

CERTIFICATE FOR ORDER

THE STATE OF TEXAS §
COUNTY OF REEVES §
REEVES COUNTY EMERGENCY SERVICES DISTRICT NO. 2 §

The undersigned officer of the Board of Commissioners of Reeves County Emergency Services District No. 2 hereby certifies as follows:

The Board of Commissioners of Reeves County Emergency Services District No. 2 convened in a regular meeting at 5:30 p.m. on the 16th day of September, 2025, at the District's Administrative Office, 2269 Ocotillo Drive, Pecos, Texas 79772, and the roll was called of the duly constituted officers and members of the Board, to wit:

- | | |
|-------------------|---|
| Jerry Bullard | President |
| John R. Salcido | Vice President |
| Cynthia Marmolejo | Secretary |
| Maribel Alvarez | Treasurer |
| Judy Foster | Assistant Treasurer/Assistant Secretary |

and all of said persons were present, except Commissioner(s) M. Alvarez, thus constituting a quorum. Whereupon, among other business, the following was transacted at the meeting:

**ORDER ADOPTING BUDGET
FOR FISCAL YEAR ENDING DECEMBER 31, 2026**

was duly introduced for the consideration of the Board. It was then duly moved and seconded that such Order be adopted; and after full discussion, such motion, carrying with it the adoption of such Order prevailed, carried, and became effective by the following vote:

AYES: 4 NOES: 0

A true, full and correct copy of the Order adopted at the meeting described in the above paragraph is attached to this certificate; the Order has been duly recorded in the District's minutes of the meeting; the persons named in the above and foregoing paragraph are the duly chosen, qualified and acting officers and members of the Board as indicated therein; each of the officers and members of the Board was duly and sufficiently notified officially and personally, in advance, of the time, place and purpose of the aforesaid meeting and that the Order would be introduced and considered for adoption at the meeting, and each of the officers and members consented, in advance, to the holding of the meeting for such purpose; the meeting was open to the public as required by law; and public notice of the time, place and subject of the meeting was given as required by Chapter 551, Texas Government Code.

SIGNED AND SEALED the 16th day of September, 2025.



President, Board of Commissioners



Secretary, Board of Commissioners



**ORDER ADOPTING BUDGET
FOR FISCAL YEAR ENDING DECEMBER 31, 2026**

STATE OF TEXAS §
COUNTY OF REEVES §
REEVES COUNTY EMERGENCY SERVICES DISTRICT NO. 2 §

WHEREAS, REEVES COUNTY EMERGENCY SERVICES DISTRICT NO. 2 (the "District") is a political subdivision of the State of Texas, organized as provided by Article III, Section 48-e, of the Texas Constitution and by Chapter 775, Texas Health and Safety Code (the "Code"), and operating pursuant to Chapter 775 of the Code; and

WHEREAS, pursuant to Chapter 775 of the Code, the District is required to adopt an annual budget for each fiscal year, which may be amended from time to time; and

WHEREAS, the Board of Commissioners of the District has previously determined that the District's fiscal year will be January 1 through December 31 of each year; and

WHEREAS, the Board of Commissioners of the District hereby desires to adopt its budget for Fiscal Year Ending ("FYE") December 31, 2026.

NOW, THEREFORE, BE IT ORDERED BY THE BOARD OF COMMISSIONERS OF REEVES COUNTY EMERGENCY SERVICES DISTRICT NO. 2:

1. That the recitals contained herein above are found to be true and correct.
2. That the District hereby adopts the budget set forth on the attached Exhibit "A" as its budget for fiscal year ending December 31, 2026.
3. That this Order shall be effective immediately upon its adoption.

