interest	1		2	1
Total revenues	22		21	(1)
EXPENDITURES				
Administration of Justice				
Personnel	—		—	—
Operating	72		—	72
Total administration of justice	72		—	72
Total expenditures	72		—	72
Excess (deficiency) of revenues over (under) expenditures	(50)		21	71
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(50)		21	71
Fund balance - beginning	56		56	—
Fund balance - ending	\$ 6	\$	77	\$ 71

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Veteran's Court Jury Donations
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final		Amounts	(Negative)
REVENUES				
Charges for services	\$ —	\$	—	\$ —
Interest	—		—	—
Total revenues	—		—	—
EXPENDITURES				
Administration of Justice				
Personnel	—		—	—
Operating	—		1	(1)
Total administration of justice	—		1	(1)
Total expenditures	—		1	(1)
Excess (deficiency) of revenues over (under) expenditures	—		(1)	(1)
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	—		(1)	(1)
Fund balance - beginning	1		1	—
Fund balance - ending	\$ 1	\$	—	\$ (1)

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
1st Chance Program
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	(Negative)
REVENUES				
Miscellaneous	\$ 12	\$	8	\$ (4)
Total revenues	12		8	(4)
EXPENDITURES				
Administration of Justice				
Personnel	—		—	—
Operating	—		—	—
Total administration of justice	—		—	—
Total expenditures	—		—	—
Excess (deficiency) of revenues over (under) expenditures	12		8	(4)
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	(12)		(8)	4
Total other financing sources (uses)	(12)		(8)	4
Net change in fund balances	—		—	—
Fund balance - beginning	—		—	—
Fund balance - ending	\$ —	\$	—	\$ —

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
County Donations Program Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final			
REVENUES				
Charges for services	\$ 4,813	\$	4,813	\$ —
Interest	47		52	5
Miscellaneous	22		40	18
Total revenues	4,882		4,905	23
EXPENDITURES				
General government				
Operating	101		6	95
Total general government	101		6	95
Public safety				
Operating	1		—	1
Total public safety	1		—	1
Health and welfare				
Operating	4,687		13	4,674
Total health and welfare	4,687		13	4,674
Culture and recreation				
Operating	15		—	15
Total culture and recreation	15		—	15
Capital outlays	214		—	214
Total expenditures	315		19	309
Excess (deficiency) of revenues over (under) expenditures	4,567		4,886	332
OTHER FINANCING SOURCES (USES)				
Transfers in	8		—	(8)
Transfers out	—		—	—
Total other financing sources (uses)	8		—	(8)
Net change in fund balances	4,575		4,886	311
Fund balance - beginning	138		138	—
Fund balance - ending	\$ 4,713	\$	5,024	\$ 311

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Court Facilities Fee Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charge for Services	\$ 304	\$	301	\$ (3)
Interest	23		35	12
Miscellaneous	—		—	—
Total revenues	327		336	9
EXPENDITURES				
Administration of Justice				
Personnel	—		—	—
Operating	1,031		—	1,031
Total administration of justice	1,031		—	1,031
Total expenditures	1,031		—	1,031
Excess (deficiency) of revenues over (under) expenditures	(704)		336	1,040
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(704)		336	1,040
Fund balance - beginning	785		785	—
Fund balance - ending	\$ 81	\$	1,121	\$ 1,040

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Language Access Fee Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Charge for services	\$ 100	\$	113	\$ 13
Interest	7		11	4
Miscellaneous	—		—	—
Total revenues	<u>107</u>		<u>124</u>	<u>17</u>
EXPENDITURES				
Administration of Justice				
Personnel	—		—	—
Operating	334		—	334
Total administration of justice	<u>334</u>		<u>—</u>	<u>334</u>
Total expenditures	<u>334</u>		<u>—</u>	<u>334</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(227)</u>		<u>124</u>	<u>351</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	<u>—</u>		<u>—</u>	<u>—</u>
Net change in fund balances	<u>(227)</u>		<u>124</u>	<u>351</u>
Fund balance - beginning	253		253	—
Fund balance - ending	<u>\$ 26</u>	\$	<u>377</u>	<u>\$ 351</u>

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Opioid Settlement
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual Amounts	
REVENUES			
Charge for services	\$ 263	\$ 160	\$ (103)
Total revenues	263	160	(103)
EXPENDITURES			
General Government			
Personnel	159	159	—
Operating	99	—	99
Total general government	258	159	99
Capital outlays	276	276	—
Total expenditures	534	435	99
Excess (deficiency) of revenues over (under) expenditures	(271)	(275)	(4)
OTHER FINANCING SOURCES (USES)			
Transfers in	—	—	—
Transfers out	(37)	(37)	—
Total other financing sources (uses)	(37)	(37)	—
Net change in fund balances	(308)	(312)	(4)
Fund balance - beginning	316	316	—
Fund balance - ending	\$ 8	\$ 4	\$ (4)

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Veteran's Department Jury Donation Fund
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Final		Amounts	(Negative)
REVENUES				
Charge for services	\$ —	\$	1	\$ (1)
Miscellaneous	—		—	—
Total revenues	—		1	(1)
EXPENDITURES				
Health and welfare				
Personnel	—		—	—
Operating	2		2	—
Total health and welfare	2		2	—
Total expenditures	2		2	—
Excess (deficiency) of revenues over (under) expenditures	(2)		—	—
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	(2)		(1)	1
Fund balance - beginning	2		2	—
Fund balance - ending	\$ —	\$	1	\$ 1

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
District Attorney Apportionment Supplement
For the Year Ended September 30, 2025
(In Thousands)

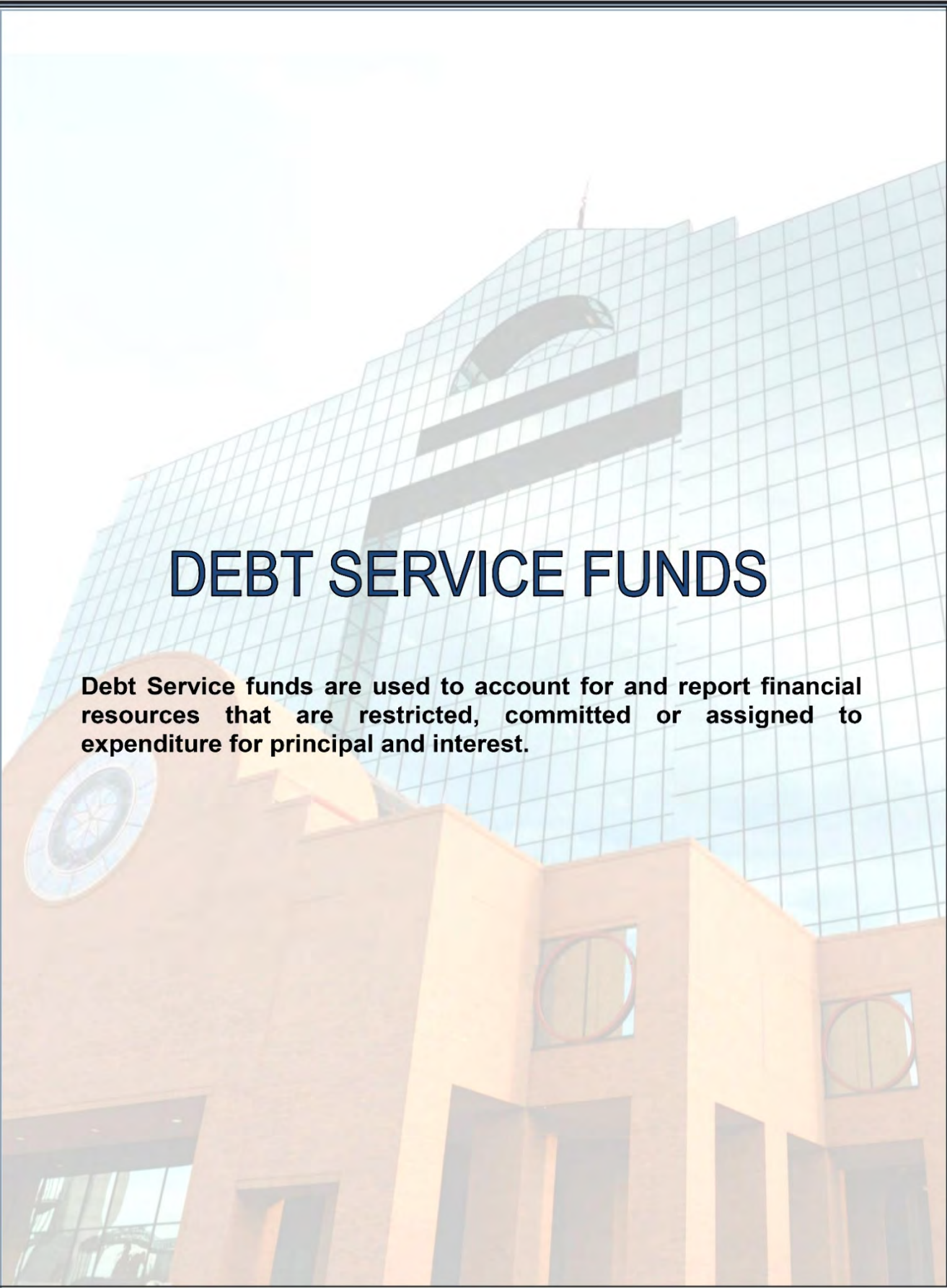
	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Intergovernmental	\$ 23	\$	29	\$ 6
Total revenues	23		29	6
EXPENDITURES				
Administration of Justice				
Personnel	22		22	—
Total administration of justice	22		22	—
Total expenditures	22		22	—
Excess (deficiency) of revenues over (under) expenditures	1		7	6
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	1		7	6
Fund balance - beginning	—		—	—
Fund balance - ending	\$ 1	\$	7	\$ 6

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Constable 4 Forfeiture Accounts
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final		Amounts	
REVENUES				
Intergovernmental	\$ —	\$	—	\$ —
Fines and forfeitures	9		—	(9)
Total revenues	9		—	(9)
EXPENDITURES				
Administration of justice				
Personnel	—		—	—
Total administration of justice	—		—	—
Total expenditures	—		—	—
Excess (deficiency) of revenues over (under) expenditures	9		—	(9)
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	9		—	(9)
Fund balance - beginning	—		—	—
Fund balance - ending	\$ 9	\$	—	\$ (9)

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Special Revenue Funds
Public Improvement District Phase One
For the Year Ended September 30, 2025
(In Thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Final</u>		<u>Amounts</u>	
REVENUES				
Taxes:				
Property	\$ 321	\$	366	\$ 45
Total revenues	321		366	45
EXPENDITURES				
Public works				
Operating	321		22	299
Total Public works	321		22	299
Total expenditures	321		22	299
Excess (deficiency) of revenues over (under) expenditures	—		344	344
OTHER FINANCING SOURCES (USES)				
Transfers in	—		—	—
Transfers out	—		—	—
Total other financing sources (uses)	—		—	—
Net change in fund balances	—		344	344
Fund balance - beginning	—		—	—
Fund balance - ending	\$ —	\$	344	\$ 344



DEBT SERVICE FUNDS

Debt Service funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest.

COUNTY OF EL PASO, TEXAS

Purposes of Debt Service Funds

September 30, 2025

General Obligation Refunding Bonds, Series 2015

This fund is used for the payment of principal and interest on bonds issued to advance refund a portion of the principal and interest on Certificates of Obligation Series 2012.

General Obligation Taxable Refunding Bonds, Series 2015A

This fund is used for the payment of principal and interest on bonds issued to advance refund a portion of the principal and interest on Taxable Certificates of Obligation Series 2007A.

General Obligation Refunding Bonds, Series 2016A

This fund is used for the payment of principal and interest on bonds issued to advance refund a portion of the principal and interest on Certificates of Obligation Series 2007 and General Obligation Refunding Series 2007.

General Obligation Taxable Refunding Bonds, Series 2016B

This fund is used for the payment of principal and interest on bonds issued to advance refund a portion of the principal and interest on Taxable Certificates of Obligation Series 2001, Series 2007, and Series 2012 and General Obligation Refunding Series 2007 and Series 2011.

Certificates of Obligation, Series 2016D

This fund is used for the payment of principal and interest on bonds issued to pay all or part of the Issuer's contractual obligations incurred for (i) constructing roof and other infrastructure improvements, renovations and equipment repairs/replacement to existing County facilities, including the county courthouse, Sheriff's facilities, parks facilities, administrative service buildings, Juvenile Probation facilities and Public works facilities; (ii) Information technology equipment, software and related infrastructure, implementation and planning needs; (iii) constructing improving, renovating and equipping County parks and recreational facilities; (iv) constructing improving, renovating, equipping transit related infrastructure and acquiring rights-of-way therefor; (v) constructing, reconstructing and improving streets, roads, sidewalks and alleys, including bridges and intersections, street overlay, landscaping, lighting, signalization, traffic safety and operational improvements, culverts and related storm drainage and utility relocation, and the acquisition of land and interests in land as necessary therefor; and (vi) paying legal, fiscal and engineering fees in connection with these projects.

General Obligation Refunding Bonds, Series 2017

This fund is used for the payment of principal and interest on bonds issued to advance refund a portion of the principal and interest on Certificates of Obligation, Series 2012.

Taxable Certificates of Obligation Bonds, Series 2017

This fund is used to collect Ad Valorem taxes for the payment of the debt funds are transferred to the enterprise fund to pay the debt.

Taxable Certificates of Obligation Series 2021 Texas Water Development Board (TWDB) Loan

This fund is used for the payment of principal and interest on the State Infrastructure Bank Loan for the purpose of paying all or a portion of County's contractual obligations incurred in connection with: (i) design, construction and installation of flood control, storm water and drainage improvements within the County; and (ii) paying legal, fiscal, and engineering fees in connection with such projects.

Tax Anticipation Note, Series 2022

This fund is used to collect Ad Valorem taxes for the payment of the principal and interest related to debt issued to pay for projects constructed under County Capital Projects Tax Note 2022.

COUNTY OF EL PASO, TEXAS

Purposes of Debt Service Funds

September 30, 2025

Taxable Certificates of Obligation, Series 2022A (TWDB Loan)

This fund is used to collect Ad Valorem taxes for the payment of the principal and interest related to debt issued to pay for projects constructed under County Capital Projects Taxable Certificates of Obligation, Series 2022A (TWDB Loan).

Taxable Certificates of Obligation, Series 2022B (TWDB Loan)

This fund is used to collect Ad Valorem taxes for the payment of the principal and interest related to debt issued to pay for projects constructed under County Capital Projects Taxable Certificates of Obligation, Series 2022B (TWDB Loan).

Taxable Certificates of Obligation Bonds, Series 2023C

This fund is used to collect Ad Valorem taxes for the payment of the debt funds are transferred to the enterprise fund to pay the debt.

Tax Note, Series 2023A

This fund is used to collect Ad Valorem taxes for the payment of the principal and interest related to debt issued to pay for projects constructed under County Capital Projects Tax Note, Series 2023A.

Tax Note, Series 2023B

This fund is used to collect Ad Valorem taxes for the payment of the principal and interest related to debt issued to pay for projects constructed under County Capital Projects Tax Note, Series 2023B.

Tax Note, Series 2023C

This fund is used to collect Ad Valorem taxes for the payment of the principal and interest related to debt issued to pay for projects constructed under County Capital Projects Tax Note, Series 2023C.

Taxable Tax Note, Series 2023D

This fund is used to collect Ad Valorem taxes for the payment of the principal and interest related to debt issued to pay for projects constructed under County Capital Projects Tax Note, Series 2023D.

Taxable Tax Note, Series 2024

This fund is used to collect Ad Valorem taxes for the payment of the principal and interest related to debt issued to pay for projects constructed under County Capital Projects Tax Note, Series 2024.

General Obligation Refunding Bonds Taxable, Series 2023A

This fund is used for the payment of principal and interest on bonds issued to advance refund a portion of the principal and interest on General Obligation Refunding Bonds, Series 2015.

Certificates of Obligation, Series 2023A

This fund is used to collect Ad Valorem taxes for the payment of the principal and interest related to debt issued to pay for projects constructed under County Capital Projects Certificates of Obligation, Series 2023A.

Taxable Certificates of Obligation, Series 2023B (TWDB Loan)

This fund is used to collect Ad Valorem taxes for the payment of the principal and interest related to debt issued to pay for projects constructed under County Capital Projects Taxable Certificates of Obligation, Series 2023B (TWDB Loan).

COUNTY OF EL PASO, TEXAS

Purposes of Debt Service Funds

September 30, 2025

Certificate of Obligation Series 2025A

This fund is used to collect Ad Valorem taxes for the payment of principal and interest related to the debt issued to pay for projects constructed under County Capital Projects Certificates of Obligation, Series 2025A

General Obligation Bonds Series 2025

This fund is used to collect Ad Valorem taxes for the payment of principal and interest related to the debt issued to pay for projects constructed under County Capital Projects General Obligation Bonds, Series 2025

State Infrastructure Bank Loan, Series 2017

This fund is used for the payment of principal and interest on the State Infrastructure Bank Loan for constructing improvements over approximately 2.3 miles of the Interstate Highway 10 corridor between Airway Boulevard and Viscount Boulevard in the City of El Paso. Funding for the payment is provided through M&O Ad Valorem taxes transferred in from the General Fund annually to cover the Principal and Interest payment.

