



**BOARD OF DIRECTORS
PUBLIC HEARING & REGULAR MEETING**

**TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
100 MUNICIPAL DRIVE
TROPHY CLUB, TEXAS 76262**

September 21 , 2022

6:30 P.M.

Svore Municipal Boardroom

PUBLIC HEARING AND REGULAR MEETING AGENDA PACKET

VIA VIDEOCONFERENCE

THE PRESIDING OFFICER AND A QUORUM OF THE BOARD OF DIRECTORS WILL BE PHYSICALLY PRESENT AT, AND MEMBERS OF THE PUBLIC MAY ATTEND, THE MEETING AT THE LOCATION SPECIFIED ABOVE.

CALL TO ORDER AND ANNOUNCE A QUORUM

PUBLIC HEARING

1. Public Hearing regarding adoption of the final District Tax Rates for Tax Year 2022.

CITIZEN COMMENTS

This is an opportunity for citizens to address the Board on any matter whether or not it is posted on the agenda. The Board is not permitted to take action on or discuss any comments made to the Board at this time concerning an item not listed on the agenda. The Board will hear comments on specific agenda items prior to the Board addressing those items. You may speak up to four (4) minutes or the time limit determined by the President or presiding officer. To speak during this item, you must complete the Speaker's form that includes the topic(s) of your statement. Citizen Comments should be limited to matters over which the Board has authority.

REPORTS & UPDATES

2. Staff Reports
 - a. Capital Improvement Projects
 - b. Water Operations Report
 - c. Wastewater System Reports
 - d. Finance Reports

[attachment: Staff Reports](#)

CONSENT AGENDA

All matters listed as Consent Agenda are considered to be routine by the Board of Directors and will be enacted by one motion. There will not be a separate discussion of these items. If discussion is desired, that item will be removed from the consent agenda and will be considered separately.

3. Consider and act to approve the Consent Agenda.

- a. August 2022 Combined Financials
- b. August 17, 2022 Regular Meeting Minutes
- c. Appointments to Fort Worth Wholesale Advisory Committee for FY2023.

attachments: [August 2022 Combined Financials](#)

[August 17, 2022 meeting minutes](#)

[Fort Worth Wholesale Advisory Committee](#)

REGULAR SESSION

4. Consider and act regarding adoption of Resolution No. 2022-0921A approving Budget for Fiscal Year 2023.

attachment: [Resolution No. 2022-0921A](#)

5. Consider and act regarding adoption of Rate Order No. 2022-0921A amending water rates and setting an effective date of October 1, 2022.

attachment: [Order No. 2022-0921A](#)

6. Consider and act regarding Order No. 2022-0921B, fixing and levying Trophy Club Municipal Utility District No. 1 Debt Service Tax Rate and Operations and Maintenance Tax Rate for 2022 Tax Year.

attachment: [Order No. 2022-0921B](#)

7. Consider and act to regarding adoption of Resolution 2022-0921B approving 2022 Tax Roll for Trophy Club Municipal Utility District No. 1.

attachments: [Resolution 2022-0921B](#)

8. Consider and act regarding approval of Amendment to District Information Form, including Notice to Purchaser Form.

attachments: [Notice to Purchaser](#)

9. Consider and act regarding annual review of District Investment Policy and Investment Strategies including:

- a. Adopt Order No. 2022-0921C approving Amended and Restated Investment Policy, including the District's Investment Strategies and Appointment of Investment Officer(s).

attachments: [Order No. 2022-0921C](#)

10. Consider and act to adopt Resolution No. 2022-0921C Approving Cash Reserve Policy.

[attachments: Resolution No. 2022-0921C](#)

11. Consider and act to approve contract with Four Man Furnace, Inc. for development of a community awareness and communications strategy and to assist the District with respect to preparation of public communications relating to the District and its operations and authorize the General Manager to execute the necessary documents to implement Board action.

[attachments: Contract No. 2022-092101](#)

12. Receive update from Strategic Committee. (Carr/Brewster)

EXECUTIVE SESSION

13. Pursuant to Section 551.071 of the Texas Open Meetings Act, the Board may consult with its attorney in Executive Session on a matter in which the duty of the attorney to the Governmental Body under the Disciplinary Rules of Professional Conduct of the State Bar of Texas clearly conflicts with the Open Meetings Act or to seek advice of counsel on legal matters involving pending or contemplated litigation or settlement offers:

- a. Consult with legal counsel concerning the potential joint strategic planning with the Town of Trophy Club.

14. Deliberations pursuant to Section 551.074(a)(1) of the Texas Open Meetings Act regarding appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee: General Manager annual performance evaluation.

REGULAR SESSION

15. Consider and act regarding items discussed in Executive Session.

16. Items for future agendas:

17. Set future Meeting dates – October 19, 2022

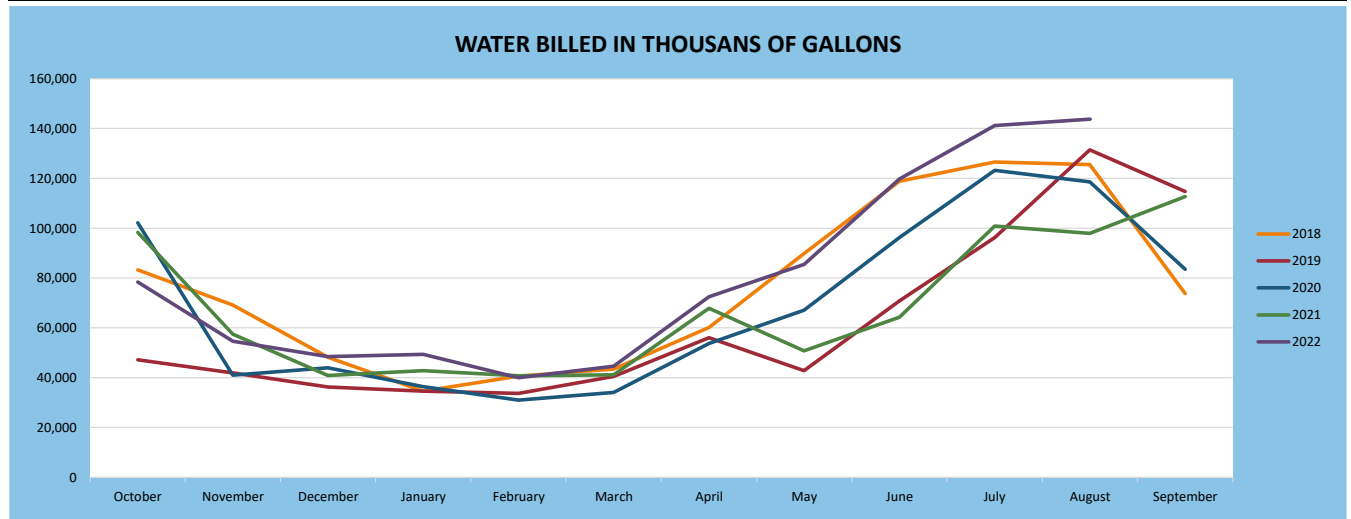
[attachments: October Calendar](#)

***THE BOARD RESERVES THE RIGHT TO ADJOURN INTO EXECUTIVE SESSION AT ANY TIME DURING THE MEETING PURSUANT TO THE APPLICABLE SECTION OF SUBCHAPTER D, CHAPTER 551, TEXAS GOVERNMENT CODE, THE TEXAS OPEN MEETINGS ACT, WITH RESPECT TO ANY ITEM ON THE AGENDA. NO FINAL ACTION, DECISION OR VOTE WILL BE TAKEN ON ANY SUBJECT OR MATTER IN EXECUTIVE SESSION. THIS NOTICE MODIFIES THE DISTRICT'S PRIOR PRACTICE OF SPECIFICALLY IDENTIFYING ALL AGENDA ITEMS TO BE DISCUSSED IN EXECUTIVE SESSION.**