EXHIBIT A



REEVES COUNTY ESD 1 & 2

Budget Comparison Report
Account Detail

Account Number	2023 Total Activity	2024 Total Activity	2025 YTD Activity Through Sep	Comparison 1 Budget		Comparison 1 to Parent Budget Increase / (Decrease)	%	
				Parent Budget 2025 Budget	2026 Budget			
Fund: 02 - ESD 2 GENERAL FUND								
Revenue								
02-00-00-3001	Property Tax Levy (Current)	22,388,145.23	24,821,547.56	26,448,741.53	26,011,955.51	26,978,320.46	966,364.95	3.72%
02-00-00-3002	Property Tax Levy (Delinquent)	722,299.48	1,376,325.93	203,417.40	200,000.00	200,000.00	0.00	0.00%
02-00-00-3003	Property Tax Penalty & Interes	74,317.04	68,890.34	80,882.61	40,000.00	40,000.00	0.00	0.00%
02-00-00-3004	Property Tax Interest and Sinki	0.00	2,014,071.21	2,060,020.95	2,014,508.00	0.00	-2,014,508.00	-100.00%
02-00-00-3005	Property Tax Collection Late Fe	111.84	3,271.71	-188.21	500.00	500.00	0.00	0.00%
02-00-00-3006	Property Tax Delinquent/Attor	59,098.78	74,704.07	0.00	0.00	0.00	0.00	0.00%
02-00-00-3007	Property Tax VIT Overage Payr	0.00	4,184.27	3,936.93	0.00	0.00	0.00	0.00%
02-00-00-3008	Property Tax Levy - Ag	0.00	9.17	0.00	0.00	0.00	0.00	0.00%
02-00-00-3009	PILOT - Payment in Lieu of Tax	0.00	1,412.37	0.00	0.00	0.00	0.00	0.00%
02-00-00-3010	Interest Earned	2,295,155.62	2,614,230.47	828,529.31	800,000.00	800,000.00	0.00	0.00%
02-00-00-3011	Ambulance Revenues	1,470,179.20	410,315.38	654,670.72	700,000.00	800,000.00	100,000.00	14.29%
02-00-00-3012	Miscellaneous Income	2,200.00	55,710.71	22,695.19	5,000.00	5,000.00	0.00	0.00%
02-00-00-3014	Donations Received	32,173.56	0.00	0.00	0.00	0.00	0.00	0.00%
02-00-00-3016	Texas Mutual Dividend RevenL	13,663.14	16,222.60	24,586.83	15,000.00	20,000.00	5,000.00	33.33%
02-00-00-3017	Contracted Services Revenue E	50,000.00	25,000.00	25,000.00	25,000.00	25,000.00	0.00	0.00%
02-00-00-3018	Insurance Claims Proceeds	0.00	19,019.40	5,943.95	0.00	0.00	0.00	0.00%
02-00-00-3019	Gain on Sale of Asset	-26,521.48	0.00	0.00	0.00	0.00	0.00	0.00%
02-00-00-3021	TDEM Revenue	0.00	0.00	37,555.49	0.00	0.00	0.00	0.00%
02-00-00-3022	Training Revenue	0.00	0.00	6,900.00	0.00	0.00	0.00	0.00%
02-00-00-6010	Transfers-In	983,231.72	980,163.61	4,652,884.34	0.00	0.00	0.00	0.00%
02-11-00-3020	Rental Income - Employee Hol	0.00	0.00	10,500.00	20,000.00	20,000.00	0.00	0.00%
	Total Revenue:	28,064,054.13	32,485,078.80	35,066,077.04	29,831,963.51	28,888,820.46	-943,143.05	-3.16%
Expense								
02-00-00-6050	Transfers-Out	2,011,048.46	43,503,847.14	0.00	0.00	0.00	0.00	0.00%
02-00-00-6055	Transfer Out - Debt Service Pa	0.00	2,152,867.90	2,060,881.64	2,060,881.64	0.00	-2,060,881.64	-100.00%
02-00-00-6090	Loss on sale/disposal of asset	0.00	0.00	13,657.39	0.00	0.00	0.00	0.00%
02-00-00-6100	Depreciation Expense	358,375.74	666,892.74	0.00	0.00	0.00	0.00	0.00%
02-00-00-6101	Amortization Expense	34,454.41	0.00	0.00	0.00	0.00	0.00	0.00%
02-01-11-5200	BCBS of TX Group Health Insur	325,916.20	552,332.58	404,749.71	959,400.00	1,145,323.00	185,923.00	19.38%
02-01-11-5201	Employee Assistance Program	1,300.00	2,837.50	0.00	3,000.00	3,000.00	0.00	0.00%
02-01-11-5203	Employee Recognition/Retenti	2,941.65	3,231.22	6,002.88	100,000.00	100,000.00	0.00	0.00%