State Infrastructure Bank Loan, Series 2020

This fund is used for the payment of principal and interest on the State Infrastructure Bank Loan for developing an off-system project in El Paso County, Texas, to widen Pellicano Drive from two to six lanes, divided with bike lanes, pedestrian walkways, landscaping, and connection to Loop 375.

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County of El Paso, Texas
Combining Balance Sheet
Nonmajor Debt Service Funds
September 30, 2025
(In Thousands)

	General Obligation Refunding Bonds Series 2015	General Obligation Taxable Refunding Bonds Series 2015A	General Obligation Refunding Bonds Series 2016A
ASSETS			
Cash and cash equivalents	\$ 31	10	34
Restricted cash and cash equivalents	-	-	-
Total assets	\$ 31	10	34
LIABILITIES AND FUND BALANCES			
Liabilities	\$ -	-	-
Total Liabilities	-	-	-
Fund balances			
Restricted			
Bond reserve	-	-	-
Debt service	31	10	34
Total fund balances	31	10	34
Total liabilities and fund balances	\$ 31	10	34

General Obligation Taxable Refunding Bonds Series 2016B	Certificates of Obligation Series 2016D	General Obligation Refunding Bonds Series 2017	Taxable Certificates of Obligation Series 2017	Taxable Certificates of Obligation Series 2021 TWDB Loan
22	17	41	-	-
-	-	-	-	32
22	17	41	-	32
-	-	-	-	-
-	-	-	-	-
-	-	-	-	32
22	17	41	-	-
22	17	41	-	32
22	17	41	-	32

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Debt Service Funds
September 30, 2025
(In Thousands)

	Taxable Certificates of Obligation Series 2022A TWDB Loan	Taxable Certificates of Obligation Series 2022B	Taxable Certificates of Obligation Series 2023C
ASSETS			
Cash and cash equivalents	\$ 4	-	-
Restricted cash and cash equivalents	414	48	36
Total assets	\$ 418	48	36
LIABILITIES AND FUND BALANCES			
Liabilities	\$ -	-	-
Total Liabilities	-	-	-
Fund balances			
Restricted			
Bond reserve	414	48	36
Debt service	4	-	-
Total fund balances	418	48	36
Total liabilities and fund balances	\$ 418	48	36

Tax Anticipation Notes Series 2022	Tax Note Series 2023A	Tax Note Series 2023B	Tax Note Series 2023C	Taxable Tax Note Series 2023D
-	7	257	6	-
-	-	-	-	-
-	7	257	6	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	7	257	6	-
-	7	257	6	-
-	7	257	6	-

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Debt Service Funds
September 30, 2025
(In Thousands)

	Taxable Tax Note 2024	General Obligation Refunding Bonds Series 2023A	Certificates of Obligation Series 2023A
ASSETS			
Cash and cash equivalents	\$ -	2,378	27
Restricted cash and cash equivalents	-	-	-
Total assets	\$ -	2,378	27
LIABILITIES AND FUND BALANCES			
Liabilities	\$ -	-	-
Total Liabilities	-	-	-
Fund balances			
Restricted			
Bond reserve	-	-	-
Debt service	-	2,378	27
Total fund balances	-	2,378	27
Total liabilities and fund balances	\$ -	2,378	27

Taxable Certificates of Obligation Series 2023B TWDB Loan	Certificates of Obligation 2025A	General Obligation Bond Series 2025	State Infrastructure Bank Loan Series 2017	State Infrastructure Bank Loan Series 2020
98	9	10	12	8
-	-	-	-	-
98	9	10	12	8
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
98	9	10	12	8
98	9	10	12	8
98	9	10	12	8

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Debt Service Funds
September 30, 2025
(In Thousands)

	Total Debt Service Funds
ASSETS	
Cash and cash equivalents	\$ 2,971
Restricted cash and cash equivalents	<u>530</u>
Total assets	\$ <u><u>3,501</u></u>
LIABILITIES AND FUND BALANCES	
Liabilities	\$ <u>-</u>
Total Liabilities	<u>-</u>
Fund balances	
Restricted	
Bond reserve	530
Debt service	<u>2,971</u>
Total fund balances	<u>3,501</u>
Total liabilities and fund balances	\$ <u><u>3,501</u></u>

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County of El Paso, Texas
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year September 30, 2025
(In Thousands)

	General Obligation Refunding Bonds Series 2015	General Obligation Taxable Refunding Bonds Series 2015A	General Obligation Refunding Bonds Series 2016A
REVENUES			
Taxes:			
Ad valorem property taxes	\$ 5,143	1,571	3,501
Miscellaneous:			
Interest	30	10	31
Total revenues	<u>5,173</u>	<u>1,581</u>	<u>3,532</u>
EXPENDITURES			
Debt service			
Principal	5,065	1,495	2,425
Interest	142	83	1,104
Total expenditures	<u>5,207</u>	<u>1,578</u>	<u>3,529</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(34)</u>	<u>3</u>	<u>3</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
Defeasance of debt	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(34)	3	3
Fund balances - beginning	65	7	31
Fund balances - ending	<u>\$ 31</u>	<u>10</u>	<u>34</u>

General Obligation Taxable Refunding Bonds Series 2016B	Certificates of Obligation Series 2016D	General Obligation Refunding Bonds Series 2017	Taxable Certificates of Obligation Series 2017	Taxable Certificates of Obligation Series 2021 TWDB Loan
2,493	400	2,144	-	54
20	13	35	-	-
2,513	413	2,179	-	54
1,935	320	155	-	54
573	95	2,049	-	-
2,508	415	2,204	-	54
5	(2)	(25)	-	-
-	-	-	-	-
-	-	-	(95)	-
-	-	-	-	-
-	-	-	(95)	-
5	(2)	(25)	(95)	-
17	19	66	95	32
22	17	41	-	32

County of El Paso, Texas
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year September 30, 2025
(In Thousands)

		Taxable Certificates of Obligation Series 2022A TWDB Loan	Taxable Certificates of Obligation Series 2022B	Taxable Certificates of Obligation Series 2023C
REVENUES				
Taxes:				
Ad valorem property taxes	\$	688	80	60
Miscellaneous:				
Interest		4	-	-
Total revenues		692	80	60
EXPENDITURES				
Debt service				
Principal		690	80	60
Interest		-	-	-
Total expenditures		690	80	60
Excess (deficiency) of revenues over (under) expenditures		2	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in		-	-	-
Transfers out		-	-	-
Defeasance of debt		-	-	-
Total other financing sources (uses)		-	-	-
Net change in fund balances		2	-	-
Fund balances - beginning		416	48	36
Fund balances - ending	\$	418	48	36

Tax Anticipation Notes Series 2022	Tax Note Series 2023A	Tax Note Series 2023B	Tax Note Series 2023C	Taxable Tax Note Series 2023D
-	542	8,106	297	1,542
-	7	285	5	-
-	549	8,391	302	1,542
-	-	6,960	-	1,500
-	550	843	302	51
-	550	7,803	302	1,551
-	(1)	588	-	(9)
-	-	-	-	-
-	-	-	-	-
-	-	(2,062)	-	-
-	-	(2,062)	-	-
-	(1)	(1,474)	-	(9)
-	8	1,731	6	9
-	7	257	6	-

County of El Paso, Texas
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year September 30, 2025
(In Thousands)

	Taxable Tax Note 2024	General Obligation Refunding Bonds Series 2023A	Certificates of Obligation Series 2023A
REVENUES			
Taxes:			
Ad valorem property taxes	\$ 3,349	616	316
Miscellaneous:			
Interest	-	124	19
Total revenues	3,349	740	335
EXPENDITURES			
Debt service			
Principal	3,374	200	-
Interest	202	228	757
Total expenditures	3,576	428	757
Excess (deficiency) of revenues over (under) expenditures	(227)	312	(422)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	2,025	-
Transfers out	-	-	-
Defeasance of debt	-	-	-
Total other financing sources (uses)	-	2,025	-
Net change in fund balances	(227)	2,337	(422)
Fund balances - beginning	227	41	449
Fund balances - ending	\$ -	2,378	27

Taxable Certificates of Obligation Series 2023B TWDB Loan	Certificates of Obligation 2025A	General Obligation Bond Series 2025	State Infrastructure Bank Loan Series 2017	State Infrastructure Bank Loan Series 2020
2,140	-	-	366	259
-	-	-	11	6
2,140	-	-	377	265
1,250	-	-	327	227
1,955	-	-	52	40
3,205	-	-	379	267
(1,065)	-	-	(2)	(2)
-	9	10	-	-
-	-	-	-	-
-	-	-	-	-
-	9	10	-	-
(1,065)	9	10	(2)	(2)
1,163	-	-	14	10
98	9	10	12	8

County of El Paso, Texas
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year September 30, 2025
(In Thousands)

	Total Debt Service Funds
REVENUES	
Taxes:	
Ad valorem property taxes	\$ 33,667
Miscellaneous:	
Interest	600
Total revenues	<u>34,267</u>
EXPENDITURES	
Debt service	
Principal	26,117
Interest	9,026
Total expenditures	<u>35,143</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(876)</u>
OTHER FINANCING SOURCES (USES)	
Transfers in	2,044
Transfers out	(95)
Defeasance of debt	<u>(2,062)</u>
Total other financing sources (uses)	<u>(113)</u>
Net change in fund balances	(989)
Fund balances - beginning	<u>4,490</u>
Fund balances - ending	<u><u>\$ 3,501</u></u>

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Debt Service Funds
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Ad valorem property taxes	\$ 33,667	\$ 33,667	\$ 33,667	\$ —
Miscellaneous:				
Interest	—	—	600	600
Total revenues	33,667	33,667	34,267	600
EXPENDITURES				
Debt Service				
Principal	26,117	26,117	26,117	(1)
Interest	9,026	9,026	9,026	—
Total debt service	35,144	35,144	35,143	(1)
Total expenditures	35,144	35,144	35,143	(1)
Excess (deficiency) of revenues over (under) expenditures	(1,476)	(1,476)	(876)	599
OTHER FINANCING SOURCES (USES)				
Transfers in	—	—	2,044	2,044
Transfers out	—	—	(95)	(95)
Defeasance of Debt	(2,062)	(2,062)	(2,062)	—
Refunding bonds issued	—	—	—	—
Payment to refunded bond escrow agent	—	—	—	—
Total other financing sources (uses)	(2,062)	(2,062)	(113)	1,949
Net change in fund balances	(3,538)	(3,538)	(989)	2,549
Fund balance - beginning	4,490	4,490	4,490	—
Fund balance - ending	\$ 952	\$ 952	\$ 3,501	\$ 2,549

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CAPITAL PROJECT FUNDS

Capital project funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

COUNTY OF EL PASO, TEXAS
Purposes of Capital Project Funds
September 30, 2025

County Capital Improvements 2001

This fund is used to account for the purchase of equipment for various County departments and for renovations to existing County facilities. This fund has been financed through a transfer from the General Fund.

County Capital Projects 2016C

This fund is used to account for the following purposes: (i) constructing improving, renovating and equipping the County Airport in Fabens Texas; and (ii) paying legal, fiscal and engineering fees in connection with these projects. Proceeds from Certificates of Obligation 2016C are used to finance this project.

County Capital Projects 2016D

This fund is used to account for the following purposes: (i) constructing roof and other infrastructure improvements, renovations and equipment repairs/replacement to existing County facilities, including the County courthouse, sheriff's facilities, parks facilities, administrative service buildings, Juvenile Probation facilities and Public works facilities; (ii) Information Technology Equipment, software and related infrastructure, implementation and planning needs; (iii) constructing improving, renovating and equipping County parks and recreational facilities; (iv) constructing improving, renovating, equipping transit related infrastructure and acquiring rights-of-way therefor; (v) constructing, reconstructing and improving streets, roads, sidewalk, and alleys, including bridges and intersections, street overlay, landscaping, lighting, signalization, traffic safety and operational improvements, culverts and related storm drainage and utility relocation, and the acquisition of land and interest in land as necessary therefor; and (vi) paying legal, fiscal and engineering fees in connection with these projects. Proceeds from Certificates of Obligation 2016D are used to finance this project.

County Capital Projects Stormwater 2021

This fund is used to account for the following purposes: (i) design, construction and installation of flood control, storm water and drainage improvements within El Paso County; and (ii) paying legal, fiscal and engineering fees in connection with such projects. Proceeds from Certificates of Obligation 2021 are used to finance this project.

County Capital Projects Stormwater 2022

This fund is used to account for the following purposes: (i) design, construction and installation of flood control, storm water and drainage improvements within El Paso County; and (ii) paying legal, fiscal and engineering fees in connection with such projects. Proceeds from Certificates of Obligation 2022 are used to finance this project.

County Capital Projects Tax Note 2022

This fund is used to account for the following purposes: (i) design, construction and installation of Ascension Road Improvements, Fabens Airport Pond, Mankato Pond, Mankato Crossing, Stage Coach Crossing, Overland Stage Crossing, O'Leary Crossing, Tamara Crossing, Hueco Mountain Crossing, Sparks Arroyo Discharge, Fabens Dam Improvements, Bradley Detention Pond, Desert Acceptance Linear Park, Fabens Airport T-hanger Design, John Hayes Construction Phase 1 Match, John Hayes Construction Phase 1, Fabens Sidewalk-Design Phase, PDN Trail – Design Phase, Montwood Design, Tornillo Sidewalks Construction, Montana Phase 2 ROW, SO Detention Facility Elevator Modernization, Freight Elevator Modernization, meeting management Equipment & System, Various Heavy Equipment, Dredging Ascarate Lake, 1 percent for Art, within the County; and (ii) paying legal, fiscal and engineering fees in connection with such projects.. Proceeds from Taxable Tax Notes, Series 2022 are used to finance this project.

COUNTY OF EL PASO, TEXAS
Purposes of Capital Project Funds
September 30, 2025

County Capital Projects Stormwater Socorro (Taxable Certificates of Obligation, Series 2022B, TWDB Loan)

This fund is used to account for the following purpose of paying all or a portion of the Issuer's contractual obligations incurred in connection with: (i) design, construction and installation of flood control, storm water and drainage improvements within the Issuer; and (ii) paying legal, fiscal and engineering fees in connection with such projects (collectively, the "Project").

County Capital Projects Tax Note 2023A

This fund is used to account for the following purpose of financing the costs incurred by the County in connection with acquiring, constructing, renovating, remodeling, enlarging, expanding and/or equipping (i) Jail Annex, Juvenile Justice Center and Medical Examiner's office; (ii) access control security technology systems across all County facilities; and (iii) paying legal, fiscal and engineering fees in connection with these projects (collectively, the "Project").

County Capital Projects Taxable Tax Note 2023B

This fund is used to account for the following purpose of financing the costs incurred by the County in connection with acquiring, constructing, renovating, remodeling, enlarging, expanding and/or equipping (i) Downtown Detention Facility, Jail Annex, Juvenile Justice Center and Medical Examiner's office; (ii) access control security technology systems across all County facilities; and (iii) paying legal, fiscal and engineering fees in connection with these projects (collectively, the "Project").

County Capital Projects Certificates of Obligation, Series 2023A

This fund is used to account for the following purpose of paying an or a portion of the County's contractual obligations incurred in connection with acquiring constructing, renovating, remodeling, enlarging, expanding and/or equipping (i) County park facilities, including without limitation land acquisition, feasibility studies, park improvements, recreation and sports facilities, landscaping, irrigation, drainage, lighting, benches, pavilions, trails, walking paths, public restrooms, recreation centers, baseball fields, softball fields, parking facilities and related infrastructure; (ii) County courthouses, sub courthouses, and courthouse annexes; (iii) sheriff's department and public safety facilities, jails, juvenile detention facilities, or judicial facilities, and any facilities that are physically attached to the facilities described by this clause; (iv) streets, roads, sidewalks and alleys including bridges and intersections, street overlay, landscaping, lighting signalization, traffic safety and operational improvements, culverts and related storm drainage and utility relocation; (v) construction, improvement, renovation and equipment of the County Airport in Fabens, Texas including without limitation land acquisition in connection therewith; (vi) telecommunications, wireless communications, information technology systems, applications, hardware or software for facilities described above; (vii) to pay capitalized interest on the Obligations; and (viii) paying legal fiscal and engineering fees in connection with these projects.

COUNTY OF EL PASO, TEXAS
Purposes of Capital Project Funds
September 30, 2025

County Capital Projects Taxable Certificates of Obligation, Series 2023B

This fund is used to account for the following purpose of paying an or a portion of the County's contractual obligations incurred in connection with acquiring constructing, renovating, remodeling, enlarging, expanding and/or equipping (i) County park facilities, including without limitation land acquisition, feasibility studies, park improvements, recreation and sports facilities, landscaping, irrigation, drainage, lighting, benches, pavilions, trails, walking paths, public restrooms, recreation centers, baseball fields, softball fields, parking facilities and related infrastructure; (ii) County courthouses, sub courthouses, and courthouse annexes; (iii) sheriff's department and public safety facilities, jails, juvenile detention facilities, or judicial facilities, and any facilities that are physically attached to the facilities described by this clause; (iv) streets, roads, sidewalks and alleys including bridges and intersections, street overlay, landscaping, lighting signalization, traffic safety and operational improvements, culverts and related storm drainage and utility relocation; (v) construction, improvement, renovation and equipment of the County Airport in Fabens, Texas including without limitation land acquisition in connection therewith; (vi) telecommunications, wireless communications, information technology systems, applications, hardware or software for facilities described above; (vii) to pay capitalized interest on the Obligations; and (viii) paying legal fiscal and engineering fees in connection with these projects.