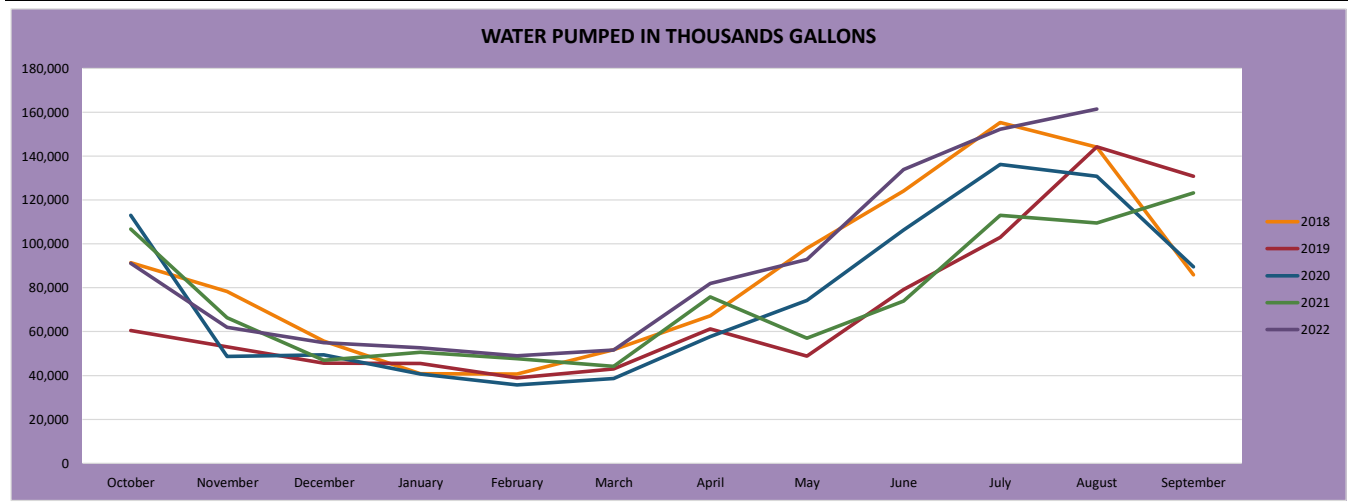
ADJOURN

Monthly Water Operations Report

Water Billed													
FY	October	November	December	January	February	March	April	May	June	July	August	September	Total Year
2013	85,488	75,251	48,527	39,601	34,450	43,137	56,947	76,542	85,312	110,072	130,945	114,497	900,769
2014	82,660	48,813	34,482	39,767	37,085	54,794	66,337	84,384	99,240	92,913	113,135	110,873	864,483
2015	90,994	58,986	49,607	36,162	38,776	30,566	46,543	39,576	60,731	100,622	139,441	123,886	815,890
2016	108,951	41,936	39,028	39,622	44,551	49,498	55,181	50,827	65,390	115,687	119,611	98,945	829,227
2017	74,785	68,638	38,580	33,028	38,380	60,841	56,683	86,794	98,864	95,355	104,303	99,541	855,792
2018	83,228	69,099	48,144	34,592	40,658	43,411	60,079	89,802	118,899	126,588	125,531	73,735	913,766
2019	47,193	41,933	36,244	34,604	33,740	40,421	55,970	42,773	70,747	96,174	131,472	114,784	746,055
2020	102,150	40,988	43,946	36,418	31,000	34,047	53,755	67,030	96,195	123,309	118,522	83,570	830,930
2021	98,232	57,380	40,841	42,725	40,786	41,078	67,776	50,736	64,195	100,853	97,864	112,674	815,140
2022	78,390	54,635	48,488	49,322	40,021	44,588	72,448	85,474	119,711	141,177	143,845		878,099



Water Pumped													
FY	October	November	December	January	February	March	April	May	June	July	August	September	Total Year
2013	85,966	77,758	55,110	39,283	37,867	56,743	60,969	87,168	96,602	119,414	145,988	120,342	983,210
2014	81,909	51,769	39,769	48,758	42,395	61,100	71,283	96,481	95,206	110,173	123,369	115,607	937,819
2015	106,251	67,825	58,659	45,691	39,675	35,752	56,704	48,637	72,934	117,302	143,413	142,394	935,237
2016	106,731	52,616	43,708	46,945	50,721	55,178	60,434	55,562	68,138	112,533	128,963	104,664	886,193
2017	82,677	77,937	43,792	43,207	43,024	69,549	65,723	94,452	103,867	101,184	114,872	109,769	950,053
2018	91,439	78,282	55,745	40,796	40,750	51,711	67,217	97,980	124,109	155,354	144,015	85,946	1,033,344
2019	60,576	53,119	45,651	45,552	39,014	43,048	61,238	48,787	79,167	102,887	144,299	130,752	854,090
2020	112,971	48,627	49,384	40,726	35,749	38,576	57,714	74,153	106,219	136,306	130,721	89,514	920,660
2021	106,660	66,304	46,962	50,538	47,733	44,191	75,866	56,985	73,907	113,015	109,492	123,206	914,859
2022	91,078	61,928	54,930	52,679	49,094	51,606	81,977	92,915	133,828	152,199	161,534		983,768

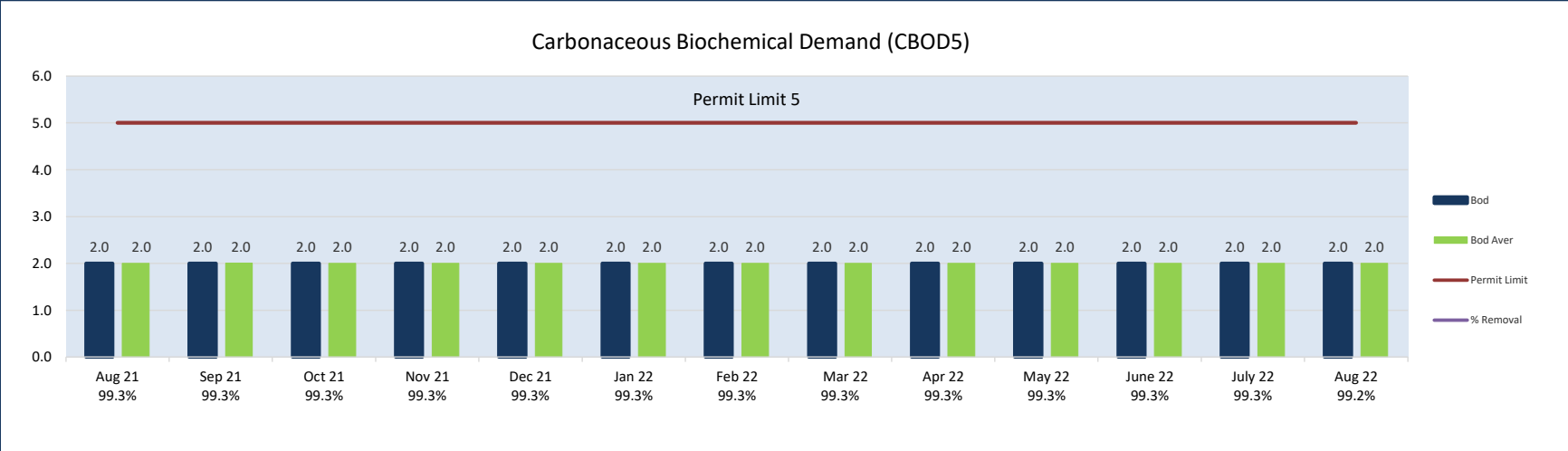
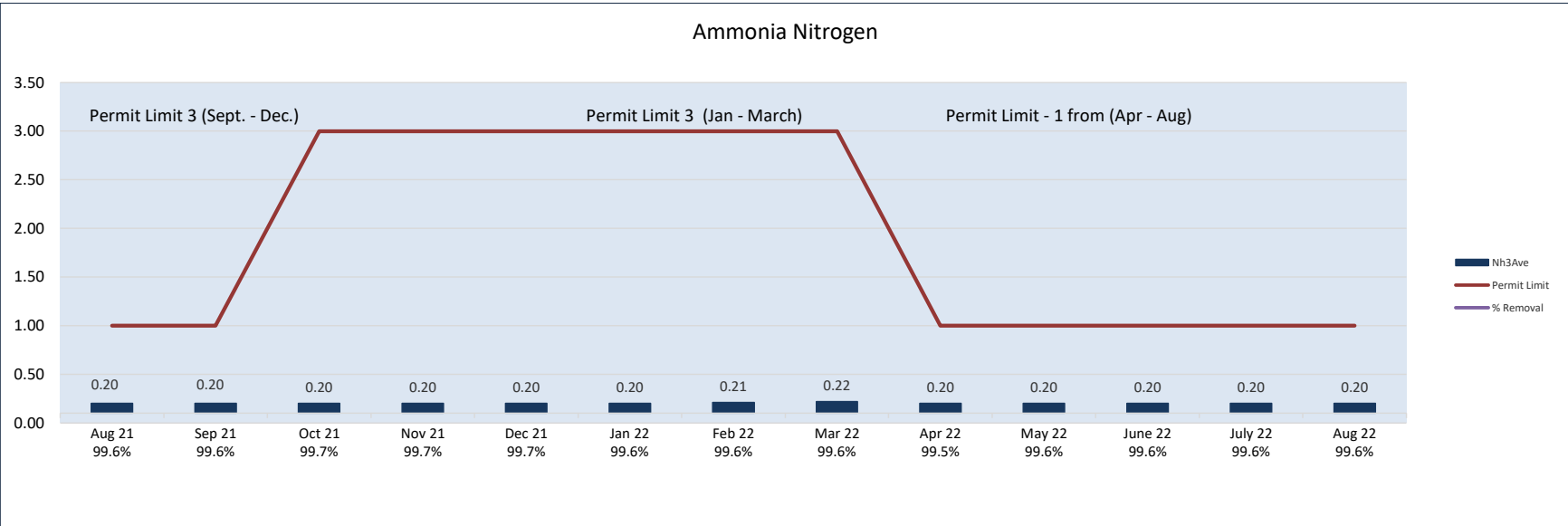