Budget Comparison Report

Account Number	2023 Total Activity	2024 Total Activity	2025 YTD Activity Through Sep	Comparison 1 Budget		Comparison 1	%
				Parent Budget	Budget	to Parent	
				2025 2025 Budget	2026 2026 Budget	Budget Increase / (Decrease)	
02-01-11-5204	0.00	308.01	267.22	2,000.00	15,000.00	13,000.00	650.00%
02-01-11-5205	24,154.92	42,196.85	39,050.07	97,500.00	121,875.00	24,375.00	25.00%
02-01-11-5207	39,243.79	104,136.00	370,134.49	655,161.00	1,122,789.00	467,628.00	71.38%
02-01-11-5208	2,064.00	2,482.73	1,809.52	3,188.00	4,170.00	982.00	30.80%
02-01-11-5209	82,623.41	68,719.42	101,384.46	150,000.00	200,000.00	50,000.00	33.33%
02-01-11-5220	0.00	50.00	-50.04	0.00	0.00	0.00	0.00%
02-01-11-5300	27,391.87	40,236.05	28,972.00	75,000.00	75,000.00	0.00	0.00%
02-01-11-5302	0.00	254,400.00	2,883.12	10,000.00	10,000.00	0.00	0.00%
02-01-11-5502	-969.53	0.00	0.00	0.00	0.00	0.00	0.00%
02-01-11-5503	3,500.00	2,000.00	1,000.00	5,000.00	5,000.00	0.00	0.00%
02-01-11-5504	168,793.12	337,846.03	259,780.91	478,227.00	614,827.00	136,600.00	28.56%
02-01-11-5505	42,319.62	79,140.10	62,865.45	117,714.00	149,661.00	31,947.00	27.14%
02-01-11-5511	2,151,456.47	3,805,568.55	2,852,565.32	4,751,747.00	6,283,544.00	1,531,797.00	32.24%
02-01-11-5512	880,154.32	1,678,869.24	1,434,258.24	2,521,197.00	3,511,420.00	990,223.00	39.28%
02-01-11-5513	7,402.66	0.00	-13,968.30	15,000.00	15,000.00	0.00	0.00%
02-01-11-5514	0.00	9,600.00	9,600.00	123,600.00	123,600.00	0.00	0.00%
02-01-11-5515	3,589.15	1,038.50	655.00	3,000.00	95,000.00	92,000.00	3,066.67%
02-01-11-5800	0.00	0.00	0.00	2,808.00	216.00	-2,592.00	-92.31%
02-01-12-5100	1,500.00	4,617.93	4,950.00	10,000.00	10,000.00	0.00	0.00%
02-01-12-5101	6,911.04	29,625.96	4,467.04	30,000.00	30,000.00	0.00	0.00%
02-01-12-5103	7,007.34	4,045.83	8,182.46	15,000.00	10,000.00	-5,000.00	-33.33%
02-01-12-5104	8,678.27	9,010.09	10,256.77	25,000.00	25,000.00	0.00	0.00%
02-01-12-5105	131,469.12	118,835.59	0.00	0.00	0.00	0.00	0.00%
02-01-12-5106	27.51	0.00	0.00	0.00	0.00	0.00	0.00%
02-01-12-5107	26.00	39.00	39.00	1,000.00	1,000.00	0.00	0.00%
02-01-12-5108	2,012.50	5,496.50	1,738.50	8,700.00	5,200.00	-3,500.00	-40.23%
02-01-12-5109	-555.91	0.00	0.00	0.00	0.00	0.00	0.00%
02-01-12-5110	8,147.31	10,848.00	5,699.83	15,000.00	15,000.00	0.00	0.00%
02-01-12-5113	59,133.77	312,931.95	239,209.00	400,000.00	150,000.00	-250,000.00	-62.50%
02-01-12-5703	886.06	2,985.49	2,555.21	3,100.00	3,100.00	0.00	0.00%
02-01-12-6805	0.00	0.00	8,728.96	16,500.00	20,000.00	3,500.00	21.21%
02-01-12-6905	0.00	0.00	536.32	1,815.00	2,043.00	228.00	12.56%
02-01-13-5601	18,000.00	30,000.00	24,000.00	35,000.00	35,000.00	0.00	0.00%
02-01-13-5603	163,598.75	256,034.56	121,088.65	260,000.00	260,000.00	0.00	0.00%
02-01-13-5604	1,500,000.00	0.00	0.00	0.00	0.00	0.00	0.00%
02-01-13-5605	109,430.86	140,506.81	102,406.46	125,000.00	175,000.00	50,000.00	40.00%
02-01-13-5606	70,327.91	119,554.54	146,623.00	161,340.00	215,000.00	53,660.00	33.26%
02-01-13-5608	59,098.78	149,789.65	0.00	0.00	0.00	0.00	0.00%
02-01-13-5609	81,046.48	94,959.79	52,023.19	101,000.00	118,186.00	17,186.00	17.02%