County Capital Projects Certificates of Obligation, Series 2023C (TWDB Loan)

This fund is used to account for the following purpose of paying all or a portion of the Issuer's contractual obligations incurred in connection with: (i) design, construction and installation of flood control, storm water and drainage improvements within the Issuer; and (ii) paying legal, fiscal and engineering fees in connection with such projects.

County Capital Projects Tax Note 2023C

This fund is used to account for the following purpose of pay contractual obligations incurred or to be incurred (i) for the construction of any public work, (ii) for the purchase of materials, supplies, equipment, machinery, buildings, lands and rights-of-way for the County's authorized needs and purposes and (iii) to pay costs of professional services, including a service by a tax appraisal engineer, engineer, architect, attorney, mapmaker, auditor, financial advisor, or fiscal agent; and to finance the costs incurred by the County in connection with acquiring, constructing, renovating, remodeling, enlarging, expanding and/or equipping (i) design, construction and installation of flood control, storm water and drainage improvements within the County; (ii) streets, roads, sidewalks and alleys, including bridges and intersections, street overlay, landscaping, lighting, signalization, traffic safety and operational improvements, culverts and related storm drainage and utility relocation, (iii) sheriff's department and public safety facilities, jails, juvenile detention facilities, or judicial facilities, and any facilities that are physically attached to the facilities described by this clause; (iv) County park facilities, including without limitation land acquisition, feasibility studies, park improvements, recreation and sports facilities, landscaping, irrigation, drainage, lighting, benches, pavilions, trails, walking paths, public restrooms, recreation centers, baseball fields, softball fields, parking facilities and related infrastructure; (v) constructing improving, renovating and equipping the County Airport in Fabens Texas, including without limitation land acquisition in connection therewith; (vi) telecommunications, wireless communications, information technology systems, applications, hardware, or software for facilities described above; and (vii) paying legal, fiscal and engineering fees in connection with these projects (collectively, the "Project").

COUNTY OF EL PASO, TEXAS
Purposes of Capital Project Funds
September 30, 2025

County Capital Projects Taxable Tax Note 2023D

This fund is used to account for the following purpose of pay contractual obligations incurred or to be incurred (i) for the construction of any public work, (ii) for the purchase of materials, supplies, equipment, machinery, buildings, lands and rights-of-way for the County's authorized needs and purposes and (iii) to pay costs of professional services, including a service by a tax appraisal engineer, engineer, architect, attorney, mapmaker, auditor, financial advisor, or fiscal agent; and to finance the costs incurred by the County in connection with acquiring, constructing, renovating, remodeling, enlarging, expanding and/or equipping (i) design, construction and installation of flood control, storm water and drainage improvements within the County; (ii) streets, roads, sidewalks and alleys, including bridges and intersections, street overlay, landscaping, lighting, signalization, traffic safety and operational improvements, culverts and related storm drainage and utility relocation, (iii) sheriff's department and public safety facilities, jails, juvenile detention facilities, or judicial facilities, and any facilities that are physically attached to the facilities described by this clause; (iv) County park facilities, including without limitation land acquisition, feasibility studies, park improvements, recreation and sports facilities, landscaping, irrigation, drainage, lighting, benches, pavilions, trails, walking paths, public restrooms, recreation centers, baseball fields, softball fields, parking facilities and related infrastructure; (v) constructing improving, renovating and equipping the County Airport in Fabens Texas, including without limitation land acquisition in connection therewith; (vi) telecommunications, wireless communications, information technology systems, applications, hardware, or software for facilities described above; and (vii) paying legal, fiscal and engineering fees in connection with these projects (collectively, the "Project").

County Capital Projects Taxable Tax Note 2024

This fund is used to account for the following purpose of pay contractual obligations incurred or to be incurred (i) for the construction of any public work, (ii) for the purchase of materials, supplies, equipment, machinery, buildings, lands and rights-of-way for the County's authorized needs and purposes and (iii) to pay costs of professional services, including a service by a tax appraisal engineer, engineer, architect, attorney, mapmaker, auditor, financial advisor, or fiscal agent; and to finance the costs incurred by the County in connection with capital improvements and renovations at various County facilities, including without limitation lighting improvements at courthouses, subcourthouses, courthouse annexes, jails, judicial facilities, administrative facilities, airports, parks, and public safety facilities; and (ii) paying legal, fiscal and engineering fees in connection with these projects (collectively, the "Project").

County Capital Projects 2024 Bond Issuance A

This fund is used to account for the purpose of constructing, rehabilitating, renovating, improving, upgrading, updating, expanding, enlarging, and equipping (i) the County's parks and recreational spaces; (ii) facilities for the County's Office of the Medical Examiner; and (iii) the County's Animal Shelter; and to pay the costs of issuing the Bonds.

County Capital Projects CO Series 2025

This fund is used to account for the purpose of paying all or a portion of the County's contractual obligations incurred in connection with acquiring, constructing, designing, renovating, remodeling, enlarging, expanding and/or equipping street improvements, utility system improvements, flood control improvements, an HVAC improvements at the County-owned Family Youth Services Center and paying legal, fiscal and engineering fees in connection with such projects.

COUNTY OF EL PASO, TEXAS
Purposes of Capital Project Funds
September 30, 2025

County Capital Projects Taxable Lease Purchase 2024

This fund is used to account for the purpose of paying for various energy-efficient and central plant measures designed and installed in County owned facilities by contractor under an Energy Performance Contract. The projects include qualified taxable mechanical plant upgrades, automation system upgrades, water efficiency/plumbing controls, and LED lightning upgrades.

County Capital Projects Non-Tax Lease Purchase 2024

This fund is used to account for the purpose of paying for various energy-efficient and central plant measures designed and installed in County owned facilities by contractor under an Energy Performance Contract. The projects include qualified Tax-Exempt mechanical plant upgrades, automation system upgrades, water efficiency/plumbing controls, and LED lightning upgrades.

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County of El Paso, Texas
Combining Balance Sheet
Nonmajor Capital Projects Funds
September 30, 2025
(In Thousands)

	County Capital Improvements 2001	County Capital Projects 2016C	County Capital Projects 2016D
ASSETS			
Cash and cash equivalents	\$ 16,689	-	19
Cash-restricted	-	-	-
Accounts receivable	-	-	-
Due from other funds	325	-	-
Total assets	\$ 17,014	-	19
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 368	-	-
Retainage payable	103	-	-
Due to other funds	-	-	-
Arbitrage Payable	-	-	-
Total liabilities	471	-	-
Fund balances:			
Nonspendable:			
Restricted:			
Building construction/renovation	-	-	-
Land	-	-	-
Park improvements	-	-	-
Software/IT improvements	-	-	-
Equipment	-	-	-
Stormwater improvements	-	-	-
Road/street construction/improvements	-	-	-
Committed:			
Other purposes	12,963	-	19
Assigned:			
Other purposes	3,580	-	-
Total fund balances	16,543	-	19
Total liabilities and fund balances	\$ 17,014	-	19

County Capital Projects Stormwater 2021	County Capital Projects Stormwater 2022	County Capital Projects Tax Note 2022	County Capital Projects Stormwater Socorro	County Capital Projects Tax Note 2023A
-	-	8,309	-	8,384
1,205	22,451	-	2,510	-
-	-	130	-	-
-	-	-	-	-
1,205	22,451	8,439	2,510	8,384
49	302	1,111	-	18
-	-	78	-	-
49	276	-	-	-
-	-	-	-	633
98	578	1,189	-	651
-	-	1,442	-	3,937
-	-	-	-	-
-	-	-	-	-
-	-	96	-	-
-	-	63	-	-
476	19,107	-	2,202	-
-	-	380	-	-
-	-	2,244	308	3,586
631	2,766	3,025	-	210
1,107	21,873	7,250	2,510	7,733
1,205	22,451	8,439	2,510	8,384

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Capital Projects Funds
September 30, 2025
(In Thousands)

	Capital Projects Taxable Tax Note 2023B	County Capital Projects CO 2023A	County Capital Projects CO 2023B
ASSETS			
Cash and cash equivalents	\$ 19,475	8,987	30,396
Cash-restricted	-	-	-
Accounts receivable	-	-	-
Due from other funds	-	-	-
Total assets	<u>\$ 19,475</u>	<u>8,987</u>	<u>30,396</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 1,412	36	3
Retainage payable	289	-	10
Due to other funds	-	-	-
Arbitrage Payable	-	761	-
Total liabilities	<u>1,701</u>	<u>797</u>	<u>13</u>
Fund balances:			
Nonspendable:			
Restricted:			
Building construction/renovation	4,054	4,322	7,313
Land	-	-	-
Park improvements	-	47	16,519
Software/IT improvements	3,262	16	-
Equipment	136	-	-
Stormwater improvements	-	-	-
Road/street construction/improvements	-	-	-
Committed:			
Other purposes	3,193	2,698	5,587
Assigned:			
Other purposes	<u>7,129</u>	<u>1,107</u>	<u>964</u>
Total fund balances	<u>17,774</u>	<u>8,190</u>	<u>30,383</u>
Total liabilities and fund balances	<u><u>\$ 19,475</u></u>	<u><u>8,987</u></u>	<u><u>30,396</u></u>

County Capital Projects CO 2023C	County Capital Projects Tax Note 2023C	Capital Projects Taxable Tax Note 2023D	County Capital Projects Taxable Tax Note 2024	County Capital Projects Bond Issuance A
-	6,893	1,063	1,157	12,116
1,857	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,857	6,893	1,063	1,157	12,116
22	26	-	-	445
-	-	-	-	-
-	-	-	-	-
-	58	-	-	-
22	84	-	-	445
-	2,639	1	11	544
416	-	-	-	-
-	-	-	-	6,962
-	-	-	-	-
-	-	-	-	-
1,226	-	-	-	-
-	3,477	-	-	-
193	649	198	1,146	252
-	44	864	-	3,913
1,835	6,809	1,063	1,157	11,671
1,857	6,893	1,063	1,157	12,116

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Capital Projects Funds
September 30, 2025
(In Thousands)

	County Capital Projects CO Series 2025	County Capital Projects Taxable Lease Purchases 2024	County Capital Projects Non-Tax Lease 2024
ASSETS			
Cash and cash equivalents	\$ 54,221	-	-
Cash-restricted	-	5,953	11,273
Accounts receivable	-	-	-
Due from other funds	-	-	-
Total assets	<u>\$ 54,221</u>	<u>5,953</u>	<u>11,273</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	-	-
Retainage payable	-	-	-
Due to other funds	-	-	-
Arbitrage Payable	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:			
Nonspendable:			
Restricted:			
Building construction/renovation	34,386	5,953	11,273
Land	-	-	-
Park improvements	-	-	-
Software/IT improvements	-	-	-
Equipment	-	-	-
Stormwater improvements	-	-	-
Road/street construction/improvements	17,155	-	-
Committed:			
Other purposes	1,657	-	-
Assigned:			
Other purposes	<u>1,023</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>54,221</u>	<u>5,953</u>	<u>11,273</u>
Total liabilities and fund balances	<u><u>\$ 54,221</u></u>	<u><u>5,953</u></u>	<u><u>11,273</u></u>

**Total
Nonmajor
Capital
Projects
Funds**

167,709
45,249
130
325
<u>213,413</u>

3,792
480
325
<u>1,452</u>
<u>6,049</u>

75,875
416
23,528
3,374
199
23,011
21,012
34,693
<u>25,256</u>
<u>207,364</u>
<u>213,413</u>

County of El Paso, Texas
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended September 30, 2025
(In Thousands)

	County Capital Improvements 2001	County Capital Projects 2016C	County Capital Projects 2016D
REVENUES			
Interest	\$ 670	12	6
Miscellaneous	29	-	-
Total revenues	699	12	6
EXPENDITURES			
Debt issuance Cost	-	-	-
Capital outlays:			
Construction work in progress	130	722	-
Vehicle	2,598	-	-
Renovations	1,366	-	-
Furniture, fixtures, and equipment	2,030	-	40
Equipment non capital	614	-	-
Land	-	-	-
Building	-	-	-
Contracted services	3	-	263
Improvements	384	-	-
Park improvement	-	-	-
Miscellaneous	569	-	-
Total expenditures	7,694	722	303
Excess (deficiency) of revenues over (under) expenditures	(6,995)	(710)	(297)
OTHER FINANCING SOURCES (USES)			
Interest expense	-	-	-
Transfers in	1,000	-	-
Transfers Out	-	-	-
RTU SBITAs	569	-	-
Premium (discount) on bond issuance	-	-	-
Proceeds from sale of capital assets	3,007	-	-
Lease and finance proceeds	-	-	-
Bond and tax note proceeds	-	-	-
Total other financing sources (uses)	4,576	-	-
Net change in fund balances	(2,419)	(710)	(297)
Fund balances - beginning	18,962	710	316
Fund balances - ending	\$ 16,543	-	19

County Capital Projects Stormwater 2021	County Capital Projects Stormwater 2022	County Capital Projects Tax Note 2022	County Capital Projects Stormwater Socorro	County Capital Projects Tax Note 2023A
48	915	443	102	521
-	-	-	-	-
48	915	443	102	521
-	-	-	-	-
-	-	2,083	-	2,412
-	-	-	-	-
-	-	754	-	2,210
-	-	231	-	-
-	-	9	-	-
-	-	-	-	-
-	-	-	-	-
141	667	612	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
141	667	3,689	-	4,622
(93)	248	(3,246)	102	(4,101)
-	-	-	-	(564)
-	-	-	-	-
-	-	(99)	-	(861)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	(99)	-	(1,425)
(93)	248	(3,345)	102	(5,526)
1,200	21,625	10,595	2,408	13,259
1,107	21,873	7,250	2,510	7,733

County of El Paso, Texas
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended September 30, 2025
(In Thousands)

	Capital Projects Taxable Tax Note 2023B	County Capital Projects CO 2023A	County Capital Projects CO 2023B
REVENUES			
Interest	\$ 1,030	365	1,307
Miscellaneous	-	-	-
Total revenues	<u>1,030</u>	<u>365</u>	<u>1,307</u>
EXPENDITURES			
Debt issuance Cost	-	-	-
Capital outlays:			
Construction work in progress	-	-	3,790
Vehicle	-	-	-
Renovations	7,948	1,187	90
Furniture, fixtures, and equipment	-	237	-
Equipment non capital	-	-	-
Land	-	-	1
Building	-	-	-
Contracted services	-	3,416	-
Improvements	-	-	-
Park improvement	-	65	-
Miscellaneous	-	-	-
Total expenditures	<u>7,948</u>	<u>4,905</u>	<u>3,881</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,918)</u>	<u>(4,540)</u>	<u>(2,574)</u>
OTHER FINANCING SOURCES (USES)			
Interest expense	-	(415)	-
Transfers in	760	-	3,823
Transfers Out	-	(4,784)	-
RTU SBITAs	-	-	-
Premium (discount) on bond issuance	-	-	-
Proceeds from sale of capital assets	-	-	-
Lease and finance proceeds	-	-	-
Bond and tax note proceeds	-	-	-
Total other financing sources (uses)	<u>760</u>	<u>(5,199)</u>	<u>3,823</u>
Net change in fund balances	(6,158)	(9,739)	1,249
Fund balances - beginning	23,932	17,929	29,134
Fund balances - ending	<u>\$ 17,774</u>	<u>8,190</u>	<u>30,383</u>

County Capital Projects CO 2023C	County Capital Projects Tax Note 2023C	Capital Projects Taxable Tax Note 2023D	County Capital Projects Taxable Tax Note 2024	County Capital Projects Bond Issuance A
76	289	48	84	122
-	9	-	-	-
76	298	48	84	122
-	-	-	-	162
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
22	-	109	3,340	438
-	-	-	-	-
-	-	-	-	13
-	-	-	-	-
22	-	109	3,340	613
54	298	(61)	(3,256)	(491)
-	(66)	-	-	-
-	99	-	1,062	-
-	-	-	-	(10)
-	-	-	-	-
-	-	-	-	302
-	-	-	-	-
-	-	-	-	-
-	-	-	-	11,870
-	33	-	1,062	12,162
54	331	(61)	(2,194)	11,671
1,781	6,478	1,124	3,351	-
1,835	6,809	1,063	1,157	11,671

County of El Paso, Texas
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended September 30, 2025
(In Thousands)