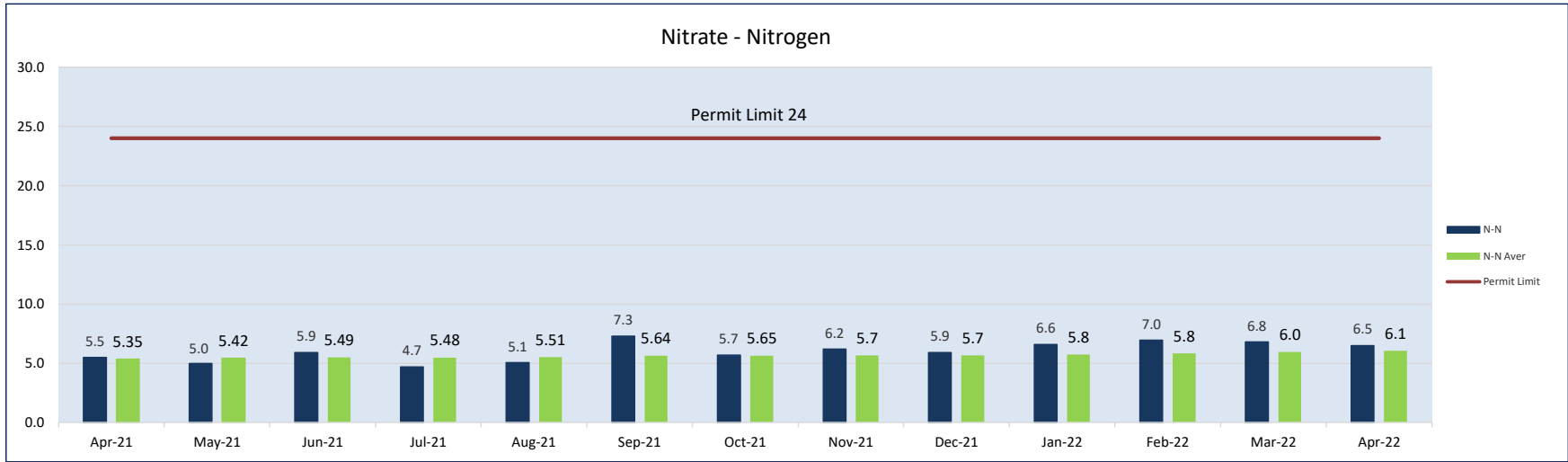
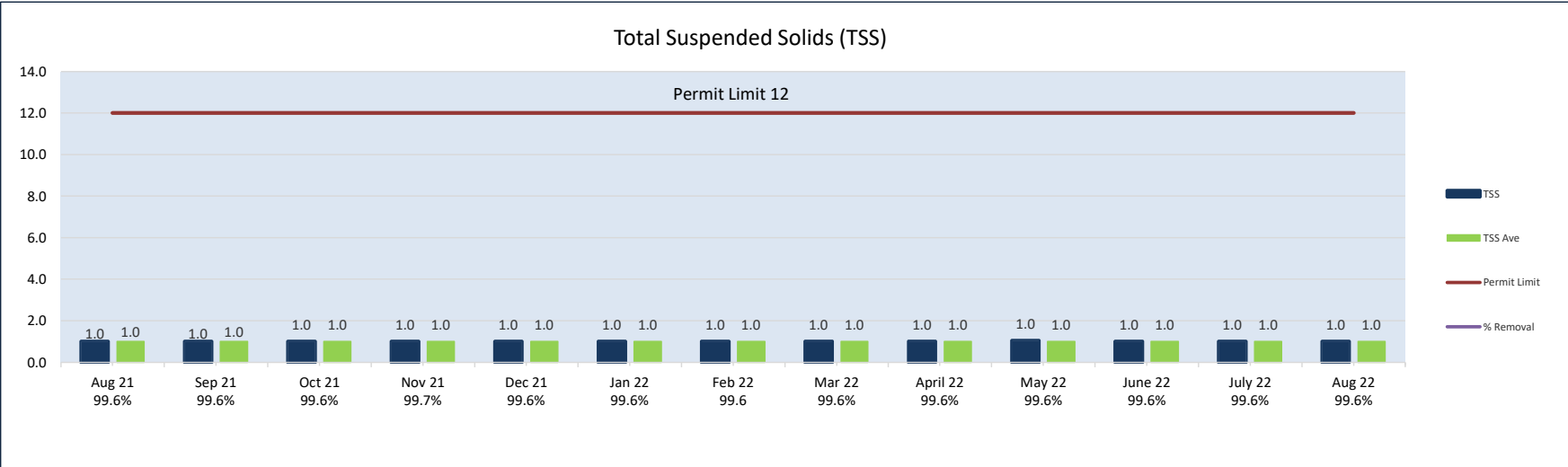
Active Connections													
FY	October	November	December	January	February	March	April	May	June	July	August	September	
2017 Total	4644	4647	4661	4657	4663	4666	4670	4676	4685	4690	4696	4700	
2018 Total	4701	4706	4712	4716	4720	4724	4724	4728	4732	4735	4736	4738	
2019 Total	4741	4743	4745	4753	4753	4758	4761	4762	4768	4770	4773	4782	
2020 Total	4795	4796	4797	4797	4807	4807	4816	4817	4830	4836	4836	4837	
2021 Total	4837	4837	4837	4837	4837	4837	4837	4837	4839	4841	4841	4840	
2021 MUD	3393	3393	3393	3393	3393	3393	3393	3393	3395	3397	3397	3396	
2021 PID	1444	1444	1444	1444	1444	1444	1444	1444	1444	1444	1444	1444	
2022 Total	4841	4841	4841	4841	4844	4845	4843	4843	4844	4844	4841	4841	
2022 MUD	3397	3398	3398	3398	3401	3402	3400	3400	3401	3401	3401	3398	
2022 PID	1444	1443	1443	1443	1443	1443	1443	1443	1443	1443	1443	1443	

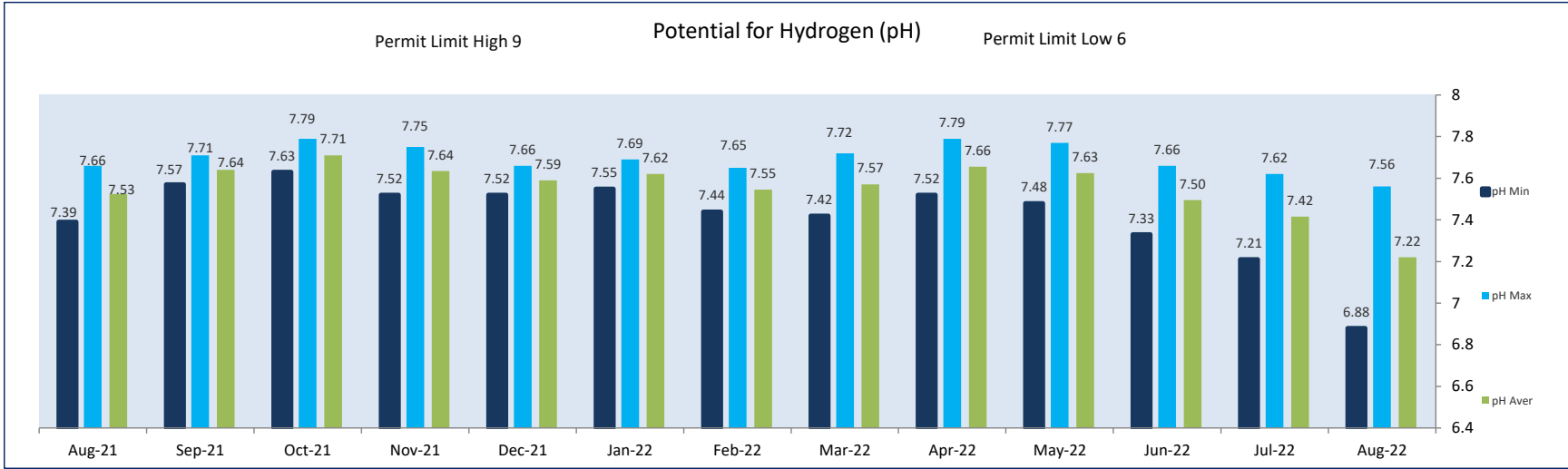
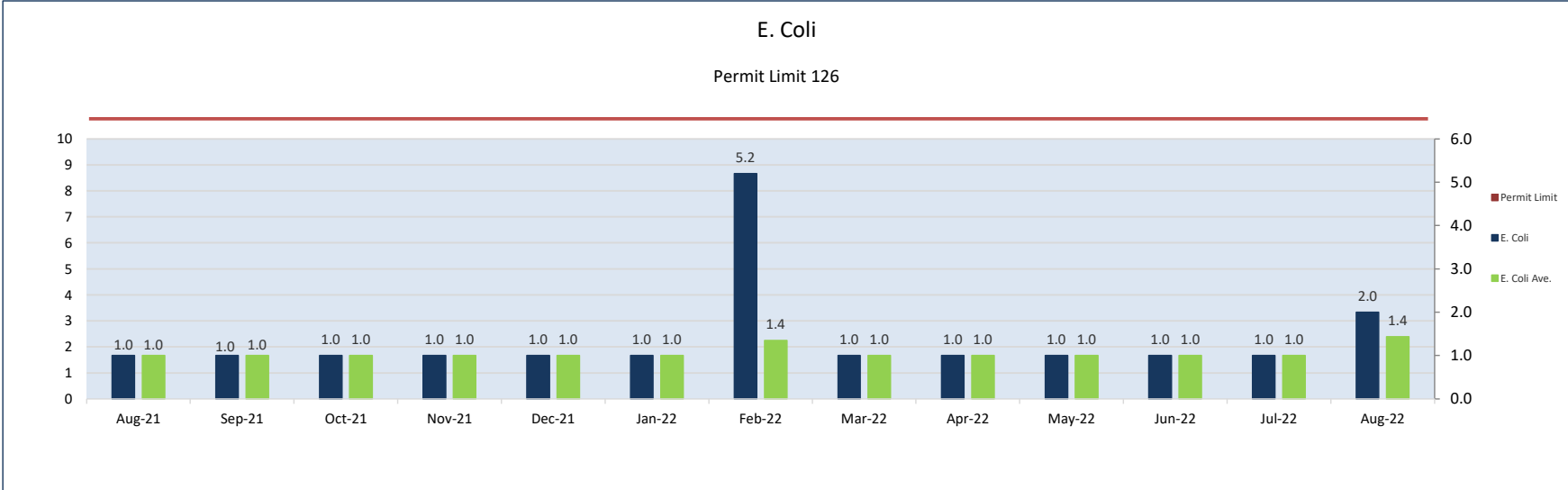
August 2022 Results