Budget Comparison Report

Account Number	2023 Total Activity	2024 Total Activity	2025 YTD Activity Through Sep	Comparison 1 Budget		Comparison 1 to Parent Budget Increase / (Decrease)	%
				2025 2025 Budget	2026 2026 Budget		
02-01-13-5610				43,000.00	25,064.00	-17,936.00	-41.71%
02-01-13-5612				300.00	300.00	0.00	0.00%
02-01-13-5613				36,000.00	36,000.00	0.00	0.00%
02-01-13-6800				25,000.00	25,000.00	0.00	0.00%
02-01-23-6501				52,000.00	40,000.00	-12,000.00	-23.08%
02-01-23-6803				50,000.00	173,000.00	123,000.00	246.00%
02-01-23-6805				375,000.00	558,772.05	183,772.05	49.01%
02-01-23-6901				8,000.00	8,000.00	0.00	0.00%
02-01-23-6902				200,000.00	360,000.00	160,000.00	80.00%
02-01-23-6903				380,000.00	520,000.00	140,000.00	36.84%
02-01-23-6904				50,000.00	70,000.00	20,000.00	40.00%
02-01-23-6905				136,000.00	183,000.00	47,000.00	34.56%
02-01-31-5112				6,000.00	6,000.00	0.00	0.00%
02-01-31-5701				30,000.00	33,600.00	3,600.00	12.00%
02-01-31-5702				7,000.00	3,000.00	-4,000.00	-57.14%
02-01-31-5704				21,000.00	13,200.00	-7,800.00	-37.14%
02-01-31-6502				10,000.00	10,000.00	0.00	0.00%
02-01-31-6503				5,000.00	30,000.00	25,000.00	500.00%
02-01-31-6504				10,000.00	10,000.00	0.00	0.00%
02-01-31-6506				500.00	500.00	0.00	0.00%
02-01-31-6600				30,000.00	20,000.00	-10,000.00	-33.33%
02-01-31-6601				150,000.00	150,000.00	0.00	0.00%
02-01-31-6603				50,000.00	50,000.00	0.00	0.00%
02-01-31-6604				100,000.00	75,000.00	-25,000.00	-25.00%
02-01-31-7000				70,000.00	40,000.00	-30,000.00	-42.86%
02-02-31-5701				25,000.00	22,200.00	-2,800.00	-11.20%
02-02-31-5702				7,000.00	3,000.00	-4,000.00	-57.14%
02-02-31-5704				50,000.00	42,000.00	-8,000.00	-16.00%
02-02-31-6504				10,000.00	10,000.00	0.00	0.00%
02-03-31-5701				25,000.00	22,000.00	-3,000.00	-12.00%
02-03-31-5702				7,000.00	3,000.00	-4,000.00	-57.14%
02-03-31-5704				21,000.00	13,200.00	-7,800.00	-37.14%
02-03-31-6504				10,000.00	10,000.00	0.00	0.00%
02-04-31-5701				0.00	20,100.00	20,100.00	0.00%
02-04-31-5702				0.00	3,000.00	3,000.00	0.00%
02-04-31-5704				0.00	12,000.00	12,000.00	0.00%
02-04-31-6504				0.00	5,000.00	5,000.00	0.00%
02-05-12-5704				21,000.00	13,200.00	-7,800.00	-37.14%
02-05-31-5701				20,000.00	18,000.00	-2,000.00	-10.00%