	County Capital Projects CO Series 2025	County Capital Projects Taxable Lease Purchase 2024	County Capital Projects Non-Tax Lease Purchase 2024
REVENUES			
Interest	\$ 546	110	202
Miscellaneous	-	-	-
Total revenues	<u>546</u>	<u>110</u>	<u>202</u>
EXPENDITURES			
Debt issuance Cost	578	-	-
Capital outlays:			
Construction work in progress	-	-	-
Vehicle	-	-	-
Renovations	-	1,087	3,773
Furniture, fixtures, and equipment	-	-	-
Equipment non capital	-	-	-
Land	-	-	-
Building	-	-	-
Contracted services	-	41	71
Improvements	-	-	-
Park improvement	-	-	-
Miscellaneous	-	-	-
Total expenditures	<u>578</u>	<u>1,128</u>	<u>3,844</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(32)</u>	<u>(1,018)</u>	<u>(3,642)</u>
OTHER FINANCING SOURCES (USES)			
Interest expense	-	-	-
Transfers in	-	-	-
Transfers Out	(8)	-	-
RTU SBITAs	-	-	-
Premium (discount) on bond issuance	1,696	-	-
Proceeds from sale of capital assets	-	-	-
Lease and finance proceeds	-	6,971	14,915
Bond and tax note proceeds	<u>52,565</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>54,253</u>	<u>6,971</u>	<u>14,915</u>
Net change in fund balances	54,221	5,953	11,273
Fund balances - beginning	-	-	-
Fund balances - ending	<u>\$ 54,221</u>	<u>5,953</u>	<u>11,273</u>

**Total
Nonmajor
Capital
Projects
Funds**

6,896
38
6,934

740

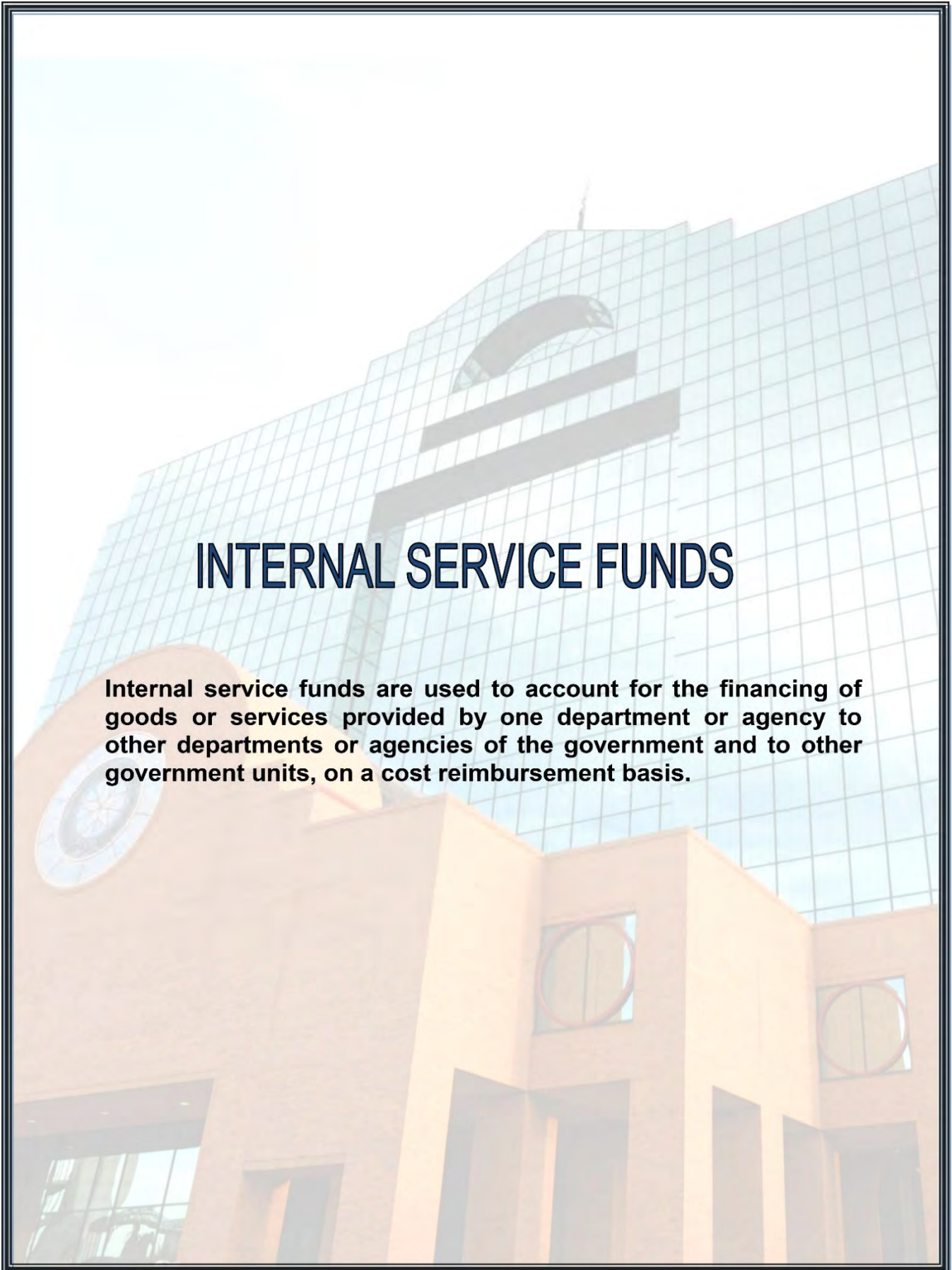
9,137
2,598
18,415
2,538
623
1
-
9,123
384
78
569
44,206

(37,272)

(1,045)
6,744
(5,762)
569
1,998
3,007
21,886
64,435
91,832
54,560
152,804
207,364

County of El Paso, Texas
Schedule of Revenues, Expenditure, and Changes in Fund Balance - Budget and Actual
Nonmajor Capital Project Funds
For the Year Ended September 30, 2025
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final	Amounts	
REVENUES				
Interest	\$ 7,188	\$ 7,188	\$ 6,896	\$ (292)
Miscellaneous	38	38	38	—
Total revenues	7,226	7,226	6,934	(292)
EXPENDITURES				
Debt issuance costs	1,467	1,467	740	727
Personnel expenditures				
Personnel expenditures	271	271	—	271
Capital outlays:				
Construction work in progress	20,793	75,883	9,137	66,746
Vehicle	2,580	2,654	2,598	56
Renovations	43,849	48,160	18,415	29,745
Furniture, fixtures, and equipment	4,338	3,809	2,538	1,271
Equipment non cap	603	1,377	623	754
Land	1,893	1,280	1	1,279
Building	—	—	—	—
Contracted Services	16,883	26,722	9,123	17,599
Improvements	19,546	18,024	384	17,640
Park improvement	18,031	29,432	78	29,354
Miscellaneous	20,000	20,609	569	20,040
Total expenditures	150,254	229,689	44,206	185,482
Excess (deficiency) of revenues over (under) expenditures	(143,028)	(222,462)	(37,272)	185,190
OTHER FINANCING SOURCES (USES)				
Interest expense	—	—	(1,045)	(1,045)
Transfers in	1,000	1,000	6,744	5,744
Transfers out	—	—	(5,762)	(5,762)
RTU SBITAs	—	—	569	569
Premium (discount) on bond issuance	—	—	1,998	1,998
Proceeds from sale of capital assets	—	—	3,007	3,007
Lease and finance proceeds	—	—	21,886	21,886
Bond and tax note proceeds	64,435	64,435	64,435	—
Total other financing sources (uses)	65,435	65,435	91,832	27,442
Net change in fund balances	(77,593)	(157,027)	54,560	212,632
Fund balance - beginning	172,883	172,883	152,804	(20,079)
Fund balance - ending	\$ 95,290	\$ 15,856	\$ 207,364	\$ 192,553



INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

COUNTY OF EL PASO, TEXAS
Purposes of Internal Service Funds
September 30, 2025

Health and Life Fund

This fund is used to account for the health benefits provided to County employees, retirees, and their dependents. Contributions to the fund are premiums charged to departments for all full-time employees and premiums from employees and retirees.

Workers Compensation Fund

This fund is used to account for employer contributions set aside to cover claims resulting from a certifiable on-the-job injury sustained by a County employee.

County of El Paso, Texas
Combining Schedule of Net Position
Internal Service Funds
September 30, 2025
(In Thousands)

	Health and Life Benefits	Worker's Compensation	Total Internal Service Funds
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 26,657	128	26,785
Accounts receivable	858	-	858
Due from other funds	-	63	63
Total current assets	<u>27,515</u>	<u>191</u>	<u>27,706</u>
Total assets	<u>\$ 27,515</u>	<u>191</u>	<u>27,706</u>
LIABILITIES			
Current liabilities:			
Claims payable	\$ 959	-	959
Payroll liability	5	-	5
Due to others	-	41	41
Due to other funds	-	150	150
Total current liabilities	<u>964</u>	<u>191</u>	<u>1,155</u>
Total liabilities	<u>964</u>	<u>191</u>	<u>1,155</u>
NET POSITION			
Unrestricted	<u>26,551</u>	-	<u>26,551</u>
Total net position	<u>\$ 26,551</u>	<u>-</u>	<u>26,551</u>

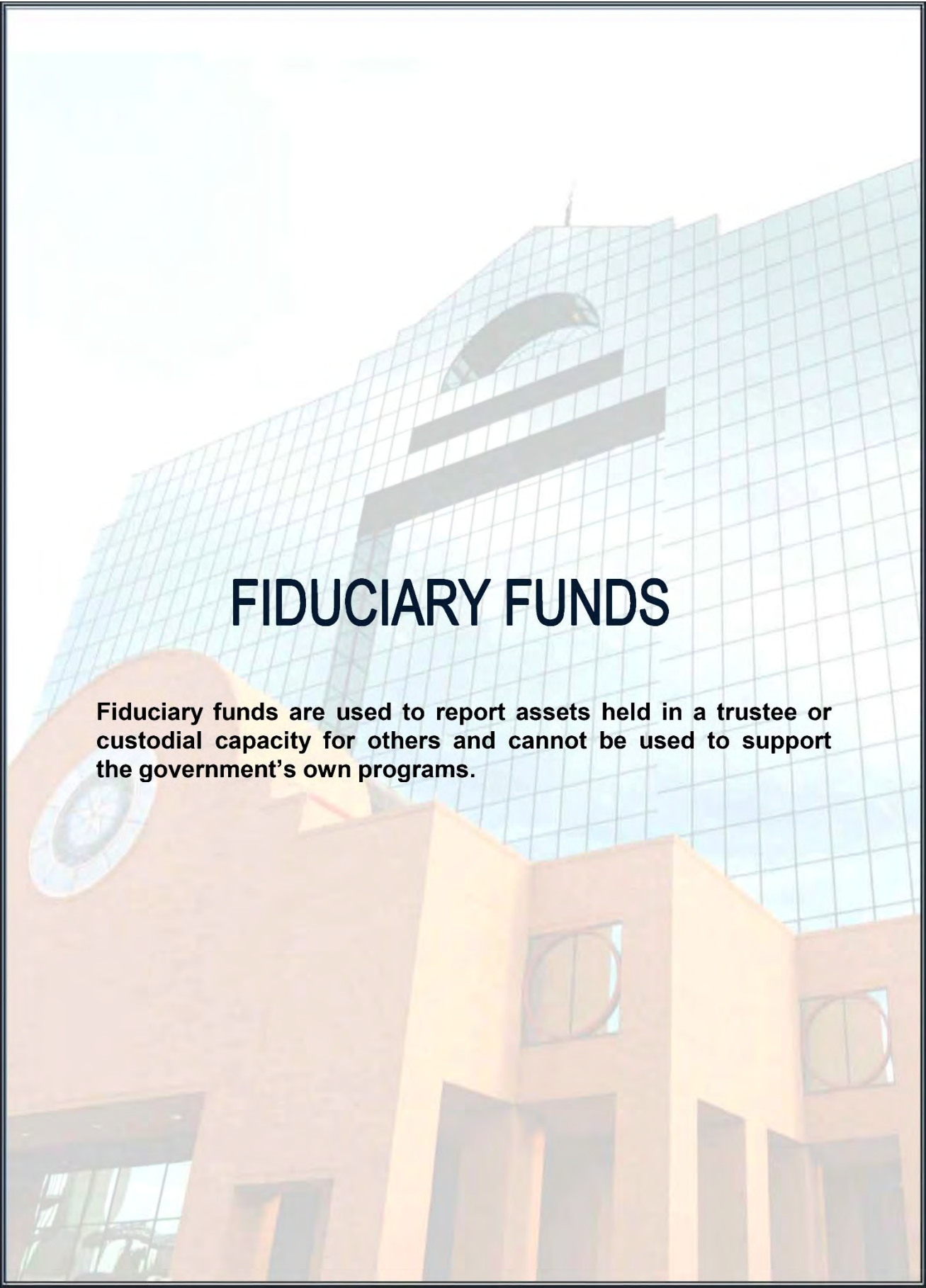
County of El Paso, Texas
Combining Schedule of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended September 30, 2025
(In Thousands)

	Health and Life Benefits	Workers Compensation	Total Internal Service Funds
OPERATING REVENUES			
Employee premiums	\$ 694	-	694
Employer premiums	36,096	1,286	37,382
Retiree premiums	3,705	-	3,705
Cobra	-	-	-
Other	1,152	6	1,158
Total operating revenues	41,647	1,292	42,939
OPERATING EXPENSES			
Claims	30,026	967	30,993
Administrative	4,640	325	4,965
Total operating expenses	34,666	1,292	35,958
Operating income (loss)	6,981	-	6,981
NONOPERATING REVENUES (EXPENSES)			
Interest	1,033	-	1,033
Total nonoperating revenues (expenses)	1,033	-	1,033
Income before contributions and transfers	8,014	-	8,014
Transfer out	-	-	-
Change in net position	8,014	-	8,014
Total net position - beginning	18,537	-	18,537
Total net position - ending	\$ 26,551	-	26,551

County of El Paso, Texas
Combining Schedule of Cash Flows
Internal Service Funds
Increase (Decrease) in Cash and Cash Equivalents
For the Year Ended September 30, 2025
(In Thousands)

	Health and Life Benefits	Workers Compensation	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from employee premiums	\$ 694	-	694
Receipts from employer premiums	35,238	1,312	36,550
Receipts from retiree premiums	3,705	-	3,705
Receipts from cobra premiums	-	-	-
Receipts from miscellaneous services	1,152	6	1,158
Receipts for payroll liability	(1)	-	(1)
Payments for claims	(30,148)	(967)	(31,115)
Payments for administrative expenses	(4,640)	(325)	(4,965)
Net cash provided(used) by operating activities	6,000	26	6,026
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfer in (out)	-	-	-
Net cash provided (used) by noncapital and related financing activities	-	-	-
CASH FLOWS FROM INVESTING ACTIVITIES			
Receipt of interest	1,033	-	1,033
Net cash provided from investing activities	1,033	-	1,033
Net increase (decrease) in cash and cash equivalents	7,033	26	7,059
Balances - beginning of the year	19,624	102	19,726
Balances - end of the year	\$ 26,657	128	26,785
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	\$ 6,981	-	6,981
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
(Increase) decrease in accounts receivable	(858)	49	(809)
(Increase) decrease in due from other funds		(23)	(23)
Increase (decrease) in claims liability	(122)	-	(122)
Increase (decrease) in payroll liabilities	(1)	-	(1)
Total adjustments	(981)	26	(955)
Net cash provided (used) by operating activities	\$ 6,000	26	6,026

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FIDUCIARY FUNDS

Fiduciary funds are used to report assets held in a trustee or custodial capacity for others and cannot be used to support the government's own programs.

COUNTY OF EL PASO, TEXAS

Purposes of Custodial Funds

September 30, 2025

FIDUCIARY

County Attorney Bad Check Trust

This fund is used to account for the collection and disbursement of insufficient funds checks filed with the County Attorney by area merchants.

District Attorney Seizures

This fund is used to account for multi-agency seizure pending disposition by the courts.

El Paso County Community Supervision and Corrections Program

This fund is used to account for the activities of the State Adult Probation Department funded through the State Probation Commission.

Sheriff's Task Force Seizures

This fund is used to account for funds seized by various initiatives of the Sheriff's Department and held pending disposition by the Courts

Unclaimed Funds

This fund is used to account for funds that have been issued to individuals and entities and not claimed. These funds are held until claimed. After meeting the regulatory requirements, typically three years, the funds greater than \$100 that remain unclaimed are remitted to the state. Funds under \$100 are transferred to the general fund.

Bail Bond

This fund is used to account for Cash held as collateral for bonds posted by bail bond companies to secure their client's release cash bail.

Other Elected Officials Funds

This group of funds accounts for monies collected by various County elected officials (Tax Assessor - Collector, County Clerk, District Clerk, and Sheriff's Department) pending the allocation to other governmental entities or individuals.

Property tax collections, including County collections, are distributed to the City of El Paso tax office. The City tax office disburses to all other governmental entities, including distribution to the County treasury for County tax collections.

Vehicle registration fee collections are distributed to the State, including the County's portion. The State then disburses the County's portion to the County upon reconciliation.