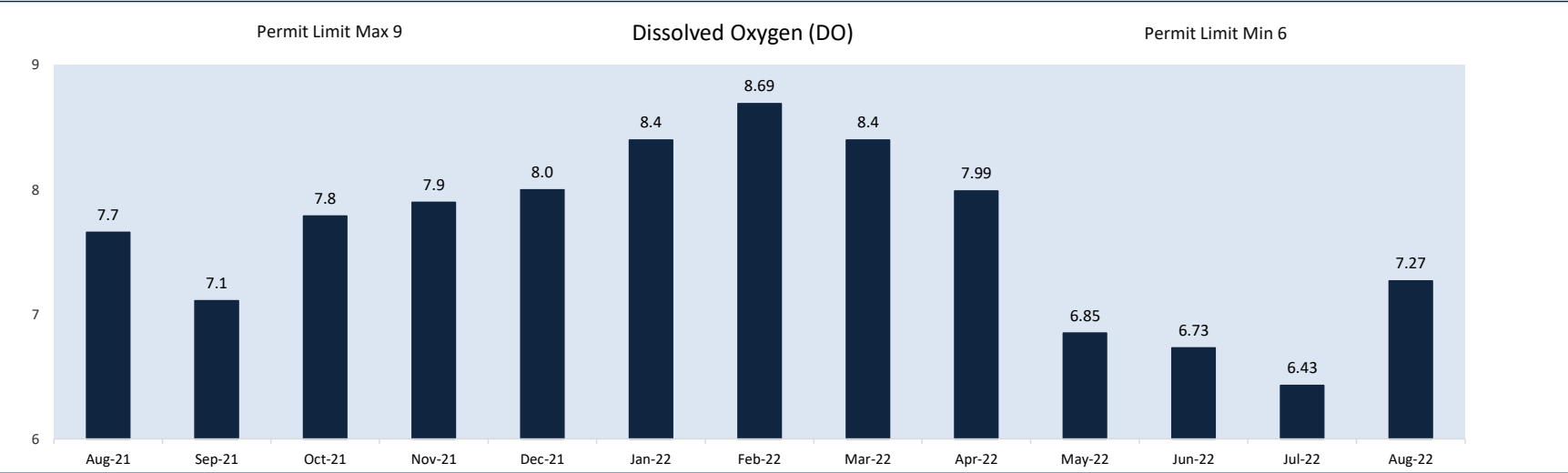
Date	Ammonia-N		% Removal	CBOD5		% Removal	TSS		% Removal
	Influent	Effluent		Influent	Effluent		Influent	Effluent	
1-Aug	47.5	0.20	99.6%	287	2.0	99.3%	276	1.0	99.6%
4-Aug	32.5	0.20	99.4%	96	2.0	97.9%	220	1.0	99.5%
8-Aug	64.8	0.20	99.7%	292	2.0	99.3%	428	1.0	99.8%
11-Aug	49.2	0.20	99.6%	302	2.0	99.3%	287	1.0	99.7%
15-Aug	47.8	0.20	99.6%	292	2.0	99.3%	330	1.0	99.7%
18-Aug	49.5	0.20	99.6%	292	2.0	99.3%	275	1.0	99.6%
22-Aug	37.0	0.20	99.5%	282	2.0	99.3%	183	1.0	99.5%
25-Aug	49.5	0.20	99.6%	307	2.0	99.3%	298	1.0	99.7%
29-Aug	42.5	0.20	99.5%	302	2.0	99.3%	240	1.0	99.6%
30-Aug	52.5	0.20	99.6%	268	2.0	99.3%	246	1.0	99.6%

Report	Ammonia-N		CBOD5		TSS	
		0.20	99.6%	2.0	99.2%	1.0









Begin Date: 08/01/2022 End Date: 08/31/2022

From Amt:

AP Checks For Date/Amount Range .00 To Amt: 99,999,999.99

Vendor Number	Vendor Name	Invoice Number	Invoice Date	Inv Stat	Dept No	Account Number	Description	Line Item Value	Check Number	Check Date
1244	ASSOC OF WATER BOARD DIRECTORS	203259	07/18/22	P	26	135-60080-026-000	Schools & Training	50.00	8775	08/01/22
Totals for Check: 8775								50.00		
2655	Core & Main LP	R255233	07/21/22	P	10	135-55080-010-000	Maintenance & Repairs	2,680.64	8776	08/01/22
Totals for Check: 8776								2,680.64		
1737	DPC INDUSTRIES, INC	767004292-22	07/18/22	P	10	135-65030-010-000	Chemicals	1,655.13	8777	08/01/22
Totals for Check: 8777								1,655.13		
1832	FIRST FINANCIAL BANK	91500007223-822	08/01/22	P	20	135-69009-020-000	Short Term Debt-Interest	1,713.51	8778	08/01/22
1832	FIRST FINANCIAL BANK	91500007223-822	08/01/22	P	20	135-69008-020-000	Short Term Debt-Principal	21,127.19	8778	08/01/22
1832	FIRST FINANCIAL BANK	91500005391-822	08/01/22	P	10	135-69009-010-000	Short Term Debt-Interest	470.26	8778	08/01/22
1832	FIRST FINANCIAL BANK	91500005391-822	08/01/22	P	20	135-69009-020-000	Short Term Debt-Interest	623.37	8778	08/01/22
Totals for Check: 8778								23,934.33		
2676	Humana Inc	15516909	08/01/22	P		135-21308-000-000	Dental	1,203.82	8779	08/01/22
2676	Humana Inc	15516909	08/01/22	P		135-21309-000-000	Vision	153.67	8779	08/01/22
2676	Humana Inc	15516909	08/01/22	P		135-21311-000-000	Voluntary Life	211.88	8779	08/01/22
2676	Humana Inc	15516909	08/01/22	P	10	135-50029-010-000	Life Insurance & Other	159.06	8779	08/01/22
2676	Humana Inc	15516909	08/01/22	P	20	135-50029-020-000	Life Insurance & Other	108.90	8779	08/01/22
2676	Humana Inc	15516909	08/01/22	P	30	135-50029-030-000	Life Insurance & Other	151.80	8779	08/01/22
Totals for Check: 8779								1,989.13		
2943	JPMORGAN CHASE BANK NA	07262022	07/26/22	P		135-20060-000-000	Procurement Clearing	16,287.65	8780	08/01/22
Totals for Check: 8780								16,287.65		
2790	M-Co Construction, Inc	PAY APP 10	07/25/22	P	10	520-69005-010-000	Capital Outlays	202,930.01	8781	08/01/22
Totals for Check: 8781								202,930.01		
3115	METLIFE GROUP BENEFITS	07272022	08/01/22	P		135-21315-000-000	Short Term Disability	40.21	8782	08/01/22
3115	METLIFE GROUP BENEFITS	07272022	08/01/22	P	10	135-50029-010-000	Life Insurance & Other	125.46	8782	08/01/22
3115	METLIFE GROUP BENEFITS	07272022	08/01/22	P	20	135-50029-020-000	Life Insurance & Other	98.84	8782	08/01/22
3115	METLIFE GROUP BENEFITS	07272022	08/01/22	P	30	135-50029-030-000	Life Insurance & Other	157.77	8782	08/01/22
Totals for Check: 8782								422.28		
1238	NORTH TEXAS PUMP CO.	15446	07/29/22	P	20	135-55080-020-000	Maintenance & Repairs	585.00	8783	08/01/22
Totals for Check: 8783								585.00		
1056	OFFICE DEPOT, INC	250636197002	07/18/22	P	30	135-65095-030-000	Maintenance Supplies	06.49	8784	08/01/22
1056	OFFICE DEPOT, INC	255243199001	07/15/22	P	30	135-65085-030-000	Office Supplies	69.98	8784	08/01/22
1056	OFFICE DEPOT, INC	255243198001	07/15/22	P	30	135-65085-030-000	Office Supplies	72.99	8784	08/01/22
Totals for Check: 8784								149.46		
3156	OXIDOR LABORATORIES LLC	22070510	07/26/22	P	20	135-55135-020-000	Lab Analysis	408.00	8785	08/01/22
Totals for Check: 8785								408.00		
2798	Tyler Technologies, Inc	025-389450	07/27/22	P	30	135-69005-030-000	Capital Outlays	2,340.00	8786	08/01/22