Budget Comparison Report

Account Number		2023 Total Activity	2024 Total Activity	2025 YTD Activity Through Sep	Comparison 1		%	
					Budget			Increase / (Decrease)
					2025 2025 Budget	2026 2026 Budget		
02-05-31-5702	Propane - Logistics Facility (sta	0.00	0.00	4,445.94	7,000.00	3,000.00	-4,000.00	-57.14%
02-05-31-6504	Facilities Repairs and Maintena	0.00	0.00	25,155.19	35,000.00	10,000.00	-25,000.00	-71.43%
02-05-31-6505	Facilities Supplies	23,939.39	24,628.07	15,762.13	40,000.00	40,000.00	0.00	0.00%
02-05-31-6805	Logistics Training and Travel	0.00	0.00	804.00	10,500.00	15,000.00	4,500.00	42.86%
02-05-31-6904	PPE - Personal Protective Equip	0.00	0.00	192.48	1,026.00	1,026.00	0.00	0.00%
02-05-31-6905	Uniforms - Logistics	0.00	0.00	1,719.29	4,655.00	4,655.00	0.00	0.00%
02-11-13-5603	Contracted Services - Plum St.	0.00	8,000.00	18,000.00	27,000.00	27,000.00	0.00	0.00%
02-11-13-5606	Liability Insurance - Plum St Pri	0.00	553.00	0.00	1,100.00	1,100.00	0.00	0.00%
02-11-31-5701	Electric - Plum St Properties (re	0.00	1,228.78	2,030.10	6,000.00	7,200.00	1,200.00	20.00%
02-11-31-5704	Water, Sewer, and Garbage Pl	0.00	501.13	1,473.69	4,800.00	3,600.00	-1,200.00	-25.00%
02-11-31-6504	Facilities Repairs and Maintena	0.00	1,050.53	2,336.23	3,000.00	3,000.00	0.00	0.00%
02-11-31-6505	Facilities Supplies Plum St Proj	0.00	0.00	0.00	2,000.00	2,000.00	0.00	0.00%
02-14-31-5701	Electric Multi-Use Facility Cont	0.00	0.00	0.00	0.00	21,000.00	21,000.00	0.00%
02-14-31-5704	Water, Sewer, and Garbage M	0.00	0.00	0.00	0.00	10,500.00	10,500.00	0.00%
02-20-33-5700	Communications (Internet and	27,579.87	36,715.91	34,550.94	58,500.00	58,500.00	0.00	0.00%
02-20-33-6701	Software IT	64,181.28	83,368.90	141,833.03	190,000.00	300,119.00	110,119.00	57.96%
02-20-33-6702	Hardware IT	16,396.00	16,393.35	13,945.11	22,250.00	20,100.00	-2,150.00	-9.66%
02-20-33-6805	IT/Dispatch Training and Trave	0.00	0.00	8,086.03	9,895.00	12,850.00	2,955.00	29.86%
02-20-33-6905	Uniforms - IT/Dispatch	0.00	0.00	692.55	6,450.00	6,450.00	0.00	0.00%
02-30-32-6805	Deployment Training and Travi	0.00	0.00	6,355.28	0.00	0.00	0.00	0.00%
	Total Expense:	8,844,867.68	55,805,101.93	9,579,663.72	15,812,854.64	17,854,190.05	2,041,335.41	12.91%
	Total Fund: 02 - ESD2 GENERAL FUND:	19,219,186.45	-23,320,023.13	25,486,413.32	14,019,108.87	11,034,630.41	-2,984,478.46	-21.29%
Fund: 04 - ESD2 CAPITAL EXPENDITURE FUND CAPEX								
Revenue								
04-00-00-3010	Interest Earned	14,707.14	402,813.82	289,586.41	400,000.00	200,000.00	-200,000.00	-50.00%
04-00-00-6010	Transfers-In	3,225,008.37	6,000,000.00	0.00	0.00	0.00	0.00	0.00%
	Total Revenue:	3,239,715.51	6,402,813.82	289,586.41	400,000.00	200,000.00	-200,000.00	-50.00%
	Total Fund: 04 - ESD2 CAPITAL EXPENDITURE FUND CAPEX :	3,239,715.51	6,402,813.82	289,586.41	400,000.00	200,000.00	-200,000.00	-50.00%
Fund: 06 - ESD2 DEBT 2020 NOTE 9335								
Revenue								
06-00-00-3010	Interest Earned	3,783.96	44,154.81	25,621.05	25,000.00	0.00	-25,000.00	-100.00%
06-00-00-6010	Transfers-In	-2,123,277.46	764,277.26	764,277.26	764,277.26	0.00	-764,277.26	-100.00%
	Total Revenue:	-2,119,493.50	808,432.07	789,898.31	789,277.26	0.00	-789,277.26	-100.00%
Expense								
06-00-12-5105	Interest Expense	0.00	41,342.48	0.00	31,221.39	20,958.61	-10,262.78	-32.87%
	Total Expense:	0.00	41,342.48	0.00	31,221.39	20,958.61	-10,262.78	-32.87%
	Total Fund: 06 - ESD2 DEBT 2020 NOTE 9335:	-2,119,493.50	767,089.59	789,898.31	758,055.87	-20,958.61	-779,014.48	-102.76%