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County of El Paso, Texas
Schedule of Fiduciary Net Position
Fiduciary Funds
For the Year Ended September 30, 2025
(In Thousands)

	Custodial Funds		
	County Attorney Bad Check Trust	District Attorney Seizure	El Paso County Community Supervision & Corrections
Assets			
Cash and cash equivalents	\$ 119	905	4,225
Receivables:			
Accounts receivable	-	-	-
Total assets	\$ 119	905	4,225
Liabilities			
Accounts payable	\$ 7	2	13
Payroll liabilities	-	-	552
Due to others	22	-	(64)
Due to governmental agencies	-	-	354
Total liabilities	29	2	855
Net Position			
Restricted for:			
Individuals, organizations, and other governments	90	903	3,370
Total net position	\$ 90	903	3,370

Custodial Funds			Other Elected Officials	
Sheriff's Task Force Seizures	Unclaimed Funds	Bail Bond	Tax Assessor Collector	County Clerk
172	115	615	-	25,047
-	-	-	14,000	-
172	115	615	14,000	25,047
-	1	-	-	-
-	-	-	-	-
-	-	-	-	-
-	114	-	14,000	-
-	115	-	14,000	-
172	-	615	-	25,047
172	-	615	-	25,047

County of El Paso, Texas
Schedule of Fiduciary Net Position
Fiduciary Funds
For the Year Ended September 30, 2025
(In Thousands)

	Custodial Funds		
	Other Elected Officials		
	District Clerk	Sheriff's Department	Total Fiduciary Funds
Assets			
Cash and cash equivalents	\$ 27,521	1,538	60,257
Receivables:			
Accounts receivable	-	-	14,000
Total assets	\$ 27,521	1,538	74,257
Liabilities			
Accounts payable	\$ -	-	23
Payroll liabilities	-	-	552
Due to others	-	-	(42)
Due to governmental agencies	-	-	14,468
Total liabilities	-	-	15,001
Net Position			
Restricted for:			
Individuals, organizations, and other governments	27,521	1,538	59,256
Total net position	\$ 27,521	1,538	59,256

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County of El Paso, Texas
Combining Schedule of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended September 30, 2025
(In Thousands)

	Custodial Funds		
	County Attorney Bad Check Trust	District Attorney Seizure	El Paso County Community Supervision & Corrections
Additions			
Contributions			
State	\$ -	-	10,012
Other contributions	-	-	1,860
Property tax collections	-	-	-
Vehicle registration fees	-	-	-
Inmate commissary deposits	-	-	-
Collateral/escrow deposits	-	-	-
Abandoned vehicle deposits	-	-	-
Court ordered writs and judgements	-	-	-
Inmate transport	-	-	-
Court ordered fees	-	-	2,120
Hot check collections	151	-	-
Seizures	-	567	-
Court register	-	-	-
Interest	3	41	118
Rider 64	-	-	-
Other	-	-	1,185
Total Additions	154	608	15,295
Deductions			
Salary & benefits	-	-	11,906
Administrative expenses	-	-	2,092
Settlement of claims	151	487	-
Property taxes distributed to City tax office	-	-	-
Vehicle registration distributions to state	-	-	-
Vehicle registration distributions to others	-	-	-
Court ordered disbursements from registry	-	-	-
Inmate commissary distributions	-	-	-
Collateral/escrow distributions	-	-	-
Abandoned vehicle distributions	-	-	-
Court ordered writs and judgements	-	-	-
Inmate transport distributions	-	-	-
Other deductions	-	-	1,237
Total deductions	151	487	15,235
Increase (Decrease) in Net Position	3	121	60
Net position - Beginning	87	782	3,310
Net Position - Ending	\$ 90	903	3,370

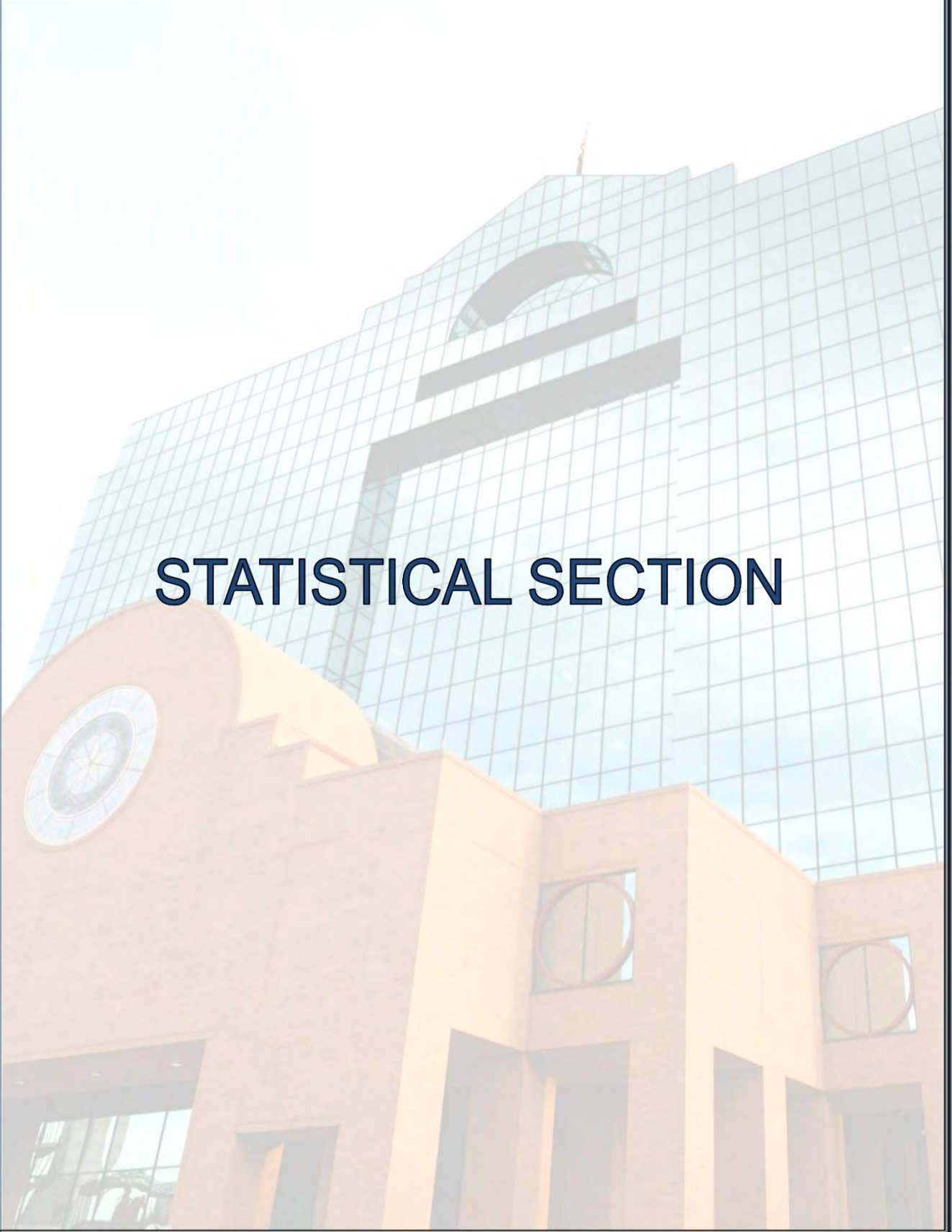
Custodial Funds				
Sheriff's Task Force Seizures	Unclaimed Funds	Bail Bond	Other Elected Officials	
			Tax Assessor Collector	County Clerk
-	-	-	-	-
-	-	-	-	-
-	-	-	289,574	-
-	-	-	214,797	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
4	-	17	-	10,156
-	-	-	-	-
-	-	-	-	-
4	-	17	504,371	10,156
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	289,574	-
-	-	-	214,072	-
-	-	-	725	-
-	-	-	-	8,516
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	504,371	8,516
4	-	17	-	1,640
168	-	598	-	23,407
172	-	615	-	25,047

County of El Paso, Texas
Combining Schedule of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended September 30, 2025
(In Thousands)

	Custodial Funds		
	Other Elected Officials		
	District Clerk	Sheriff's Department	Total Fiduciary Funds
Additions			
Contributions			
State	\$ -	-	10,012
Other contributions	-	-	1,860
Property tax collections	-	-	289,574
Vehicle registration fees	-	-	214,797
Inmate commissary deposits	-	6,937	6,937
Collateral/escrow deposits	-	2,134	2,134
Abandoned vehicle deposits	-	24	24
Court ordered writs and judgements	-	1,887	1,887
Inmate transport	-	119	119
Court ordered fees	-	-	2,120
Hot check collections	-	-	151
Seizures	-	-	567
Court register	36,214	-	46,370
Interest	-	-	183
Rider 64	-	-	-
Other	-	-	1,185
Total Additions	36,214	11,101	577,920
Deductions			
Salary & benefits	-	-	11,906
Administrative expenses	-	-	2,092
Settlement of claims	-	-	638
Property taxes distributed to City tax office	-	-	289,574
Vehicle registration distributions to state	-	-	214,072
Vehicle registration distributions to others	-	-	725
Court ordered disbursements from registry	25,148	-	33,664
Inmate commissary distributions	-	7,102	7,102
Collateral/escrow distributions	-	2,304	2,304
Abandoned vehicle distributions	-	18	18
Court ordered writs and judgements	-	1,917	1,917
Inmate transport distributions	-	99	99
Other deductions	-	-	1,237
Total deductions	25,148	11,440	565,348
Increase (Decrease) in Net Position	11,066	(339)	12,572
Net position - Beginning	16,455	1,877	46,684
Net Position - Ending	\$ 27,521	1,538	59,256



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A photograph of a modern building with a glass facade and a brick base. The building has a large circular window and a clock face. The text "STATISTICAL SECTION" is overlaid on the image.

STATISTICAL SECTION

COUNTY OF EL PASO, TEXAS
Statistical Section
For The Year Ended September 30, 2025

This part of the County of El Paso's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

<u>Contents</u>	<u>Table No.</u>
Financial Trends These tables contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	1 - 4
Revenue Capacity These tables contain information to help the reader assess the County's most significant local revenue source, the property tax.	5 - 8
Debt Capacity These tables present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	9 - 12
Demographic and Economic Information These tables offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	13 - 14
Operating Information These tables contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	15 - 17

Sources: Unless otherwise noted, the information in these tables is derived from the annual comprehensive financial reports for the relevant year.

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County of El Paso, Texas
Net Position by Component,
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited) (In Thousands)

	Fiscal Year			
	2016	2017	2018	2019
Governmental activities				
Net investment in capital assets	\$ 58,428	\$ 58,458	\$ 55,624	\$ 44,919
Restricted	73,058	76,264	69,888	84,798
Unrestricted	<u>(102,690)</u>	<u>(120,864)</u>	<u>(50,847)</u>	<u>(73,050)</u>
	<u>\$ 28,796</u>	<u>\$ 13,858</u>	<u>\$ 74,665</u>	<u>\$ 56,667</u>
Business-type activities				
Net investment in capital assets	\$7,943	\$7,616	\$7,773	\$10,802
Restricted	225	1,299	1,438	2,037
Unrestricted	<u>1,616</u>	<u>546</u>	<u>1,293</u>	<u>1,369</u>
Total business-type activities net position	<u>\$ 9,784</u>	<u>\$ 9,461</u>	<u>\$ 10,504</u>	<u>\$ 14,208</u>
Primary government				
Net investment in capital assets	\$66,371	\$66,074	\$63,397	\$55,721
Restricted	73,283	77,563	71,326	86,835
Unrestricted	<u>(101,074)</u>	<u>(120,318)</u>	<u>(49,554)</u>	<u>(71,681)</u>
Total primary government net position	<u>\$ 38,580</u>	<u>\$ 23,319</u>	<u>\$ 85,169</u>	<u>\$ 70,875</u>

County of El Paso, Texas
Net Position by Component,
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited) (In Thousands)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ 92,586	\$ 110,203	\$ 117,507	\$ 147,565	\$ 169,012	\$ 181,837
45,493	51,909	67,288	70,475	87,077	99,540
<u>(82,299)</u>	<u>(79,069)</u>	<u>(36,802)</u>	<u>(37,308)</u>	<u>(150,591)</u>	<u>(110,015)</u>
<u>\$ 55,780</u>	<u>\$ 83,043</u>	<u>\$ 147,993</u>	<u>\$ 180,732</u>	<u>\$ 105,498</u>	<u>\$ 171,362</u>
\$12,203	\$12,034	\$11,685	\$12,549	\$11,959	\$ 11,331
912	766	619	481	550	660
<u>1,205</u>	<u>1,160</u>	<u>905</u>	<u>997</u>	<u>1,305</u>	<u>1,453</u>
<u>\$ 14,320</u>	<u>\$ 13,960</u>	<u>\$ 13,209</u>	<u>\$ 14,027</u>	<u>\$ 13,814</u>	<u>\$ 13,444</u>
\$104,789	\$122,237	\$129,192	\$160,114	\$ 180,971	\$ 193,169
46,405	52,675	67,907	70,956	87,627	103,700
<u>(81,094)</u>	<u>(77,909)</u>	<u>(35,897)</u>	<u>(36,311)</u>	<u>(149,286)</u>	<u>(147,583)</u>
<u>\$ 70,100</u>	<u>\$ 97,003</u>	<u>\$ 161,202</u>	<u>\$ 194,759</u>	<u>\$ 119,312</u>	<u>\$ 149,286</u>

County of El Paso, Texas
Changes in Net Position, Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited) (In Thousands)

	Fiscal Year			
	2016	2017	2018	2019
Expenses				
Governmental Activities:				
General government	\$ 53,842	\$ 67,828	\$ 48,328	\$ 78,351
Administration of justice	49,737	75,459	57,269	80,611
Public safety	92,424	149,160	107,553	154,270
Health and welfare	10,014	12,871	15,092	13,019
Community services	2,440	3,658	3,027	2,987
Resource development	148	844	633	2,545
Culture and recreation	6,199	11,229	11,143	12,912
Public works	16,701	16,624	24,669	24,206
Interest on long-term debt	<u>8,313</u>	<u>8,166</u>	<u>6,772</u>	<u>7,227</u>
Total governmental activities expenses	<u>239,818</u>	<u>345,839</u>	<u>274,486</u>	<u>376,128</u>
Business-type activities:				
County water system	1,235	1,382	1,497	1,557
County waste water system	488	29	330	305
County solid waste	<u>708</u>	<u>753</u>	<u>745</u>	<u>725</u>
Total business-type activities	<u>2,431</u>	<u>2,164</u>	<u>2,572</u>	<u>2,587</u>
Total primary government expenses	<u>\$ 242,249</u>	<u>\$ 348,003</u>	<u>\$ 277,058</u>	<u>\$ 378,715</u>
Program Revenues				
Governmental Activities:				
Fees, Fines, and Charges for Services:				
General government	\$ 12,268	\$ 15,808	\$ 15,434	\$ 14,544
Administration of justice	9,596	7,155	5,900	7,721
Public safety	25,162	24,752	25,586	23,640
Health and welfare	95	51	57	55
Resource development	-	-	53	76
Culture and recreation	2,990	509	2,545	2,786
Public works	18,893	15,489	13,647	13,926
Operating grants and contributions	<u>27,082</u>	<u>27,731</u>	<u>27,326</u>	<u>32,194</u>
Total governmental activities program revenues	<u>96,086</u>	<u>91,495</u>	<u>90,548</u>	<u>94,942</u>
Business-type activities:				
Fees, Fines, and Charges for Services:				
County water system	1,071	1,074	1,441	1,810
County waste water system	-	-	-	25
County Solid waste	703	721	763	740
Operating grants and contributions	-	-	1,408	3,598
Capital grants and contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total business-type activities program revenues	<u>1,774</u>	<u>1,795</u>	<u>3,612</u>	<u>6,173</u>
Total primary government program revenues	<u>\$ 97,860</u>	<u>\$ 93,290</u>	<u>\$ 94,160</u>	<u>\$ 101,115</u>
Net (Expense)/Revenue				
Governmental activities	\$ (143,732)	\$ (254,344)	\$ (183,938)	\$ (281,186)
Business-type activities	<u>(657)</u>	<u>(369)</u>	<u>1,040</u>	<u>3,586</u>
Total primary government net expenses	<u>\$ (144,389)</u>	<u>\$ (254,713)</u>	<u>\$ (182,898)</u>	<u>\$ (277,600)</u>