Begin Date: 08/01/2022 End Date: 08/31/2022

From Amt:

AP Checks For Date/Amount Range
.00 To Amt: 99,999,999.99

Vendor Number	Vendor Name	Invoice Number	Invoice Date	Inv Stat	Dept No	Account Number	Description	Line Item Value	Check Number	Check Date
Totals for Check: 8786								2,340.00		
998	ABRAHAM, POOTHAKALLIL	U0050060554106A	07/31/22	P		135-20050-000-000	A/P Vendors	06.32	8787	08/01/22
Totals for Check: 8787								06.32		
998	AMERSON, KYLE	U0050060557102A	07/31/22	P		135-20050-000-000	A/P Vendors	10.36	8788	08/01/22
Totals for Check: 8788								10.36		
998	ATTAR, OBADAH	U0010000136101A	07/31/22	P		135-20050-000-000	A/P Vendors	70.90	8789	08/01/22
Totals for Check: 8789								70.90		
998	BOWEN, ERIC	U9012420012902A	07/31/22	P		135-20050-000-000	A/P Vendors	46.67	8790	08/01/22
Totals for Check: 8790								46.67		
998	CEGIELSKI, CYNTHIA	U0020000833216A	07/31/22	P		135-20050-000-000	A/P Vendors	51.20	8791	08/01/22
Totals for Check: 8791								51.20		
998	COLDWELL BANKER RESIDENTIAL	U0010080642103A	07/31/22	P		135-20050-000-000	A/P Vendors	23.01	8792	08/01/22
Totals for Check: 8792								23.01		
998	DAF PROPERTY GROUP, DBA GRAPEV	U0020001042208A	07/31/22	P		135-20050-000-000	A/P Vendors	40.70	8793	08/01/22
Totals for Check: 8793								40.70		
998	ENVIRONMENTAL LOGISTICS CO.	U0511000119510A	07/31/22	P		135-20050-000-000	A/P Vendors	1,371.22	8794	08/01/22
Totals for Check: 8794								1,371.22		
998	FOREMAN, BRADLEY	U0017000126102A	07/31/22	P		135-20050-000-000	A/P Vendors	43.35	8795	08/01/22
Totals for Check: 8795								43.35		
998	HARDY, ANDREW	U0037000352101A	07/31/22	P		135-20050-000-000	A/P Vendors	54.11	8796	08/01/22
Totals for Check: 8796								54.11		
998	HOMERD PROPERTY MGMT.	U0030111439205A	07/31/22	P		135-20050-000-000	A/P Vendors	58.90	8797	08/01/22
Totals for Check: 8797								58.90		
998	JOHNS, SHENECE	U9046090015901A	07/31/22	P		135-20050-000-000	A/P Vendors	16.03	8798	08/01/22
Totals for Check: 8798								16.03		
998	LARRY NORTH FITNESS-BRE SOLANA	U0211600092101A	07/31/22	P		135-20050-000-000	A/P Vendors	808.79	8799	08/01/22
Totals for Check: 8799								808.79		
998	LARRY NORTH FITNESS-BRE SOLANA	U0211600095101A	07/31/22	P		135-20050-000-000	A/P Vendors	286.76	8800	08/01/22
Totals for Check: 8800								286.76		
998	NOYES, JAMES	U0020001042207A	07/31/22	V		135-20050-000-000	A/P Vendors	133.90	8801	08/01/22
Totals for Check: 8801								133.90		

Begin Date: 08/01/2022 End Date: 08/31/2022

From Amt:

Vendor Number	Vendor Name	Invoice Number	Invoice Date	Inv Stat	Dept No	Account Number	Description	Line Item Value	Check Number	Check Date
998	PATTERSON, JEFF	U9035170002901A	07/31/22	P		135-20050-000-000	A/P Vendors	56.90	8802	08/01/22
Totals for Check: 8802								56.90		
998	RACHT, GABRIELA	U9012310060903A	07/31/22	P		135-20050-000-000	A/P Vendors	114.01	8803	08/01/22
Totals for Check: 8803								114.01		
998	RODERICK, JOANN	U0010200001101A	07/31/22	P		135-20050-000-000	A/P Vendors	29.97	8804	08/01/22
Totals for Check: 8804								29.97		
998	SCHUELLER, PAMELA	U0020001033210A	07/31/22	P		135-20050-000-000	A/P Vendors	33.39	8805	08/01/22
Totals for Check: 8805								33.39		
998	SHAW, B.J.	U0020540014201A	07/31/22	P		135-20050-000-000	A/P Vendors	32.00	8806	08/01/22
Totals for Check: 8806								32.00		
998	SOLANO, FRANCISCO	U0023110007206A	07/31/22	P		135-20050-000-000	A/P Vendors	118.50	8807	08/01/22
Totals for Check: 8807								118.50		
998	TYSON, ROBERT	U0010000131102A	07/31/22	P		135-20050-000-000	A/P Vendors	99.01	8808	08/01/22
Totals for Check: 8808								99.01		
3193	COMPUPAY, INC.	PR00763	996 08/05/22	P		135-21313-000-000	Cafe 125-Medical Reimb	287.50	8809	08/10/22
Totals for Check: 8809								287.50		
3184	DATAPROSE LLC	DP2202782	07/31/22	P	30	135-60035-030-000	Postage	1,810.12	8810	08/10/22
3184	DATAPROSE LLC	DP2202782	07/31/22	P	30	135-55205-030-000	Utility Billing Contract	624.02	8810	08/10/22
Totals for Check: 8810								2,434.14		
2497	DHS AUTOMATION, INC	06-2145	07/28/22	P	20	135-69005-020-000	Capital Outlays	18,476.20	8811	08/10/22
2497	DHS AUTOMATION, INC	06-2146	08/02/22	P	20	135-55080-020-000	Maintenance & Repairs	956.38	8811	08/10/22
Totals for Check: 8811								19,432.58		
2606	Fiserv Solutions, LLC	90063714	07/30/22	P	30	135-60040-030-000	Service Charges & Fees	50.00	8812	08/10/22
Totals for Check: 8812								50.00		
2635	Halff Associates, INC	10077649	07/29/22	P	10	520-69005-010-000	Capital Outlays	1,052.20	8813	08/10/22
2635	Halff Associates, INC	10077652	07/29/22	P	10	135-69005-010-000	Capital Outlays	630.00	8813	08/10/22
Totals for Check: 8813								1,682.20		
3124	IRS Tax Payment	PR00763	996 08/05/22	P		135-21302-000-000	FwH Taxes	5,014.20	8814	08/10/22
3124	IRS Tax Payment	PR00763	996 08/05/22	P		135-21303-000-000	Social Security Taxes	5,493.28	8814	08/10/22
3124	IRS Tax Payment	PR00763	996 08/05/22	P		135-21304-000-000	Medicare Taxes	1,284.72	8814	08/10/22
Totals for Check: 8814								11,792.20		
3195	LOU'S GLOVES INCORPORATED	049876	08/08/22	P	20	135-65045-020-000	Lab Supplies	141.00	8815	08/10/22
Totals for Check: 8815								141.00		