Budget Comparison Report

Account Number		2023 Total Activity	2024 Total Activity	2025 YTD Activity Through Sep	Parent Budget	Comparison 1 Budget	Comparison 1 to Parent Budget	%
					2025 Budget	2026 Budget	Increase / (Decrease)	
Fund: 08 - ESD2 DEBT 2023 NOTE								
Revenue								
08-00-00-2023	Note Proceeds 2023 Series	-10,244,742.00	0.00	0.00	0.00	0.00	0.00	0.00%
08-00-00-3010	Interest Earned	3,830.80	71,787.97	44,040.48	35,000.00	0.00	-35,000.00	-100.00%
08-00-00-6010	Transfers-In	859,960.49	1,988,590.64	1,296,604.38	1,296,604.38	0.00	-1,296,604.38	-100.00%
	Total Revenue:	-9,380,950.71	2,060,378.61	1,340,644.86	1,331,604.38	0.00	-1,331,604.38	-100.00%
Expense								
08-00-12-5105	Interest Expense	0.00	364,217.64	459,174.38	459,174.38	417,470.36	-41,704.02	-9.08%
	Total Expense:	0.00	364,217.64	459,174.38	459,174.38	417,470.36	-41,704.02	-9.08%
	Total Fund: 08 - ESD2 DEBT 2023 NOTE:	-9,380,950.71	1,696,160.97	881,470.48	872,430.00	-417,470.36	-1,289,900.36	-147.85%
Fund: 22 - ESD2 Station 4 CAPEX Project								
Revenue								
22-00-00-2023	Note Proceeds Series 2023	10,244,742.00	0.00	0.00	0.00	0.00	0.00	0.00%
22-00-00-3010	Interest Earned	0.00	376,847.59	203,323.21	200,000.00	0.00	-200,000.00	-100.00%
	Total Revenue:	10,244,742.00	376,847.59	203,323.21	200,000.00	0.00	-200,000.00	-100.00%
Expense								
22-00-00-6050	Transfers-Out	983,231.72	980,163.61	4,652,884.34	0.00	0.00	0.00	0.00%
22-04-13-5605	Legal Services	5,100.00	0.00	0.00	0.00	0.00	0.00	0.00%
22-04-13-5614	Loan Origination Fees	101,284.00	0.00	0.00	0.00	0.00	0.00	0.00%
	Total Expense:	1,089,615.72	980,163.61	4,652,884.34	0.00	0.00	0.00	0.00%
	Total Fund: 22 - ESD2 Station 4 CAPEX Project:	9,155,126.28	-603,316.02	-4,449,561.13	200,000.00	0.00	-200,000.00	-100.00%
Fund: 52 - ESD2 Donations								
Revenue								
52-00-00-3014	Donations Received	6,000.00	0.00	54,560.00	0.00	0.00	0.00	0.00%
52-00-00-6010	Transfers-In	49,357.06	0.00	0.00	0.00	0.00	0.00	0.00%
	Total Revenue:	55,357.06	0.00	54,560.00	0.00	0.00	0.00	0.00%
Expense								
52-01-12-5109	Miscellaneous Expense	0.00	11.99	0.00	0.00	0.00	0.00	0.00%
52-01-32-6806	training materials and supplies	0.00	26,743.32	0.00	0.00	0.00	0.00	0.00%
	Total Expense:	0.00	26,755.31	0.00	0.00	0.00	0.00	0.00%
	Total Fund: 52 - ESD2 Donations:	55,357.06	-26,755.31	54,560.00	0.00	0.00	0.00	0.00%
Fund: 62 - ESD2 Budget Stabilization Fund (Reserves)								
Revenue								
62-00-00-3010	Interest Earned	0.00	136,797.51	967,344.13	1,400,000.00	1,320,000.00	-80,000.00	-5.71%