County of El Paso, Texas
Changes in Net Position, Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited) (In Thousands)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ 65,613	\$ 84,057	\$ 74,928	\$ 88,391	\$ 131,778	\$ 101,031
80,901	75,315	73,177	87,815	126,452	97,680
156,098	144,139	146,415	164,286	230,544	175,359
23,712	15,945	21,458	15,682	22,862	19,920
9,913	30,702	50,900	28,848	58,418	55,537
4,436	9,484	1,185	4,120	6,879	4,894
14,457	12,081	12,035	12,780	19,001	18,309
17,940	12,558	20,902	23,091	21,371	29,533
6,768	6,280	5,792	7,482	8,732	9,315
<u>379,838</u>	<u>390,561</u>	<u>406,792</u>	<u>432,495</u>	<u>626,037</u>	<u>511,578</u>
2,458	2,381	2,800	2,822	3,082	3,190
276	287	287	301	315	330
<u>745</u>	<u>771</u>	<u>819</u>	<u>837</u>	<u>864</u>	<u>903</u>
<u>3,479</u>	<u>3,439</u>	<u>3,906</u>	<u>3,960</u>	<u>4,261</u>	<u>4,423</u>
<u>\$ 383,317</u>	<u>\$ 394,000</u>	<u>\$ 410,698</u>	<u>\$ 436,455</u>	<u>\$ 630,298</u>	<u>\$ 516,001</u>
\$ 13,100	\$ 13,753	\$ 14,919	\$ 13,792	\$ 14,551	\$ 14,858
4,445	4,540	4,991	3,872	5,300	15,273
21,010	19,396	23,401	17,138	8,661	10,937
56	59	20	8	2,523	4,823
94	81	85	78	123	119
2,271	2,003	4,126	7,966	4,980	4,902
13,599	14,536	14,224	14,267	14,263	13,949
<u>39,099</u>	<u>63,705</u>	<u>92,331</u>	<u>66,638</u>	<u>93,221</u>	<u>102,712</u>
<u>93,674</u>	<u>118,073</u>	<u>154,097</u>	<u>123,759</u>	<u>143,622</u>	<u>167,573</u>
2,050	1,935	2,075	2,275	2,414	2,669
120	141	149	163	172	207
760	785	827	853	864	900
700	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>251</u>	<u>-</u>
<u>3,630</u>	<u>2,861</u>	<u>3,051</u>	<u>3,291</u>	<u>3,701</u>	<u>3,776</u>
<u>\$ 97,304</u>	<u>\$ 120,934</u>	<u>\$ 157,148</u>	<u>\$ 127,050</u>	<u>\$ 147,323</u>	<u>\$ 171,349</u>
\$ (286,164)	\$ (272,488)	\$ (252,695)	\$ (308,736)	\$ (482,415)	\$ (379,444)
151	(578)	(855)	(669)	(560)	(647)
<u>\$ (286,013)</u>	<u>\$ (273,066)</u>	<u>\$ (253,550)</u>	<u>\$ (309,405)</u>	<u>\$ (482,975)</u>	<u>\$ (380,091)</u>

County of El Paso, Texas
Changes in Net Position, Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited) (In Thousands)

	Fiscal Year			
	2016	2017	2018	2019
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes:				
Property	\$173,450	\$178,122	\$180,169	\$190,200
Hotel/Motel	3,799	3,721	3,842	4,454
Sales	44,809	45,918	48,353	50,711
Motor vehicle sales tax	N/A	5,158	5,152	5,349
Bingo	48	44	29	27
State mixed beverage	2,393	2,513	2,655	2,849
Interest	597	1,495	3,202	4,750
Miscellaneous	3,630	2,402	2,607	5,168
Gain on sale of capital assets	26	26	-	2
Transfers	-	(33)	-	(56)
Total governmental activities	<u>228,752</u>	<u>239,366</u>	<u>246,009</u>	<u>263,454</u>
Business-type activities:				
Interest	7	13	40	63
Miscellaneous	-	669	-	-
Transfers	-	33,219	-	55,646
Total business-type activities program revenues	<u>7</u>	<u>33,901</u>	<u>40</u>	<u>55,709</u>
Total primary government	<u>\$ 228,759</u>	<u>\$ 273,267</u>	<u>\$ 246,049</u>	<u>\$ 319,163</u>
Change in Net Position				
Governmental activities	\$85,020	(\$14,978)	\$62,071	(\$17,732)
Business-type activities	<u>(650)</u>	<u>33,532</u>	<u>1,080</u>	<u>59,295</u>
Total primary government	<u>\$ 84,370</u>	<u>\$ 18,554</u>	<u>\$ 63,151</u>	<u>\$ 41,563</u>

County of El Paso, Texas
Changes in Net Position, Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited) (In Thousands)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$216,085	\$223,154	\$227,062	\$235,280	\$282,611	\$ 292,926
3,614	3,235	4,858	5,104	4,841	4,733
53,094	61,023	69,382	73,020	74,368	83,432
5,666	5,522	7,002	7,508	7,505	7,443
24	24	45	31	31	31
1,993	2,545	3,776	4,026	4,027	4,070
2,517	632	2,899	21,273	28,489	20,467
2,016	3,257	1,274	2,119	5,226	4,996
159	10	80	233	138	2,980
(116)	-	-	-	-	-
<u>285,052</u>	<u>299,402</u>	<u>316,378</u>	<u>348,594</u>	<u>407,236</u>	<u>421,078</u>
33	14	11	29	82	77
-	-	94	280	265	200
<u>(72)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(39)	14	105	309	347	277
<u>\$ 285,013</u>	<u>\$ 299,416</u>	<u>\$ 316,483</u>	<u>\$ 348,903</u>	<u>\$ 407,583</u>	<u>\$ 421,355</u>
(\$1,112)	\$26,914	\$63,683	\$39,858	(\$75,179)	\$41,634
112	(564)	(750)	(360)	(213)	(370)
<u>\$ (1,000)</u>	<u>\$ 26,350</u>	<u>\$ 62,933</u>	<u>\$ 39,498</u>	<u>\$ (75,392)</u>	<u>\$ 41,264</u>

County of El Paso, Texas
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited) (In Thousands)

	Fiscal Year			
	2016	2017	2018	2019
General Fund				
Nonspendable	\$ 5	\$ 9	\$ 11	\$ 13
Assigned	58,923	65,043	4,153	2,956
Unassigned	<u>16,648</u>	<u>18,022</u>	<u>82,345</u>	<u>89,104</u>
Total general fund	<u>\$ 75,576</u>	<u>\$ 83,074</u>	<u>\$ 86,509</u>	<u>\$ 92,073</u>
All Other Governmental Funds				
Nonspendable				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	63,520	66,541	59,510	53,785
Committed	4,800	5,429	6,855	6,120
Assigned	<u>5,752</u>	<u>5,263</u>	<u>4,421</u>	<u>4,194</u>
Total all other governmental funds	<u>\$ 74,072</u>	<u>\$ 77,233</u>	<u>\$ 70,786</u>	<u>\$ 64,099</u>

County of El Paso, Texas
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited) (In Thousands)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ 12	\$ 9	\$ 23	\$ 846	\$ 1,146	\$ 2,570
6,112	7,320	8,561	6,828	7,290	14,245 *
<u>89,677</u>	<u>89,048</u>	<u>107,196</u>	<u>90,534</u>	<u>87,793</u>	<u>89,018</u>
<u>\$ 95,801</u>	<u>\$ 96,377</u>	<u>\$ 115,780</u>	<u>\$ 98,208</u>	<u>\$ 96,229</u>	<u>\$ 105,833 *</u>
\$ -	\$ -	\$ -	\$ 988	\$ 6	\$ -
52,537	55,734	88,929	188,322	154,015	214,560 *
4,816	4,622	9,782	6,826	22,130	34,693
<u>5,156</u>	<u>6,700</u>	<u>11,400</u>	<u>27,360</u>	<u>32,557</u>	<u>25,256</u>
<u>\$ 62,509</u>	<u>\$ 67,056</u>	<u>\$ 110,111</u>	<u>\$ 223,496</u>	<u>\$ 208,708</u>	<u>\$ 274,509 *</u>

*Updated as of 5/19/2026

County of El Paso, Texas
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited) (In Thousands)

	Fiscal Year			
	2016	2017	2018	2019
Revenues				
Taxes	\$ 223,359	\$ 234,005	\$ 239,683	\$ 252,267
Licenses and permits	247	259	275	285
Intergovernmental revenues	27,082	27,731	27,326	32,194
Charges for services	62,777	57,280	58,269	57,497
Fines and forfeitures	6,044	6,310	5,546	5,130
Interest	581	1,455	3,120	4,652
Miscellaneous	3,587	2,357	2,567	5,115
Total Revenues	323,677	329,397	336,786	357,140
Expenditures				
Current:				
General Government	60,302	54,566	60,735	62,932
Administration of justice	64,302	68,009	71,889	75,433
Public safety	122,691	130,539	134,396	135,833
Health and welfare	11,563	11,653	11,784	12,214
Community services	2,344	2,793	2,947	3,071
Resource development	346	729	879	2,142
Culture and recreation	7,601	9,089	9,862	10,439
Public works	13,438	12,228	19,157	606,668
Debt Service:				
Principal	12,045	12,385	13,108	12,318
Interest	8,495	8,210	6,843	7,283
Debt issuance costs	766	-	429	-
Capital outlays	24,186	8,586	8,368	15,889
Total expenditures	328,079	318,787	340,397	944,222
Excess of revenues over (under) expenditures	(4,402)	10,610	(3,611)	(587,082)
Other Financing Sources (Uses)				
Transfers in	9,210	13,888	9,915	12,137
Transfers out	(9,210)	(13,921)	(9,915)	(12,193)
Premium (discount) on bonds issued	7,645	-	9,879	-
SIB Loan Proceeds	-	-	4,920	-
Issuance of debt	6,200	-	-	-
Tax note	-	-	-	-
Refunding bonds issued	89,540	-	50,255	-
Payment to refunded bond escrow agent	(96,419)	-	(59,703)	-
Capitalized interest escrow fund	-	-	-	-
SIB Loan to TXDOT	-	-	(4,920)	-
RTU leases	-	-	-	-
RTU SBITAs	-	-	-	-
Capital leases	307	-	67	32
Realized gain	-	-	-	-
Sale of capital assets	143	34	22	2
Total other financing sources (uses)	7,416	1	520	(22)
Net change in fund balances	\$ 3,014	\$ 10,611	\$ (3,091)	\$ (587,104)
Debt service as a percentage of noncapital expenditures	7.0%	6.6%	6.1%	5.7%

County of El Paso, Texas
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited) (In Thousands)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ 278,159	\$ 295,119	\$ 311,670	\$ 323,579	\$ 370,227	\$ 389,435
284	267	275	348	327	330
39,099	63,705	92,331	66,638	93,221	102,713
51,264	50,966	58,215	51,992	44,031	51,673
4,186	3,653	3,756	3,500	4,453	4,910
2,486	626	2,886	20,898	27,628	19,434
1,963	3,202	1,225	2,070	5,181	4,956
<u>377,441</u>	<u>417,538</u>	<u>470,358</u>	<u>469,025</u>	<u>545,068</u>	<u>573,451</u>
65,340	67,200	73,381	86,227	99,472	101,280
77,337	75,050	78,433	90,692	100,675	101,138
142,416	138,598	152,225	164,951	168,399	185,207
13,812	15,769	21,755	15,847	19,875	18,608
8,082	28,281	49,159	23,668	46,088	55,202
2,792	9,378	1,318	3,020	2,727	4,044
10,004	11,159	10,753	12,036	13,482	12,945
16,942	18,266	18,176	20,653	23,227	21,658
12,848	13,404	14,019	26,802	23,068	26,118
6,827	6,347	5,805	5,668	1,050	9,026
-	-	237	1,078	34	740
<u>19,252</u>	<u>32,687</u>	<u>25,984</u>	<u>38,266</u>	<u>6,601</u>	<u>55,860</u>
<u>375,652</u>	<u>416,139</u>	<u>451,245</u>	<u>488,908</u>	<u>504,698</u>	<u>591,826</u>
<u>1,789</u>	<u>1,399</u>	<u>19,113</u>	<u>(19,883)</u>	<u>40,370</u>	<u>(18,375)</u>
19,184	22,275	22,382	29,605	29,564	24,878
(19,206)	(25,003)	(22,382)	(28,605)	(27,064)	(24,878)
-	-	-	2,392	-	1,998
-	-	-	-	-	-
-	1,605	20,718	111,802	3,374	64,435
-	-	20,118	-	-	-
-	-	-	4,910	-	-
-	-	-	(4,910)	-	-
-	-	-	(1,456)	-	-
-	4,600	-	-	800	800
-	-	633	2,606	2,490	3,788
-	-	-	3,336	2,545	1,761
84	308	-	-	-	-
<u>303</u>	<u>29</u>	<u>117</u>	<u>234</u>	<u>154</u>	<u>3,018</u>
<u>365</u>	<u>3,814</u>	<u>41,586</u>	<u>119,914</u>	<u>11,863</u>	<u>75,800</u>
<u>\$ 2,154</u>	<u>\$ 5,213</u>	<u>\$ 60,699</u>	<u>\$ 100,031</u>	<u>\$ 52,233</u>	<u>\$ 57,425</u>
5.5%	5.2%	4.7%	7.4%	6.5%	6.7%

County of El Paso
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years
(Unaudited)
(In Thousands)

Fiscal Year Ended September 30	Residential Property	Commercial Property	Industrial Property	Other	Less: Exemptions	Total Taxable Assessed Value	Total Direct Tax Rate
2016	26,518	11,166	2,431	2,723	4,394	38,444	0.452694
2017	27,147	11,391	2,473	2,835	4,492	39,354	0.452694
2018	27,832	11,810	2,357	2,957	4,655	40,302	0.452694
2019	29,655	11,688	2,844	3,003	4,835	42,356	0.447819
2020	30,916	12,614	3,137	2,798	5,348	44,117	0.488997
2021	32,015	13,487	3,211	2,817	5,504	46,026	0.488997
2022	37,103	12,869	3,041	3,098	7,192	48,919	0.470181
2023	46,114	14,465	3,445	3,268	11,256	56,037	0.426289
2024	51,590	16,627	4,011	3,518	13,825	61,920	0.458889
2025	57,966	18,935	4,505	3,713	15,814	69,305	0.426323

Source: Central Appraisal District.

Note: Property in the County is reassessed every third year. Property is assessed at actual value; therefore, the assessed values are equal to actual value. Tax rates are per \$100 of assessed value. The table prior to the implementation required in this schedule presented information by class, real, and personal property, rather than by major component. Also, the assessed value was presented as a ratio of total estimated actual value.

County of El Paso, Texas
Property Tax Rates ⁽¹⁾
Direct and Overlapping Governments
Last Ten Fiscal Years
(Unaudited)

Name of Government	2016	2017	2018	2019	2020
County Direct Rates					
General and Debt Service	\$ 0.452694	\$ 0.452694	\$ 0.452694	\$ 0.447819	\$ 0.488997
City and Town Rates					
Town of Anthony	0.461985	0.568433	0.663664	0.650200	0.681647
City of El Paso	0.729725	0.759656	0.803433	0.843332	0.907301
Town of Horizon	0.452723	0.491756	0.491756	0.491756	0.595340
City of Socorro	0.727555	0.727555	0.727555	0.752457	0.837502
City of San Elizario	0.350000	0.335000	0.366070	0.399207	0.410000
Town of Clint	0.465164	0.750000	0.721520	0.721520	0.697106
Village of Vinton	0.368702	0.464967	0.638369	0.752445	0.752445
School District Rates					
Anthony Ind. School District	1.244200	1.217100	1.212800	1.212200	1.169080
Canutillo Ind. School District	1.530000	1.530000	1.530000	1.530000	1.428350
Clint Ind. School District	1.406600	1.406600	1.406600	1.406600	1.304950
El Paso Ind. School District	1.235000	1.235000	1.310000	1.310000	1.268350
Fabens Ind. School District	1.330300	1.334000	1.327800	1.327800	1.338300
San Elizario Ind. School District	1.234700	1.246300	1.226300	1.226300	1.146100
Socorro Ind. School District	1.274794	1.274794	1.274794	1.380594	1.368954
Tornillo Ind. School District	1.303700	1.400800	1.400800	1.400800	1.400800
Ysleta Ind. School District	1.360000	1.475000	1.460000	1.455000	1.353300
Special District Rates					
University Medical Center	0.220682	0.234456	0.251943	0.251943	0.267747
EPCO Emergency Service District No. 1	0.099959	0.097353	0.099468	0.100000	0.100000
EPCO Emergency Service District No. 2	0.095081	0.094595	0.092349	0.090858	0.100000
EPCO Tornillo Water Improvement Dist.	0.100000	0.105000	0.112000	0.112000	0.110000
City of El Paso MMD #1					
Horizon Regional MUD	0.495650	0.502863	0.512006	0.554355	0.575274
El Paso Community College	0.133811	0.134909	0.141638	0.140273	0.141167
Hacienda Del Norte Water Imp. Dist.	0.220128	0.219710	0.219710	0.211492	0.210709
Lower Valley Water Authority	0.193292	0.189467	0.185095	0.161167	0.153469
Downtown Management District	0.120000	0.120000	0.120000	0.120000	0.120000
Paseo Del Este MUD # 1	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 2	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 3	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 4	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 5	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 6	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 7	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 8	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 9	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 10	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 11	0.750000	0.750000	0.750000	0.750000	0.750000
El Paso County Water Control IMP # 4	0.134155	0.132882	0.137808	0.216952	0.203764
HMUD Hunt Communities DA					
HMUD Hunt Properties DA					
HMUD Rancho Desierto Bello DA					
HMUD Ravenna DA					
HMUD Summer Sky N DA					

TABLE 6

County of El Paso, Texas
Property Tax Rates ⁽¹⁾
Direct and Overlapping Governments
Last Ten Fiscal Years
(Unaudited)