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2650	McClatchy Company	300789	08/08/22	P	30	135-60125-030-000	Advertising	5,290.28	8816	08/10/22
2650	McClatchy Company	300785	08/08/22	P	30	135-60125-030-000	Advertising	4,446.36	8816	08/10/22
Totals for Check: 8816								9,736.64		
2643	McLean & Howard, L.L.P.	43463	07/31/22	P	39	135-55045-039-000	Legal	2,520.00	8817	08/10/22
Totals for Check: 8817								2,520.00		
2763	Novotx	2344	08/02/22	P	30	135-55030-030-000	Software & Support	10,300.00	8818	08/10/22
Totals for Check: 8818								10,300.00		
1238	NORTH TEXAS PUMP CO.	15461	07/29/22	P	20	135-55080-020-000	Maintenance & Repairs	510.00	8819	08/10/22
Totals for Check: 8819								510.00		
3156	OXIDOR LABORATORIES LLC	22070586	07/29/22	P	20	135-55135-020-000	Lab Analysis	290.40	8820	08/10/22
Totals for Check: 8820								290.40		
3156	OXIDOR LABORATORIES LLC	22080042	08/02/22	P	20	135-55135-020-000	Lab Analysis	408.00	8821	08/10/22
Totals for Check: 8821								408.00		
3156	OXIDOR LABORATORIES LLC	22080100	08/05/22	P	20	135-55135-020-000	Lab Analysis	360.00	8822	08/10/22
Totals for Check: 8822								360.00		
2801	Pipeline Analysis LLC	21-567-003-R	08/05/22	V	20	135-55081-020-000	Mainten & Repairs Collections	48,537.55	8823	08/10/22
Totals for Check: 8823								48,537.55		
1466	POLYDYNE, INC	1571452	10/05/21	P	20	135-65030-020-000	Chemicals	2,856.60	8824	08/10/22
Totals for Check: 8824								2,856.60		
2719	Precision Pump Systems	1012369	06/27/22	P	20	135-55080-020-000	Maintenance & Repairs	728.57	8825	08/10/22
2719	Precision Pump Systems	1012371	06/27/22	P	20	135-55080-020-000	Maintenance & Repairs	728.57	8825	08/10/22
Totals for Check: 8825								1,457.14		
3110	PUMP SOLUTIONS INC	2022-04277	04/20/22	P	10	135-55080-010-000	Maintenance & Repairs	626.50	8826	08/10/22
Totals for Check: 8826								626.50		
2806	Robert Half International, Inc	60458899	08/02/22	P	30	135-55070-030-000	Independent Labor	1,069.99	8827	08/10/22
2806	Robert Half International, Inc	60499308	08/09/22	P	30	135-55070-030-000	Independent Labor	973.29	8827	08/10/22
Totals for Check: 8827								2,043.28		
3113	TCDRS	PR00763	996 08/05/22	P		135-21317-000-000	TCDRS	8,276.19	8828	08/10/22
Totals for Check: 8828								8,276.19		
2696	Texas Excavation Safety System	2213463	07/31/22	P	30	135-60040-030-000	Service Charges & Fees	232.75	8829	08/10/22
2696	Texas Excavation Safety System	22-13468CR	07/31/22	P	30	135-60040-030-000	Service Charges & Fees	(43.70)	8829	08/10/22
Totals for Check: 8829								189.05		
1001	TOWN OF TROPHY CLUB	JULY REFUSE	07/31/22	P		135-25040-000-000	Town-Storm Drainage	32,493.07	8830	08/10/22

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1001	TOWN OF TROPHY CLUB	JULY REFUSE	07/31/22	P		135-25000-000-000	Refuse	81,110.37	8830	08/10/22
1001	TOWN OF TROPHY CLUB	JULY REFUSE	07/31/22	P		135-25010-000-000	Refuse Tax	6,729.53	8830	08/10/22
1001	TOWN OF TROPHY CLUB	080422	08/04/22	P	45	122-60337-045-000	Transfer to Town/Fire Budget	74,891.66	8830	08/10/22
Totals for Check: 8830								195,224.63		
1081	TRI COUNTY ELECTRIC	07312022	07/31/22	P	20	135-60020-020-000	Electricity	658.26	8831	08/10/22
Totals for Check: 8831								658.26		
1000	TROPHY CLUB MUD (WATER BILLS)	07312022	07/31/22	P	30	135-60025-030-000	Water	351.80	8832	08/10/22
Totals for Check: 8832								351.80		
2798	Tyler Technologies, Inc	025-390006	07/31/22	P	30	135-69005-030-000	Capital Outlays	1,495.00	8833	08/10/22
Totals for Check: 8833								1,495.00		
2690	Universal Blower Pac, Inc	17540	07/25/22	P	20	135-55080-020-000	Maintenance & Repairs	10,410.56	8834	08/10/22
Totals for Check: 8834								10,410.56		
2634	Valley Solvent Company, INC	89187	07/29/22	P	20	135-65030-020-000	Chemicals	1,234.10	8835	08/10/22
Totals for Check: 8835								1,234.10		
1058	VERIZON WIRELESS	9912357003	08/01/22	P	10	135-60010-010-000	Communications/Mobiles	403.83	8836	08/10/22
1058	VERIZON WIRELESS	9912357003	08/01/22	P	20	135-60010-020-000	Communications/Mobiles	909.65	8836	08/10/22
Totals for Check: 8836								1,313.48		
3280	WATTS ELLISON LLC	30413	07/27/22	P	10	135-60285-010-000	Lawn Equipment & Maintenance	600.00	8837	08/10/22
3280	WATTS ELLISON LLC	30413	07/27/22	P	20	135-60285-020-000	Lawn Equipment & Maintenance	710.00	8837	08/10/22
3280	WATTS ELLISON LLC	30413	07/27/22	P	30	135-60285-030-000	Lawn Equipment & Maintenance	469.67	8837	08/10/22
Totals for Check: 8837								1,779.67		
2749	Aqua-Metric Sales Company	INV0090105	08/12/22	P	10	135-55080-010-000	Maintenance & Repairs	1,000.00	8838	08/17/22
Totals for Check: 8838								1,000.00		
2920	CARENOW CORPORATE	ON1536-4134413	08/08/22	P	20	135-50060-020-000	Pre-emp Physicals/Testing	38.00	8839	08/17/22
Totals for Check: 8839								38.00		
2683	Charter Communications	0071672080622	08/06/22	P	30	135-55030-030-000	Software & Support	899.00	8840	08/17/22
Totals for Check: 8840								899.00		
2655	Core & Main LP	R254861	07/29/22	P	10	135-55080-010-000	Maintenance & Repairs	1,141.48	8841	08/17/22
2655	Core & Main LP	R250774	07/26/22	P	10	135-55080-010-000	Maintenance & Repairs	923.78	8841	08/17/22
Totals for Check: 8841								2,065.26		
2558	FIRST CHECK APPLICANT SCREENIN	21338	07/31/22	P	20	135-50060-020-000	Pre-emp Physicals/Testing	73.45	8842	08/17/22
2558	FIRST CHECK APPLICANT SCREENIN	21338	07/31/22	P	30	135-50060-030-000	Pre-emp Physicals/Testing	71.45	8842	08/17/22
Totals for Check: 8842								144.90		
2635	Halff Associates, INC	10077655	07/29/22	P	10	135-69005-010-000	Capital Outlays	1,000.00	8843	08/17/22

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Totals for Check: 8843								1,000.00		
1372	HACH COMPANY	13162552	07/26/22	P	10	135-65030-010-000	Chemicals	1,534.40	8844	08/17/22
Totals for Check: 8844								1,534.40		
3278	KYOCERA DOCUMENT SOLUTIONS	55R1984109	08/15/22	P	30	135-69170-030-000	Copier Lease Installments	110.49	8845	08/17/22
Totals for Check: 8845								110.49		
3216	M3 Networks	8226	08/15/22	P	30	135-55030-030-000	Software & Support	522.00	8846	08/17/22
Totals for Check: 8846								522.00		
3111	North Texas Groundwater	INV - 17668	06/30/22	P	10	135-60135-010-000	TCEQ Fees & Permits	5,479.50	8847	08/17/22
Totals for Check: 8847								5,479.50		
3156	OXIDOR LABORATORIES LLC	22080157	08/09/22	P	20	135-55135-020-000	Lab Analysis	408.00	8848	08/17/22
Totals for Check: 8848								408.00		
1466	POLYDYNE, INC	1666970	08/10/22	P	20	135-65030-020-000	Chemicals	4,046.85	8849	08/17/22
Totals for Check: 8849								4,046.85		
2806	Robert Half International, Inc	06123107	06/07/22	P	30	135-55070-030-000	Independent Labor	860.85	8850	08/17/22
2806	Robert Half International, Inc	60528593	08/15/22	P	30	135-55070-030-000	Independent Labor	948.51	8850	08/17/22
2806	Robert Half International, Inc	59949247	05/10/22	P	30	135-55070-030-000	Independent Labor	957.09	8850	08/17/22
Totals for Check: 8850								2,766.45		
2440	TARRANT CTY PUBLIC HEALTH LAB	37084	07/31/22	P	10	135-55135-010-000	Lab Analysis	480.00	8851	08/17/22
2440	TARRANT CTY PUBLIC HEALTH LAB	37085	07/31/22	P	10	135-55135-010-001	Lab Analysis for PID	80.00	8851	08/17/22
Totals for Check: 8851								560.00		
2798	Tyler Technologies, Inc	025-391731	08/10/22	P	30	135-69005-030-000	Capital Outlays	130.00	8852	08/17/22
2798	Tyler Technologies, Inc	025-390092	08/10/22	P	30	135-69005-030-000	Capital Outlays	2,990.00	8852	08/17/22
Totals for Check: 8852								3,120.00		
2631	Ace Pipe Cleaning, Inc.	145617	08/24/22	P	20	135-55081-020-000	Mainten & Repairs Collections	1,336.00	8853	08/31/22
Totals for Check: 8853								1,336.00		
2222	AFLAC	PR00763	996 08/05/22	P		135-21312-000-000	Aflac	202.90	8854	08/31/22
2222	AFLAC	PR00764	996 08/19/22	P		135-21312-000-000	Aflac	202.90	8854	08/31/22
Totals for Check: 8854								405.80		
2772	Allied Waste Industries	0615-001399028	07/31/22	P	20	135-55125-020-000	Dumpster Services	5,159.36	8855	08/31/22
Totals for Check: 8855								5,159.36		
3127	ALLIED WELDING SUPPLY, INC	REISSUE-3033326	12/31/21	P	10	135-55080-010-000	Maintenance & Repairs	42.00	8856	08/31/22
3127	ALLIED WELDING SUPPLY, INC	REISSUE-3043019	04/01/22	P	10	135-55080-010-000	Maintenance & Repairs	42.00	8856	08/31/22
Totals for Check: 8856								84.00		