Budget Comparison Report

Account Number		2024		2025	Comparison 1		Comparison 1 to Parent Budget Increase / (Decrease)	%
		Total Activity	YTD Activity Through Sep	2025 YTD Activity Through Sep	2025 Budget	2026 Budget		
62-00-00-6010	Transfers-In	0.00	36,903,847.14	0.00	0.00	0.00	0.00	0.00%
	Total Revenue:	0.00	37,040,644.65	967,344.13	1,400,000.00	1,320,000.00	-80,000.00	-5.71%
	Total Fund: 62 - ESD2 Budget Stabilization Fund (Reserves):	0.00	37,040,644.65	967,344.13	1,400,000.00	1,320,000.00	-80,000.00	-5.71%
	Report Total:	20,168,941.09	21,956,614.57	24,019,711.52	17,649,594.74	12,116,201.44	-5,533,393.30	-31.35%

Budget Comparison Report

Group Summary

Account Type	2023 Total Activity	2024 Total Activity	2025 YTD Activity Through Sep	Parent Budget	Comparison 1 Budget	Comparison 1 to Parent Budget	%
				2025 Budget	2026 Budget	Increase / (Decrease)	
Fund: 02 - ESD 2 GENERAL FUND							
Revenue	28,064,054.13	32,485,078.80	35,066,077.04	29,831,963.51	28,888,820.46	-943,143.05	-3.16%
Expense	8,844,867.68	55,805,101.93	9,579,663.72	15,812,854.64	17,854,190.05	2,041,335.41	12.91%
Total Fund: 02 - ESD 2 GENERAL FUND:	19,219,186.45	-23,320,023.13	25,486,413.32	14,019,108.87	11,034,630.41	-2,984,478.46	-21.29%
Fund: 04 - ESD2 CAPITAL EXPENDITURE FUND CAPEX							
Revenue	3,239,715.51	6,402,813.82	289,586.41	400,000.00	200,000.00	-200,000.00	-50.00%
Total Fund: 04 - ESD2 CAPITAL EXPENDITURE FUND CAPEX :	3,239,715.51	6,402,813.82	289,586.41	400,000.00	200,000.00	-200,000.00	-50.00%
Fund: 06 - ESD2 DEBT 2020 NOTE 9335							
Revenue	-2,119,493.50	808,432.07	789,898.31	789,277.26	0.00	-789,277.26	-100.00%
Expense	0.00	41,342.48	0.00	31,221.39	20,958.61	-10,262.78	-32.87%
Total Fund: 06 - ESD2 DEBT 2020 NOTE 9335:	-2,119,493.50	767,089.59	789,898.31	758,055.87	-20,958.61	-779,014.48	-102.76%
Fund: 08 - ESD2 DEBT 2023 NOTE							
Revenue	-9,380,950.71	2,060,378.61	1,340,644.86	1,331,604.38	0.00	-1,331,604.38	-100.00%
Expense	0.00	364,217.64	459,174.38	459,174.38	417,470.36	-41,704.02	-9.08%
Total Fund: 08 - ESD2 DEBT 2023 NOTE:	-9,380,950.71	1,696,160.97	881,470.48	872,430.00	-417,470.36	-1,289,900.36	-147.85%
Fund: 22 - ESD2 Station 4 CAPEX Project							
Revenue	10,244,742.00	376,847.59	203,323.21	200,000.00	0.00	-200,000.00	-100.00%
Expense	1,089,615.72	980,163.61	4,652,884.34	0.00	0.00	0.00	0.00%
Total Fund: 22 - ESD2 Station 4 CAPEX Project:	9,155,126.28	-603,316.02	-4,449,561.13	200,000.00	0.00	-200,000.00	-100.00%
Fund: 52 - ESD2 Donations							
Revenue	55,357.06	0.00	54,560.00	0.00	0.00	0.00	0.00%
Expense	0.00	26,755.31	0.00	0.00	0.00	0.00	0.00%
Total Fund: 52 - ESD2 Donations:	55,357.06	-26,755.31	54,560.00	0.00	0.00	0.00	0.00%
Fund: 62 - ESD2 Budget Stabilization Fund (Reserves)							
Revenue	0.00	37,040,644.65	967,344.13	1,400,000.00	1,320,000.00	-80,000.00	-5.71%
Total Fund: 62 - ESD2 Budget Stabilization Fund (Reserves):	0.00	37,040,644.65	967,344.13	1,400,000.00	1,320,000.00	-80,000.00	-5.71%
Report Total:	20,168,941.09	21,956,614.57	24,019,711.52	17,649,594.74	12,116,201.44	-5,533,393.30	-31.35%