Name of Government	2021	2022	2023	2024	2025
County Direct Rates					
General and Debt Service	\$ 0.488997	\$ 0.470181	\$ 0.426289	\$ 0.458889	\$ 0.426323
City and Town Rates					
Town of Anthony	0.710781	0.710781	0.700000	0.780636	0.888550
City of El Paso	0.907301	0.907301	0.862398	0.818875	0.761405
Town of Horizon	0.602607	0.565503	0.524390	0.574491	0.559362
City of Socorro	0.836995	0.803158	0.765492	0.702021	0.666900
City of San Elizario	0.408834	0.398132	0.371878	0.358101	0.348870
Town of Clint	0.690843	0.611133	0.561036	0.634123	0.589445
Village of Vinton	0.732031	0.751541	0.729131	0.663916	0.801437
School District Rates					
Anthony Ind. School District	1.165480	1.076900	0.985812	0.880300	0.914688
Canutillo Ind. School District	1.390100	1.342400	1.302900	1.160500	1.155200
Clint Ind. School District	1.394700	1.340300	1.322900	1.137500	1.135200
El Paso Ind. School District	1.318350	1.354200	1.313700	1.137100	1.080700
Fabens Ind. School District	1.335500	1.332500	1.337500	1.121700	1.123100
San Elizario Ind. School District	1.170000	1.090000	1.053000	0.891600	0.885300
Socorro Ind. School District	1.343354	1.275454	1.249712	1.249712	1.058900
Tornillo Ind. School District	1.471800	1.400400	1.368400	1.137700	1.135800
Ysleta Ind. School District	1.446600	1.527000	1.458900	1.281300	1.231500
Special District Rates					
University Medical Center	0.267747	0.258145	0.235153	0.23565	0.219526
EPCO Emergency Service District No. 1	0.100000	0.100000	0.100000	0.100000	0.100000
EPCO Emergency Service District No. 2	0.095097	0.100000	0.093580	0.086457	0.078856
EPCO Tornillo Water Improvement Dist.	0.110000	0.104005	0.095195	0.088030	0.084278
City of El Paso MMD #1			0.200000	0.200000	0.250000
Horizon Regional MUD	0.574423	0.550957	0.511024	0.540002	0.662788
El Paso Community College	0.139859	0.134760	0.122611	0.115717	0.107786
Hacienda Del Norte Water Imp. Dist.	0.214680	0.196931	0.175894	0.047549	0.044517
Lower Valley Water Authority	0.195033	0.176315	0.162968	0.150266	0.144716
Downtown Management District	0.120000	0.120000	0.120000	0.120000	0.120000
Paseo Del Este MUD # 1	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 2	0.750000	0.750000	0.741900	0.733900	0.730800
Paseo Del Este MUD # 3	0.750000	0.750000	0.721700	0.696200	0.693700
Paseo Del Este MUD # 4	0.750000	0.750000	0.750000	0.750000	0.750000
Paseo Del Este MUD # 5	0.750000	0.750000	0.719400	0.683600	0.685200
Paseo Del Este MUD # 6	0.750000	0.750000	0.733600	0.750000	0.750000
Paseo Del Este MUD # 7	0.750000	0.700200	0.700200	0.700200	0.689400
Paseo Del Este MUD # 8	0.750000	0.712400	0.669100	0.634200	0.627800
Paseo Del Este MUD # 9	0.750000	0.750000	0.738300	0.697500	0.705000
Paseo Del Este MUD # 10	0.750000	0.736400	0.694700	0.681000	0.659100
Paseo Del Este MUD # 11	0.750000	0.749600	0.749600	0.738700	0.742300
El Paso County Water Control IMP # 4	0.182743	0.177129	0.157857	0.140707	0.133970
HMUD Hunt Communities DA			0.225000	0.225000	0.225000
HMUD Hunt Properties DA			0.225000	0.225000	0.225000
HMUD Rancho Desierto Bello DA			0.225000	0.225000	0.225000
HMUD Ravenna DA			0.225000	0.225000	0.225000
HMUD Summer Sky N DA			0.225000	0.225000	0.225000

County of El Paso, Texas
 Property Tax Rates ⁽¹⁾
 Direct and Overlapping Governments
 Last Ten Fiscal Years
 (Unaudited)

Source: City of El Paso Consolidated Tax Office.

Notes: Overlapping rates are those that apply to property owners within the County of El Paso. Not all overlapping rates apply to all County property owners; for example, although the County property tax rates apply to all County property owners, the City of El Paso rates apply only to those whose property is located within the City's geographic boundaries.

⁽¹⁾ These property tax rates are expressed in dollars per \$100 assessed valuation.

TABLE 7

County of El Paso
Principal Property Taxpayers
Current Year and Nine Years Ago
(Unaudited)
(In Thousands)

Taxpayer	2025			2016		
	Taxable Assessed Value	Rank	Percentage of Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Value
El Paso Electric Co	\$ 1,186,097	1	1.65%	\$ 470,447	2	1.20%
Western Refining Company L.P.	571,383	2	0.79%	504,756	1	1.28%
Wal-Mart Stores Texas LLC	364,212	3	0.51%	264,747	3	0.67%
Texas Gas Service	259,659	4	0.36%	95,624	9	0.24%
Amazon.Com Services LLC	226,190	5	0.31%			
River Oaks Properties LTD	194,973	5	0.27%	168,924	5	0.43%
Union Pacific Railroad Co	184,656	7	0.26%	103,568	8	0.26%
Emerald Pass 12101 Project LLC	180,236	8	0.25%			
Sierra Providence Physical Rehab Hospital	130,600	9	0.18%	207,305	4	0.53%
Simon Property Group	101,047	10	0.14%	136,652	7	0.35%
El Paso Outlet Outparcels LLC				90,594	10	0.23%
Hawkins and I-10 Acquisition Company				149,544	6	0.38%
	<u>\$ 3,399,053</u>		<u>4.72%</u>	<u>\$ 2,192,161</u>		<u>5.57%</u>

Source: Municipal Advisory Council (MAC) of Texas

County of El Paso
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)
(In Thousands)

Fiscal Year	Original Tax Levy	Adjustments	Total Adjusted Levy	<u>Collected within the Fiscal Year of the Levy</u>		<u>Total Collections to Date</u>	
				Amount	Percentage of Original Levy	Collections in Subsequent Years	Percentage of Adjusted Levy
2016	\$ 174,190	\$ (2,560)	\$ 171,630	\$ 169,766	97.46%	\$ 1,282	99.66%
2017	178,399	(3,187)	175,212	173,680	97.35%	911	99.65%
2018	181,707	(2,237)	179,470	177,225	97.53%	1,534	99.60%
2019	189,944	(2,597)	187,347	185,103	97.45%	1,447	99.57%
2020	216,037	(2,947)	213,090	210,348	97.37%	1,688	99.51%
2021	225,062	(5,434)	219,628	218,949	97.28%	(489)	99.47%
2022	230,333	(3,781)	226,552	223,994	97.25%	1,173	99.39%
2023	239,203	(5,789)	233,414	230,271	96.27%	1,330	99.22%
2024	284,518	(4,171)	280,347	275,722	96.91%	1,555	98.90%
2025	295,843	(5,333)	290,510	284,402	96.13%	-	97.90%

Source: City of El Paso Consolidated Tax Office and El Paso County Auditor's Office.

TABLE 9

County of El Paso, Texas
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)
(In Thousands)

Year	Governmental Activities							Business-Type Activities			
	General Obligation Bonds (1)	Certificates of Obligation (1)	Loans (1) (2)	Tax Notes (1)	Total General Bonded Debt (1)	Capital Leases (1)	Loans from Direct Borrowing (1)	RTU Leases (1)	RTU SBITA (1)	Revenue Bonds (1) (6)	Certificates of Obligation Bonds (1) (6)
2016	126,711	91,567			218,278	312				1,547	
2017	116,973	87,563			204,536	238				1,514	
2018	166,316	24,390	4,632		195,338	205				1,480	1,334
2019	158,179	18,616	4,339		181,134	130				1,446	1,314
2020	149,788	12,571	4,041		166,400	113				1,402	1,293
2021	141,117	7,790	8,337		157,244	322				1,358	1,272
2022	128,800	25,769	7,807	20,118	182,494			1,945		1,314	1,250
2023	117,276	88,345	7,269	55,043	267,933			4,353	8,142	2,658	1,228
2024	105,253	87,061	6,723	47,634	246,671		618	4,897	6,257	3,208	1,205
2025	104,731	138,719	6,168	35,800	285,418		478	6,351	4,536	3,125	1,182

Notes: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1) Amounts expressed in thousands.

(2) Repayment of loans is from M&O and as such is included as bonded debt.

(3) Amounts available for repayment of general obligation bonds.

(4) See Table 5 for taxable property value data.

(5) Population and personal income data can be found in Table 13.

(6) The 2015-2024 amounts include State issued bonds for which the County is paying back with user assessed fees.

TABLE 9

County of El Paso, Texas
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)
(In Thousands)

Total Debt (1)	Percentage Total Debt of Actual Taxable Property Value (4)	Percentage of Personal Income (5)	Total Debt Per Capita (5)	Less: Funds Available in Debt Service Fund (1) (3)	Total Net General Bonded Debt (1)	Percentage Net General Bonded Debt of Actual Taxable Property Value (4)	Net General Bonded Debt Per Capita (5)
220,137	0.56%	1.39%	262.72	1,271	217,007	0.56%	258.98
206,288	0.51%	1.28%	245.46	2,068	202,468	0.51%	240.92
198,357	0.47%	1.18%	235.93	1,845	193,493	0.48%	230.14
184,024	0.42%	1.10%	218.88	2,716	178,418	0.42%	212.21
169,208	0.37%	0.93%	201.62	2,716	163,684	0.37%	195.04
160,196	0.35%	0.85%	185.06	6,785	150,459	0.33%	173.81
187,003	0.38%	0.90%	216.02	8,634	173,860	0.36%	200.31
284,314	0.51%	1.26%	326.84	5,261	262,672	0.47%	301.96
262,856	0.42%	1.09%	300.14	4,491	242,180	0.39%	276.53
301,090	0.43%	1.21%	343.79	2,972	282,446	0.41%	321.74

County of El Paso, Texas
Direct and Overlapping Debt Governmental Activities
As of September 30, 2025
(Unaudited)
(In Thousands)

Jurisdiction	Debt Outstanding	Percentage Applicable to County of El Paso	Amount Applicable to County of El Paso
Direct:			
County of El Paso	\$ 274,280	100%	\$ 274,280
County Leases, SBITAs, and Loan from Direct Borrowing	33,251	100%	33,251
Total direct debt	<u>307,531</u>	<u>100%</u>	<u>307,531</u>
Overlapping:			
Anthony Independent School District	2,255	100%	2,255
Canutillo Independent School District	248,605	100%	248,605
City of El Paso	1,327,225	100%	1,327,225
City of Socorro	27,858	100%	27,858
Clint Independent School District	124,651	100%	124,651
El Paso Independent School District	811,730	100%	811,730
Fabens Independent School District	18,245	100%	18,245
Lower Valley Water District	48,045	100%	48,045
University Medical Center	535,795	100%	535,795
San Elizario Independent School District	22,845	100%	22,845
Socorro Independent School District	684,478	100%	684,478
Tornillo Independent School District	12,836	100%	12,836
Town of Anthony	3,258	100%	3,258
Town of Horizon City	45,750	100%	45,750
Ysleta Independent School District	848,558	100%	848,558
Village of Vinton	7,561	100%	7,561
El Paso CO WC&ID #4	15,256	100%	15,256
El Paso Municipal Mangement District # 1	7,590	100%	7,590
Horizon Regional MUD	219,395	100%	219,395
Horizon Regional MUD(Rancho Desierto Bello)	1,615	100%	1,615
Paseo Del Este MUD# 1	13,750	100%	13,750
Paseo Del Este MUD# 2	10,841	100%	10,841
Paseo Del Este MUD# 3	6,456	100%	6,456
Paseo Del Este MUD# 4	10,152	100%	10,152
Paseo Del Este MUD# 5	8,339	100%	8,339
Paseo Del Este MUD# 6	17,158	100%	17,158
Paseo Del Este MUD# 7	12,343	100%	12,343
Paseo Del Este MUD# 8	7,175	100%	7,175
Paseo Del Este MUD# 9	9,055	100%	9,055
Paseo Del Este MUD# 10	8,477	100%	8,477
Paseo Del Este MUD# 11	2,798	100%	2,798
Total overlapping debt	<u>5,120,095</u>	<u>100%</u>	<u>5,120,095</u>
Totals	<u>\$ 5,427,626</u>	<u>100%</u>	<u>\$ 5,427,626</u>

Source: County Auditor's Office and Municipal Advisory Council of Texas, *Texas Municipal Reports*.

Note: Overlapping governments are those taxing entities that are totally within the geographic boundaries of the County of El Paso. There are no taxing entities whose boundaries extend beyond the County's boundaries. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the County of El Paso. This process recognizes that when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

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County of El Paso, Texas
 Legal Debt Margin Information
 Last Ten Fiscal Years
 (Unaudited)
 (In Thousands)

Legal Debt Margin Calculation for Fiscal Year 2025

Assessed Value	<u>\$ 89,116,554</u>
Debt limit-5% of Assessed Value (1)	\$ 4,455,828
Debt Applicable to Limit:	
Total bonded debt	294,436
Less: Amount available for repayment of general obligation bonds	2,972
Total net debt applicable to limit	<u>291,464</u>
Legal debt margin	<u>\$ 4,164,364</u>

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Debt limit	\$ 2,192,316	\$ 2,015,102	\$ 2,117,808	\$ 2,473,263
Total net debt applicable to limit	<u>198,204</u>	<u>185,022</u>	<u>173,432</u>	<u>160,243</u>
Legal debt margin	<u>\$ 1,994,112</u>	<u>\$ 1,830,080</u>	<u>\$ 1,944,376</u>	<u>\$ 2,313,020</u>
Total net debt applicable to the limit as a percentage of debt limit	9.0%	9.2%	8.2%	6.5%

Note: Under the State of Texas Government Code Section 1301.003, the County's outstanding debt should not exceed 5% of total assessed property value.

County of El Paso, Texas
 Legal Debt Margin Information
 Last Ten Fiscal Years
 (Unaudited)
 (In Thousands)

2020	2021	2022	2023	2024	2025
\$ 2,576,503	\$ 2,805,523	\$ 2,805,523	\$ 3,787,261	\$ 4,255,949	\$ 4,455,828
<u>147,395</u>	<u>137,399</u>	<u>162,345</u>	<u>250,741</u>	<u>231,794</u>	<u>291,464</u>
<u>\$ 2,429,108</u>	<u>\$ 2,668,124</u>	<u>\$ 2,643,178</u>	<u>\$ 3,536,520</u>	<u>\$ 4,024,155</u>	<u>\$ 4,164,364</u>
5.7%	4.9%	5.8%	6.6%	5.4%	6.5%

County of El Paso, Texas

Pledged-Revenue Coverage

Last Ten Fiscal Years

(In Thousands)

(Unaudited)

Water Revenue Bonds								
Fiscal Year	Service Charges	Less: Operating Expenses	Net Operating Revenue	Interest Revenue	Net Available Revenue	Debt Service		
						Principal	Interest	Coverage
2016	1,071	878	193	7	200	33	57	2.22
2017	1,074	967	107	13	120	34	56	1.34
2018	1,441	1,078	363	40	403	54	64	3.42
2019	1,834	1,395	439	62	501	65	88	3.27
2020	2,170	2,102	68	32	100	65	87	0.66
2021	2,076	2,016	60	14	74	66	85	0.49
2022	2,318	2,377	(59)	10	(49)	66	83	(0.33)
2023	2,719	2,356	363	27	390	67	98	2.36
2024	2,851	2,623	228	77	305	440	151	0.52
2025	3,076	2,669	407	72	479	106	117	2.15

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements. Operating expenses exclude interest and depreciation expenses. The coverage ratio is calculated by dividing net pledged revenue by the sum of principal and interest.

County of El Paso, Texas
Demographic and Economic Statistics
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Population (1)	Personal Income (in thousands)	Per Capita Income (1)	Median Age(1)	School Enrollment (1)	Unemployment Rate (2)
2016	837,918	15,819,892	18,880	31.6	262,714	5.4
2017	840,410	16,089,649	19,145	31.6	260,231	4.8
2018	840,758	16,773,122	19,950	31.9	258,209	4.4
2019	840,758	16,773,122	19,950	31.9	258,209	3.7
2020	839,238	18,197,198	21,683	32.6	249,732	8.6
2021	865,657	18,770,041	21,683	32.6	249,732	5.3
2022	867,947	20,812,501	23,979	33.0	246,291	4.4
2023	869,880	22,626,449	26,011	33.1	251,169	4.7
2024	875,784	24,119,967	27,541	33.9	246,156	4.0
2025	877,858	24,947,583	28,419	34.1	249,469	4.1

Sources: (1) U.S. Census Bureau July 1, 2024 estimates
(2) U.S. Bureau of Labor Statistics December 2025

County of El Paso, Texas
Principal Employers
Current and Nine Years Ago
(Unaudited)

Employer	2025			2016		
	Employees (1)	Rank	Percentage of Total County Employment (2)	Employees	Rank	Percentage of Total County Employment
Fort Bliss (Military and Civilian)	47,806	1	18.8%	47,316	1	13.3%
El Paso Independent School District	10,774	2	4.2%	8,380	2	2.4%
Socorro Independent School District	9,348	3	3.7%	5,039	7	1.4%
Ysleta Independent School District	8,476	4	3.3%	7,602	3	2.1%
T&T Staff Management L.P.	7,873	5	3.1%	5,348	5	1.5%
City of El Paso	6,095	6	2.4%	5,484	4	1.5%
The Hospitals of Providence	4,400	7	1.7%			
InteLogix	4,324	8	1.7%			
County of El Paso, TX	3,243	9	1.3%	2,892	9	0.8%
William Beaumont Army Medical Center	3,000	10	1.2%			
Wal-Mart	3,000	10	1.2%			
Tenet Hospitals Limited				5,100	6	1.4%
El Paso Community College				3,089	8	0.9%
University Medical Center (UMC)				2,858	10	0.8%
	<u>108,339</u>		<u>42.6%</u>	<u>93,108</u>		<u>26.1%</u>

Source:

(1) City of El Paso Office of Economic Development

(2) Total County Employment from U.S. Census Bureau 2025, Total Employment, 2023

County of El Paso, Texas
 Full-time Equivalent County Government Employees by Function/Program
 Last Ten Fiscal Years

Function/Program/Fund	Fiscal Years									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General government (1) (3)	603.0	620.5	571.5	581.0	592.0	582.0	565.0			
Administration of justice (2) (3)	650.0	658.0	658.0	665.0	675.0	687.0	700.5			
Public safety (3)	1,270.0	1,273.0	1,240.0	1,251.0	1,251.5	1,259.5	1,266.5			
Health and welfare (3)	71.0	66.0	47.0	48.0	57.0	56.0	59.0			
Resource development (3)	11.0	13.0	14.0	13.5	16.0	14.0	14.0			
Culture and recreation (3)	62.0	71.0	78.5	79.0	79.5	79.5	81.0			
Public works (3)	75.5	76.0	182.0	183.5	188.0	195.0	116.0			
County General Fund (3)								2,920.0	2,921.0	3,011.0
Capital Projects Fund								1.0		
Grants	119.5	112.5	123.0	118.0	121.0	148.0	183.0	192.0	187.0	176.0
Special Revenue							117.0	121.0	117.0	111.0
Enterprise							3.0	3.0	3.0	3.0
Total	2,862.0	2,890.0	2,914.0	2,939.0	2,980.0	3,021.0	3,105.0	3,237.0	3,228.0	3,301.0

Source: County Budget and Fiscal Policy Department.