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1244	ASSOC OF WATER BOARD DIRECTORS	202803	08/23/22	P	26	135-60080-026-000	Schools & Training	575.00	8857	08/31/22
Totals for Check: 8857								575.00		
3197	BenefitMall	09012022	08/07/22	P	10	135-50029-010-000	Life Insurance & Other	17.00	8858	08/31/22
3197	BenefitMall	09012022	08/07/22	P	20	135-50029-020-000	Life Insurance & Other	13.00	8858	08/31/22
3197	BenefitMall	09012022	08/07/22	P	30	135-50029-030-000	Life Insurance & Other	22.00	8858	08/31/22
Totals for Check: 8858								52.00		
1030	CITY OF FORT WORTH	08172022	08/17/22	P	10	135-60150-010-000	Wholesale Water	355,710.99	8859	08/31/22
Totals for Check: 8859								355,710.99		
3193	COMPUPAY, INC.	PR00764	996 08/19/22	P		135-21313-000-000	Cafe 125-Medical Reimb	287.50	8860	08/31/22
Totals for Check: 8860								287.50		
2497	DHS AUTOMATION, INC	06-2152	08/19/22	P	20	135-55081-020-000	Mainten & Repairs Collections	1,190.00	8861	08/31/22
2497	DHS AUTOMATION, INC	06-2152	08/19/22	P	20	135-55080-020-000	Maintenance & Repairs	474.56	8861	08/31/22
2497	DHS AUTOMATION, INC	06-2153	08/19/22	P	20	135-55081-020-000	Mainten & Repairs Collections	1,060.00	8861	08/31/22
Totals for Check: 8861								2,724.56		
1026	FEDERAL EXPRESS CORP	7-760-54663	05/19/22	P	30	135-60035-030-000	Postage	07.91	8862	08/31/22
1026	FEDERAL EXPRESS CORP	7-746-03435	05/05/22	P	30	135-60035-030-000	Postage	07.66	8862	08/31/22
Totals for Check: 8862								15.57		
1026	FEDERAL EXPRESS CORP	7-782-14449	06/09/22	P	30	135-60035-030-000	Postage	07.31	8863	08/31/22
Totals for Check: 8863								07.31		
1026	FEDERAL EXPRESS CORP	7-797-16949	06/23/22	P	30	135-60035-030-000	Postage	04.53	8864	08/31/22
Totals for Check: 8864								04.53		
1026	FEDERAL EXPRESS CORP	7-862-98433	08/25/22	P	30	135-60035-030-000	Postage	15.32	8865	08/31/22
Totals for Check: 8865								15.32		
2796	Garver	21W05182-1	07/29/22	P	20	135-69005-020-000	Capital Outlays	18,893.06	8866	08/31/22
Totals for Check: 8866								18,893.06		
1372	HACH COMPANY	13198608	08/17/22	P	20	135-65045-020-000	Lab Supplies	93.42	8867	08/31/22
1372	HACH COMPANY	13208999	08/23/22	P	20	135-65045-020-000	Lab Supplies	126.32	8867	08/31/22
Totals for Check: 8867								219.74		
2676	Humana Inc	155516941	09/01/22	P		135-21308-000-000	Dental	1,203.82	8868	08/31/22
2676	Humana Inc	155516941	09/01/22	P		135-21309-000-000	Vision	153.67	8868	08/31/22
2676	Humana Inc	155516941	09/01/22	P		135-21311-000-000	Voluntary Life	211.88	8868	08/31/22
2676	Humana Inc	155516941	09/01/22	P	10	135-50029-010-000	Life Insurance & Other	159.06	8868	08/31/22
2676	Humana Inc	155516941	09/01/22	P	20	135-50029-020-000	Life Insurance & Other	108.90	8868	08/31/22
2676	Humana Inc	155516941	09/01/22	P	30	135-50029-030-000	Life Insurance & Other	151.80	8868	08/31/22
Totals for Check: 8868								1,989.13		

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3124	IRS Tax Payment	PR00764	996 08/19/22	P		135-21302-000-000	FNH Taxes	5,125.94	8869	08/31/22
3124	IRS Tax Payment	PR00764	996 08/19/22	P		135-21303-000-000	Social Security Taxes	5,735.30	8869	08/31/22
3124	IRS Tax Payment	PR00764	996 08/19/22	P		135-21304-000-000	Medicare Taxes	1,341.30	8869	08/31/22
Totals for Check: 8869								12,202.54		
2783	JJ HVAC LLC	2285	08/22/22	P	30	135-55080-030-000	Maintenance & Repairs	1,224.50	8870	08/31/22
Totals for Check: 8870								1,224.50		
2943	JPMORGAN CHASE BANK NA	08262022	08/26/22	P		135-20060-000-000	Procurement Clearing	7,511.59	8871	08/31/22
Totals for Check: 8871								7,511.59		
3132	Legal Shield	PR00763	996 08/05/22	P		135-21310-000-000	Legal Plan	17.46	8872	08/31/22
3132	Legal Shield	PR00764	996 08/19/22	P		135-21310-000-000	Legal Plan	17.44	8872	08/31/22
Totals for Check: 8872								34.90		
2790	M-Co Construction, Inc	PAY APP 11	08/29/22	P	10	520-69005-010-000	Capital Outlays	82,781.93	8873	08/31/22
Totals for Check: 8873								82,781.93		
3115	METLIFE GROUP BENEFITS	09012022	09/01/22	P		135-21315-000-000	Short Term Disability	40.21	8874	08/31/22
3115	METLIFE GROUP BENEFITS	09012022	09/01/22	P	10	135-50029-010-000	Life Insurance & Other	125.46	8874	08/31/22
3115	METLIFE GROUP BENEFITS	09012022	09/01/22	P	20	135-50029-020-000	Life Insurance & Other	98.84	8874	08/31/22
3115	METLIFE GROUP BENEFITS	09012022	09/01/22	P	30	135-50029-030-000	Life Insurance & Other	157.77	8874	08/31/22
Totals for Check: 8874								422.28		
2760	NDS Leasing	77328595	08/20/22	P	30	135-69170-030-000	Copier Lease Installments	175.00	8875	08/31/22
Totals for Check: 8875								175.00		
3179	NEW GEN STRATEGIES & SOLUTIONS	14174	08/16/22	P	30	135-55160-030-000	Professional Outside Services	6,120.00	8876	08/31/22
Totals for Check: 8876								6,120.00		
1056	OFFICE DEPOT, INC	259601161001	08/09/22	P	30	135-65085-030-000	Office Supplies	68.14	8877	08/31/22
1056	OFFICE DEPOT, INC	258565284001	08/15/22	P	30	135-65095-030-000	Maintenance Supplies	110.09	8877	08/31/22
1056	OFFICE DEPOT, INC	258621236001	08/16/22	P	30	135-65095-030-000	Maintenance Supplies	24.78	8877	08/31/22
1056	OFFICE DEPOT, INC	261781479001	08/18/22	P	30	135-65085-030-000	Office Supplies	56.03	8877	08/31/22
Totals for Check: 8877								259.04		
3156	OXIDOR LABORATORIES LLC	22080248	08/15/22	P	20	135-55135-020-000	Lab Analysis	290.40	8878	08/31/22
Totals for Check: 8878								290.40		
3156	OXIDOR LABORATORIES LLC	22080307	08/17/22	P	20	135-55135-020-000	Lab Analysis	408.00	8879	08/31/22
Totals for Check: 8879								408.00		
2801	Pipeline Analysis LLC	21-567-003-RR	05/24/22	P	20	135-55080-020-000	Maintenance & Repairs	48,537.55	8880	08/31/22
Totals for Check: 8880								48,537.55		
2806	Robert Half International, Inc	60568907	08/22/22	P	30	135-55070-030-000	Independent Labor	746.52	8881	08/31/22
Totals for Check: 8881								746.52		