Budget Comparison Report

Fund Summary

Fund	2023 Total Activity	2024 Total Activity	2025 YTD Activity Through Sep	Comparison 1 Budget		Comparison 1 to Parent Budget Increase / (Decrease)	%
				Parent Budget 2025 Budget	2026 Budget		
02 - ESD 2 GENERAL FUND	19,219,186.45	-23,320,023.13	25,486,413.32	14,019,108.87	11,034,630.41	-2,984,478.46	-21.29%
04 - ESD2 CAPITAL EXPENDITURE FUND C	3,239,715.51	6,402,813.82	289,586.41	400,000.00	200,000.00	-200,000.00	-50.00%
06 - ESD2 DEBT 2020 NOTE 9335	-2,119,493.50	767,089.59	789,898.31	758,055.87	-20,958.61	-779,014.48	-102.76%
08 - ESD2 DEBT 2023 NOTE	-9,380,950.71	1,696,160.97	881,470.48	872,430.00	-417,470.36	-1,289,900.36	-147.85%
22 - ESD2 Station 4 CAPEX Project	9,155,126.28	-603,316.02	-4,449,561.13	200,000.00	0.00	-200,000.00	-100.00%
52 - ESD2 Donatlons	55,357.06	-26,755.31	54,560.00	0.00	0.00	0.00	0.00%
62 - ESD2 Budget Stabilization Fund (Rese	0.00	37,040,644.65	967,344.13	1,400,000.00	1,320,000.00	-80,000.00	-5.71%
Report Total:	20,168,941.09	21,956,614.57	24,019,711.52	17,649,594.74	12,116,201.44	-5,533,393.30	-31.35%

REEVES COUNTY EMERGENCY SERVICES DISTRICT NO. 2

TAXPAYER IMPACT STATEMENT

Fiscal Year End December 31, 2026 Budget

House Bill 1522, passed by the 89th Texas Legislature (2025), amends Section 551.043, Texas Government Code to require that the notice of a meeting required to be posted under Section 551.043(a), Texas Government Code, at which a governmental body will discuss or adopt a budget for the governmental body, must include a taxpayer impact statement showing, for the median-valued homestead property, a comparison of the property tax bill in dollars pertaining to the property for the current fiscal year to an estimate of the property tax bill in dollars for the same property for the upcoming fiscal year.

Reeves County Emergency Services District No. 2 (the "District") has proposed a budget for the District's Fiscal Year End December 31, 2026. The District intends to adopt its budget before it sets its 2025 tax rate, as required by Chapter 775, Texas Health & Safety Code.

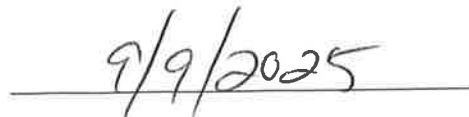
- **Value of Median-Valued Homestead Property in the District:** \$81,579
- **Property Tax Bill for a Median-Valued Homestead in the Current Fiscal Year (\$0.078367):** \$57.43
- **Estimated Property Tax Bill for a Median-Valued Homestead for the Upcoming Fiscal Year if the District Adopts the Proposed Budget and Tax Rate (\$0.082673):** \$67.44
- **Estimated Property Tax Bill for a Median-Valued Homestead for the Upcoming Fiscal Year if the District Adopts a Balanced Budget Funded at the No-New-Revenue Tax Rate (\$0.086030):** \$70.18

The estimates in this Taxpayer Impact Statement are valid only for the proposed budget and proposed tax rate that the District will consider at its meeting on **September 16th, 2025**. The proposed budget may be amended by District at any time. The proposed tax rate may be set at less than what is proposed. If the District's Board of Commissioners intends to discuss the proposed budget at a subsequent meeting, the District will include a Taxpayer Impact Statement with the notice for that meeting which will include updated estimates based on any amendments to the proposed budget and set tax rate.



Name: Elizabeth Heisey, MBA

Title: Chief Financial Officer



Date