Notes:

- (1) Over the years, the County has added personnel to staff the demands of understaffed departments and for the administrative support of additional courts.
- (2) Personnel has been added to staff new courts and for the judicial support offices.
- (3) As of FY2023, information is grouped into County General Fund

County of El Paso, Texas
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Years				
	2016	2017	2018	2019	2020
General government					
County Auditor					
Accounts Payable checks issued	23,535	23,293	20,709	24,476	20,403
Deposit warrants issued	21,403	24,766	23,953	26,116	21,299
Internal audit months completed	437	349	352	383	311
Domestic Relations Office					
Cases monitored	1,213	363	20	25	2
Cases referred to enforcement	69	127	38	130	34
Human Resources					
Tests administered (1)	3,192	928	1,103	3,038	794
Tax Office					
Auto titles issued	186,655	184,691	187,183	188,316	172,697
Auto registrations	679,449	638,969	639,038	648,497	630,701
Administration of justice					
District court level					
Civil cases filed	20,689	23,068	24,676	22,731	16,448
Civil case dispositions	19,545	22,753	24,253	21,555	17,635
Criminal cases filed	6,061	6,440	7,705	8,309	8,535
Criminal case dispositions	7,422	6,746	7,340	7,719	5,705
Juvenile cases filed	903	1,140	1,049	1,046	732
Juvenile case dispositions	528	227	973	1,894	461
County court level					
Civil cases filed	3,634	3,796	3,309	3,441	3,033
Civil case dispositions	3,229	3,554	3,748	2,942	2,485
Criminal cases filed	12,249	11,613	12,355	11,575	11,115
Criminal case dispositions	16,307	13,593	12,177	11,973	9,654
Probate and Mental Health cases filed	4,441	4,191	3,732	3,359	3,105
Probate and Mental Health hearings	4,608	6,567	7,038	5,990	4,851
Justice of the Peace court level					
Civil cases filed	9,383	11,884	15,996	19,298	14,370
Civil case dispositions	17,796	9,818	12,602	17,365	18,101
Criminal cases filed	59,078	53,483	58,417	48,391	31,144
Criminal case dispositions	53,026	53,902	47,856	72,997	45,016
Public safety					
Jail Facilities					
Total prisoner days	793,190	853,541	919,546	889,595	796,185
Cost per prisoner day	\$90	\$86	\$80	\$77	\$88
Law Enforcement					
Citations filed	18,409	19,808	20,433	17,606	12,353
Health and welfare					
General Assistance					
Number of pauper burials/cremations	85	94	72	59	106
Applications approved for assistance	1,497	1,467	491	546	520
Medical Examiner					
Number of autopsies	676	586	616	659	650
Number of investigations	3,848	4,083	4,269	3,591	4,626

County of El Paso, Texas
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Years				
	2021	2022	2023	2024	2025
General government					
County Auditor					
Accounts Payable checks issued	20,094	20,442	20,465	20,867	18,976
Deposit warrants issued	19,667	24,117	23,288	22,059	22,546
Internal audit months completed	304	312	314	316	322
Domestic Relations Office					
Cases monitored	16	3	13	2	3
Cases referred to enforcement	32	0	46	28	19
Human Resources					
Tests administered (1)	3,228	4,458	3,370	5,274	3,523
Tax Office					
Auto titles issued	193,616	179,560	170,300	162,846	162,208
Auto registrations	672,080	664,013	666,571	663,713	670,243
Administration of justice					
District court level					
Civil cases filed	10,215	12,905	14,370	16,874	14,514
Civil case dispositions	10,655	17,387	13,769	14,997	14,206
Criminal cases filed	3,855	5,404	8,528	9,402	8,915
Criminal case dispositions	4,514	5,597	6,649	8,704	10,529
Juvenile cases filed	388	683	894	842	812
Juvenile case dispositions	412	446	505	646	588
County court level					
Civil cases filed	2,675	2,873	2,541	4,031	3,482
Civil case dispositions	2,201	3,067	2,755	3,680	3,669
Criminal cases filed	5,285	5,649	8,407	9,882	8,923
Criminal case dispositions	11,917	6,781	6,436	10,089	10,464
Probate and Mental Health cases filed	3,391	3,843	3,714	3,342	3,243
Probate and Mental Health hearings	5,984	6,189	6,832	2,255	1,975
Justice of the Peace court level					
Civil cases filed	13,626	13,626	15,200	16,815	20,343
Civil case dispositions	15,297	15,297	14,532	16,157	18,045
Criminal cases filed	29,207	29,207	26,379	30,228	39,250
Criminal case dispositions	43,044	43,044	37,659	29,734	29,568
Public safety					
Jail Facilities					
Total prisoner days	782,577	772,808	874,824	920,823	858,127
Cost per prisoner day	\$88	\$88	\$88	\$88	\$101
Law Enforcement					
Citations filed	11,761	13,482	10,644	10,336	15,477
Health and welfare					
General Assistance					
Number of pauper burials/cremations	447	189	178	192	168
Applications approved for assistance	2,395	2,281	1,559	1,551	1,635
Medical Examiner					
Number of autopsies	614	826	722	698	406
Number of investigations	5,584	5,512	5,211	5,983	5,904

(continued)

County of El Paso, Texas
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Years				
	2016	2017	2018	2019	2020
Resource development					
Agricultural co-op extension					
Number of educational presentations	1,799	1,612	1,266	1,270	1,749
Number of participants in educational presentations	39,837	42,024	25,858	28,683	27,520
Culture and recreation					
Parks and recreation					
Golf memberships sold	1,278	1,080	31	826	289
Number of golf tournaments	83	73	90	87	46
Pool rentals (2)	10	60	63	68	0
Swim Team Rentals (3)					
Public works					
Road and Bridge					
Miles of roads chip sealed	N/A	15	17	38	37
Miles of roads reconstructed	N/A	N/A	10	3	10
Miles of road shoulders paved	N/A	N/A	8	N/A	5
Miles of road overlay	N/A	N/A	17	19	25
Miles of road fog seal			3	5	7

Source: Various County departments. Texas Office of Court Administration for Administration of Justice data.

Notes: Resource development indicators are estimates. Indicators are not available for the community services function. Data not available for some functions in some years.

(1) Human Resource increase due to Sheriff department using testing system for academy acceptance.

(2) Pool services and maintenance were contracted out to YMCA as of April 2011. However, County control resumed in May 2016. Increase in pool rentals due to rentals now being offered at all three pool facilities (Ascarate, Fabens and Canutillo). In fiscal year 2020, the pools were closed due to COVID-19.

(3) Swim team rental began in FY2025 (Apr-Jul).

County of El Paso, Texas
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Years				
	2021	2022	2023	2024	2025
Resource development					
Agricultural co-op extension					
Number of educational presentations	1,710	1,793	1,999	1,763	2,169
Number of participants in educational presentations	27,790	50,440	68,863	85,686	118,466
Culture and recreation					
Parks and recreation					
Golf memberships sold	61	945	1,691	663	618
Number of golf tournaments	45	107	90	96	76
Pool rentals (2)	45	8	42	68	59
Swim Team Rentals (3)					306
Public works					
Road and Bridge					
Miles of roads chip sealed	36	37	37	37	37
Miles of roads reconstructed	7	2	66	0	1
Miles of road shoulders paved	3	1	1	5	3
Miles of road overlay	21	22	22	24	20
Miles of road fog seal	7	7	7	7	8

(concluded)

Source: Various County departments. Texas Office of Court Administration for Administration of Justice data.

Notes: Resource development indicators are estimates. Indicators are not available for the community services function. Data not available for some functions in some years.

(1) Human Resource increase due to Sheriff department using testing system for academy acceptance.

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(3) Swim team rental began in FY2025 (Apr-Jul).

County of El Paso, Texas
 Capital Asset Statistics by Function/Program
 Last Ten Fiscal Years

Function/Program	Fiscal Years				
	2016	2017	2018	2019	2020
General government					
Touchscreen voting machines (1)	135	135	135	1340	1,536
Administration of justice					
Courtroom video projection systems	29	28	29	33	33
Public safety					
Sheriff stations	3	3	3	3	3
Sheriff patrol vehicles (2)	162	335	374	397	389
Constable vehicles	38	32	33	35	33
Community services					
Transit buses and vans	20	20	20	22	29
Culture and recreation					
County parks	13	13	13	13	13
County golf courses	1	1	1	1	1
County swimming pools	3	3	3	3	3
County libraries	1	1	1	1	1
County coliseum	1	1	1	1	1
County equestrian center	1	1	1	1	1
Public works					
Bridges	26	26	20	20	25
Roads	1,271	1,272	1,271	1,245	1,287

Source: Various County departments and County fixed asset reports.

Notes: Capital asset indicators are not available for the health and welfare or the resource development function.

(1) Fiscal years 2015 to 2018 adjusted to exclude non-capital assets voting machines

(2) Vehicles include non-car type vehicles (SUV, ATV, Truck) used by patrol stations

County of El Paso, Texas
 Capital Asset Statistics by Function/Program
 Last Ten Fiscal Years

Function/Program	Fiscal Years				
	2021	2022	2023	2024	2025
General government					
Touchscreen voting machines (1)	1,527	1,537	1,537	1,549	1,364
Administration of justice					
Courtroom video projection systems	33	33	32	29	23
Public safety					
Sheriff stations	3	3	3	3	3
Sheriff patrol vehicles (2)	386	373	387	422	426
Constable vehicles	36	46	53	54	65
Community services					
Transit buses and vans	31	38	49	51	42
Culture and recreation					
County parks	11	11	11	11	11
County golf courses	1	1	1	1	1
County swimming pools	3	3	3	3	3
County libraries	1	1	2	2	2
County coliseum	1	1	1	1	1
County equestrian center	1	1	1	1	1
Public works					
Bridges	20	20	20	25	25
Roads	1,303	1,309	1,320	1,378	1,428



APPENDIX C

FORM OF BOND COUNSEL OPINION

*An opinion in substantially the following form will be delivered by McCall,
Parkhurst & Horton L.L.P., Bond Counsel, upon the delivery of the
Bonds, assuming no material changes in facts or law.*

EL PASO COUNTY, TEXAS
GENERAL OBLIGATION REFUNDING AND IMPROVEMENT BONDS, SERIES 2026
DATED AS OF JUNE 1, 2026
IN THE AGGREGATE PRINCIPAL AMOUNT OF \$42,655,000

AS BOND COUNSEL FOR EL PASO COUNTY, TEXAS (the "Issuer") in connection with the issuance of the Bonds described above (the "Bonds"), we have examined into the legality and validity of the Bonds, which bear interest from the dates and mature on the dates, and are subject to redemption, in accordance with the terms and conditions stated in the text of the Bonds and in the order of the Issuer authorizing the issuance and sale of the Bonds (the "Order"). Terms used herein and not otherwise defined shall have the meaning given in the Order.

WE HAVE EXAMINED the applicable and pertinent provisions of the Constitution and laws of the State of Texas, a transcript of certified proceedings of the Issuer, and other pertinent instruments authorizing and relating to the issuance and sale of the Bonds, including executed Bond Number T-1.

BASED ON SAID EXAMINATION, IT IS OUR OPINION that the Bonds have been duly authorized, issued, and delivered in accordance with law; and that, except as may be limited by laws applicable to the Issuer relating to sovereign immunity of political subdivisions, bankruptcy, reorganization and other similar matters affecting creditors' rights generally or by general principles of equity which permit the exercise of judicial discretion, the Bonds constitute valid and legally binding obligations of the Issuer; and that ad valorem taxes sufficient to provide for the payment of the interest on and principal of said Bonds have been levied and pledged for such purpose, within the limit prescribed by law, as provided in the Order.

IT IS FURTHER OUR OPINION, except as discussed below, that the interest on the Bonds is excludable from the gross income of the owners for federal income tax purposes under the statutes, regulations, published rulings, and court decisions existing on the date of this opinion. We are further of the opinion that the Bonds are not "specified private activity bonds" and that, accordingly, interest on the Bonds will not be included as an individual alternative minimum tax preference item under section 57(a)(5) of the Internal Revenue Code of 1986 (the "Code"). In expressing the aforementioned opinions, we have relied on, certain representations, the accuracy of which we have not independently verified, and assume compliance with certain covenants regarding the use and investment of the proceeds of the Bonds and the use of the property financed



therewith, and the sufficiency certificate of BOKF, NA verifying the sufficiency of the Refunded Obligations on their redemption date is sufficient to pay all principal and interest due on the Refunded Obligations on their redemption date. We call your attention to the fact that if such representations are determined to be inaccurate or if the Issuer fails to comply with such covenants, interest on the Bonds may become includable in gross income retroactively to the date of issuance of the Bonds.

EXCEPT AS STATED ABOVE, we express no opinion as to any other federal, state, or local tax consequences of acquiring, carrying, owning, or disposing of the Bonds, including the amount, accrual or receipt of interest on, the Bonds. Owners of the Bonds should consult their tax advisors regarding the applicability of any collateral tax consequences of owning the Bonds.

WE CALL YOUR ATTENTION TO THE FACT that the interest on tax-exempt obligations, such as the Bonds, may be includable in a corporation's adjusted financial statement income for purposes of determining the alternative minimum tax imposed on certain corporations by section 55 of the Code.

WE EXPRESS NO OPINION as to any insurance policies issued with respect to the payments due for the principal of and interest on the Bonds, nor as to any such insurance policies issued in the future.

OUR SOLE ENGAGEMENT in connection with the issuance of the Bonds is as Bond Counsel for the Issuer, and, in that capacity, we have been engaged by the Issuer for the sole purpose of rendering an opinion with respect to the legality and validity of the Bonds under the Constitution and laws of the State of Texas, and with respect to the exclusion from gross income of the interest on the Bonds for federal income tax purposes, and for no other reason or purpose. The foregoing opinions represent our legal judgment based upon a review of existing legal authorities that we deem relevant to render such opinions and are not a guarantee of a result. We have not been requested to investigate or verify, and have not independently investigated or verified, any records, data, or other material relating to the financial condition or capabilities of the Issuer, or the disclosure thereof in connection with the sale of the Bonds, and have not assumed any responsibility with respect thereto. We express no opinion and make no comment with respect to the marketability of the Bonds and have relied solely on certificates executed by officials of the Issuer as to the current outstanding indebtedness of and assessed valuation of taxable property within the Issuer. Our role in connection with the Issuer's Official Statement prepared for use in connection with the sale of the Bonds has been limited as described therein.

OUR OPINIONS ARE BASED ON EXISTING LAW, which is subject to change. Such opinions are further based on our knowledge of facts as of the date hereof. We assume no duty to update or supplement our opinions to reflect any facts or circumstances that may thereafter come to our attention or to reflect any changes in any law that may thereafter occur or become effective. Moreover, our opinions are not a guarantee of result and are not binding on the Internal Revenue Service (the "Service"); rather, such opinions



represent our legal judgment based upon our review of existing law and in reliance upon the representations and covenants referenced above that we deem relevant to such opinions. The Service has an ongoing audit program to determine compliance with rules that relate to whether interest on state or local obligations is includable in gross income for federal income tax purposes. No assurance can be given whether or not the Service will commence an audit of the Bonds. If an audit is commenced, in accordance with its current published procedures the Service is likely to treat the Issuer as the taxpayer. We observe that the Issuer has covenanted not to take any action, or omit to take any action within its control, that if taken or omitted, respectively, may result in the treatment of interest on the Bonds as includable in gross income for federal income tax purposes.

Respectfully,