VILLAGE MILLS EMERGENCY SERVICES DISTRICT
PO Box 117 Village Mills, TX 77663

June 1, 2026

RE: **Village Mills ESD#8 2025 Compiled Financial Statement**

Hon. Milton Powers
County Judge
Tyler County Courthouse
100 West Bluff Room 105
Woodville, TX 75979

Dear Judge Powers:

Section 775.0821 of the Texas Health and Safety Code allows Emergency Services Districts in less populous counties to submit an annual compiled financial statement in lieu of an audit to the Commissioners Court of each county in which the ESD is located. Districts having less than $250,000 in gross receipts and less than $250,000 in cash and investments fall within this provision. Village Mills ESD satisfies these criteria.

In compliance with this requirement, Village Mills ESD #8 submits the following:

- CPA's Statement
- Village Mills ESD#8 2025 Compiled Financial Statement

Supporting documentation, including receipted invoices, approved expense reports, and county levy distribution reports are maintained by the ESD and are available for review.

Sharon Wornick
Treasurer

Michael R. Liles
President

Enclosures
cc: Joe Blacksher, Commissioner, Precinct 2 ✓
Tyler County Commissioners Office
205 N. Charlton
Woodville, TX 75979

Village Mills Emergency Service District #8

Compiled Financial Statements

December 31, 2025

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MITCHELL T FONTENOTE CPA, INC.
Certified Public Accountants

Governmental Entity Compilation Report

Village Mills Emergency Service District #8
Village Mills, TX

Management is responsible for the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Village Mills Emergency Service District #8, as of and for the year ended December 31, 2025, which collectively comprise Village Mills Emergency Service District #8's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

Management has elected to omit substantially all the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about Village Mills Emergency Service District #8's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Village Mills Emergency Service District #8.

Mitchell T. Fontenote CPA, Inc.

Port Neches, Texas
April 14, 2026

2428 NALL STREET, PORT NECHES, TX 77651 TELEPHONE: 409-722-6300

VILLAGE MILLS EMERGENCY SERVICE DISTRICT #8

STATEMENT OF NET POSITION
DECEMBER 31, 2025
(unaudited)

		Governmental Activities
ASSETS		
Cash and Cash Equivalents	$	112,643
Receivables (net of allowance for uncollectibles)		33,273
Total Assets	$	145,916
NET ASSETS		
Unrestricted Net Position	$	145,916
Total Net Assets	$	145,916

VILLAGE MILLS EMERGENCY SERVICE DISTRICT #8

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025
(unaudited)

	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Governmental Activities
Primary Government				
GOVERNMENTAL ACTIVITIES:				
Accounting Fees	500	$ -	$ -	$ (500)
Facility Expense	4,400	-	-	(4,400)
Insurance	6,425	-	-	(6,425)
Legal fees	6,053			(6,053)
Maintenance and Repairs	4,635	-	-	(4,635)
Miscellaneous	1,020	-	-	(1,020)
Office Supplies	385	-	-	(385)
Payments to Hardin County Appr. Dist.	1,059	-	-	(1,059)
Payments to Tyler County Appr. Dist.	562	-	-	(562)
Training	3,320	-	-	(3,320)
Travel	466	-	-	(466)
Treasurer Bond	125			(125)
TOTAL PRIMARY GOVERNMENT	$ 28,950	$ -	$ -	$ (28,950)

General Revenues	
Taxes:	
Property Taxes, Levied for General Purposes	54,566
Investment Earnings	31
Total General Revenues and Special Items	54,597
Change in Net Position	25,647
Net Position, Beginning	120,269
Net Position, Ending	$ 145,916

VILLAGE MILLS EMERGENCY SERVICE DISTRICT #8

BALANCE SHEET -- GOVERNMENTAL FUND
DECEMBER 31, 2025
(unaudited)

		General Fund
ASSETS		
Cash and Cash Equivalents	$	112,643
Taxes Receivable - net of allowance		33,273
Total Assets	$	145,916
LIABILITIES AND FUND BALANCES		
Deferred inflows of resources:		
Unavailable property taxes		33,273
Total Deferred Inflows of Resources		33,273
Fund Balances:		
Unassigned Fund Balance		112,643
Total Fund Balances		112,643
Total Liabilities and Fund Balances	$	145,916

VILLAGE MILLS EMERGENCY SERVICE DISTRICT #8

RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET
TO THE STATEMENT OF NET POSTION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2025
(unaudited)

Total Fund Balances - Governmental Funds	$	112,643
Unearned revenue as revenue. The net effect of these reclassifications and recognitions is to increase net assets.		33,273
Net Assets of Governmental Activities	$	145,916

VILLAGE MILLS EMERGENCY SERVICE DISTRICT #8

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025
(unaudited)

	General Fund
REVENUES	
Property Taxes	$ 54,297
Investment Earnings	31
Net Revenue	54,328
EXPENDITURES	
Accounting Fees	500
Facility Expense	4,400
Insurance	6,425
Legal fees	6,053
Maintenance and Repairs	4,635
Miscellaneous	1,020
Office Supplies	385
Payments to Hardin County Appraisal District	1,059
Payments to Tyler County Appraisal District	562
Training	3,320
Total Expenditures	28,950
Excess (Deficiency) of Revenues Over (Under) Expenditures	25,378
Fund Balance, Beginning	87,265
Fund Balance, Ending	$ 112,643

VILLAGE MILLS EMERGENCY SERVICE DISTRICT #8

RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2025 (unaudited)

Total Net Change in Fund Balances - Governmental Funds	$	25,378
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to increase net assets.		270
Change in Net Position of Governmental Activities	$	25,647