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2633	Sluder Emergency Power Service	2868	08/22/22	P	10	135-55085-010-000	Generator Maint. and Repair	951.60	8882	08/31/22
2633	Sluder Emergency Power Service	2868	08/22/22	P	30	135-55085-030-000	Generator Maint. and Repair	716.79	8882	08/31/22
2633	Sluder Emergency Power Service	2868	08/22/22	P	20	135-55085-020-000	Generator Maint. and Repair	4,289.06	8882	08/31/22
Totals for Check: 8882								5,957.45		
3156	Southern Petroleum Laboratory	22080392	08/22/22	P	20	135-55135-020-000	Lab Analysis	290.40	8883	08/31/22
Totals for Check: 8883								290.40		
3113	TCDRS	PR00764	996 08/19/22	P		135-21317-000-000	TCDRS	8,719.56	8884	08/31/22
Totals for Check: 8884								8,719.56		
2798	Tyler Technologies, Inc	025-391914	08/16/22	P	30	135-69005-030-000	Capital Outlays	3,625.00	8885	08/31/22
2798	Tyler Technologies, Inc	025-392525	08/24/22	P	30	135-69005-030-000	Capital Outlays	3,607.50	8885	08/31/22
Totals for Check: 8885								7,232.50		
3225	US Bank Voyager Fleet Systems	8693381112235	08/24/22	P	10	135-65005-010-000	Fuel & Lube	2,272.55	8886	08/31/22
3225	US Bank Voyager Fleet Systems	8693381112235	08/24/22	P	20	135-65005-020-000	Fuel & Lube	1,198.67	8886	08/31/22
Totals for Check: 8886								3,471.22		
998	WILSON, AMY	U9046070019902R	08/22/22	P		135-20050-000-000	A/P Vendors	36.42	8887	08/31/22
Totals for Check: 8887								36.42		
998	BORER, ROGER	U9022030036901A	08/31/22	P		135-20050-000-000	A/P Vendors	23.69	8888	08/31/22
Totals for Check: 8888								23.69		
998	BOWER, KIMBERLY	U0050160006108A	08/31/22	P		135-20050-000-000	A/P Vendors	85.38	8889	08/31/22
Totals for Check: 8889								85.38		
998	CHAMBERLIN, AARON	U9048080023905A	08/31/22	P		135-20050-000-000	A/P Vendors	98.66	8890	08/31/22
Totals for Check: 8890								98.66		
998	CURTIS, COLE	U0050090678105A	08/31/22	P		135-20050-000-000	A/P Vendors	41.09	8891	08/31/22
Totals for Check: 8891								41.09		
998	GATRAM, BALA S	U9022010035907A	08/31/22	P		135-20050-000-000	A/P Vendors	16.00	8892	08/31/22
Totals for Check: 8892								16.00		
998	KAUR, PARMINDER	U0020570027203A	08/31/22	P		135-20050-000-000	A/P Vendors	26.94	8893	08/31/22
Totals for Check: 8893								26.94		
998	KUEHN, BRIAN	U0511000126511A	08/31/22	P		135-20050-000-000	A/P Vendors	1,012.67	8894	08/31/22
Totals for Check: 8894								1,012.67		
998	MARTINEZ, OSWALDO	U0030121534205A	08/31/22	P		135-20050-000-000	A/P Vendors	70.38	8895	08/31/22
Totals for Check: 8895								70.38		
998	SHIPP, BILL	U0030111461205A	08/31/22	P		135-20050-000-000	A/P Vendors	112.43	8896	08/31/22

Begin Date: 08/01/2022 End Date: 08/31/2022

From Amt:

AP Checks For Date/Amount Range
.00 To Amt: 99,999,999.99

Vendor Number	Vendor Name	Invoice Number	Invoice Date	Inv Stat	Dept No	Account Number	Description	Line Item Value	Check Number	Check Date
Totals for Check: 8896								112.43		
998	SUDDERTH, KIMBERLY & RANDY	U0050030197104A	08/31/22	P	135	20050-000-000	A/P Vendors	78.58	8897	08/31/22
Totals for Check: 8897								78.58		
998	VON EHRENFRIED, FREDERICK KEVI	U0116000050102A	08/31/22	P	135	20050-000-000	A/P Vendors	724.85	8898	08/31/22
Totals for Check: 8898								724.85		
998	VON EHRENFRIED, FREDERICK KEVI	U0116000060102A	08/31/22	P	135	20050-000-000	A/P Vendors	408.74	8899	08/31/22
Totals for Check: 8899								408.74		
998	WILHELM, KYLE	U9048080005903A	08/31/22	P	135	20050-000-000	A/P Vendors	83.34	8900	08/31/22
Totals for Check: 8900								83.34		
Grand Totals:								1,193,715.37		
***** End of Report *****										

CASH STATUS AS OF AUGUST 2022		Restricted - Unable to be spent	Unrestricted- Available for spending	Total in Accounts (Restricted & Unrestricted)
135-10250	TexPool O & M (XXXXX0002)-General Fund Operating ***	\$0	\$2,769,641	\$2,769,641
135-10300	Prosperity Bank (XXX8701) General Fund Operating	\$326,470	\$5,458,679	\$5,785,149
135-10305	Prosperity Bank Reserve-Savings Acct (XXXXX7724)	\$1,482,870	\$0	\$1,482,870
135-11100	Petty Cash Administration	\$0	\$150	\$150
135-11150	Petty Cash Utility Billing	\$0	\$450	\$450
137-10250	TexPool O & M (XXXXX0002) GASB Replacement	\$2,985,575	\$0	\$2,985,575
519-10250	Texpool Revenue Bond Construction (XXXXX015) SWIFT	\$0	\$0	\$0
519-11155	Cash-Bond Escrow Bank of Texas (SWIFT)	\$786,153	\$0	\$786,153
520-10250	Texpool Revenue Bond Water & Waste Water Systems 2019 (XXXXX018)	\$1,550,139	\$0	\$1,550,139
520-10300	Prosperity Bank Construction Water & Waste Water Systems 2019	\$0	\$0	\$0
528-10250	TexPool Revenue Bond Reserve (XXXXX014) WWTP Improvements	\$898,822	\$0	\$898,822
533-10250	TexPool Tax I & S (XXXXX0003)	\$50,786	\$0	\$50,786
533-10300	Prosperity Bank (XXX8701) Tax I&S	\$0	\$0	\$0
534-10250	TexPool Revenue I & S (XXXXX013) WWTP Improvements	\$27,903	\$0	\$27,903
535-10250	Texpool Revenue I & S (XXXXX017) SWIFT	\$6,542	\$0	\$6,542
536-10250	TexPool Revenue I & S (XXXXX020) Water & Waste Water Systems	\$1,426	\$0	\$1,426
			\$8,228,920	\$16,345,606

Amount available in cash (MUD Accounts) **\$8,228,920**

Amount available for spending (MUD Accounts) **\$8,228,920**

*08/31/2022 Customer Water Deposits \$326,470

Fire Department Cash

122-10250	TexPool O & M (XXXXX0002)-Fire Operating Cash	\$0	\$748,840	\$748,840
122-10300	Prosperity Bank (XXX8701) Fire Operating	\$0	\$0	\$0
		\$0	\$748,840	\$748,840

Amount available in cash (Fire Department Accounts) **\$748,840**

Amount available for spending (Fire Department Accounts) **\$748,840**

	General Fund 135 Available	
\$	5,458,679	Prosperity General Fund
\$	2,769,641	Texpool General Fund
\$	600	Petty Cash
	8,228,920	Total General Fund 135 Available for Spending

General Fund 135 Fund Balances

Nonspendable Fund Balance (Prepays)	\$	3,880
Assigned Fund Balance (FY2022 Capital Projects plus prior year carry forward)	\$	3,370,500
Unassigned Fund Balance	\$	5,780,613
Current Year Revenue/Expenses	\$	1,374,020
Total Nonspendable, Assigned & Committed Fund Balances - General Fund 135		\$10,529,012

August Utility Billing Report
Fiscal Year 2021 - 2022

	August 2021	September 2021	October 2021	November 2021	December 2021	January 2022	February 2022	March 2022	April 2022	May 2022	June 2022	July 2022	August 2022
ebills	1264	1267	1338	1360	1370	1388	1420	1424	1465	1518	1566	1592	1629
Bills Mailed	3884	3878	3868	3863	3855	3855	3872	3864	3868	3865	3882	3872	3850
Bank Draft	658	659	675	655	663	668	670	671	676	692	700	697	704
Credit Card Draft	1386	1400	1414	1415	1415	1437	1431	1442	1455	1450	1456	1471	1484
Online Payments	1,186	1,191	1185	1166	1175	1,174	1,138	1,225	1,171	1,196	1,188	1,220	1170
Late Notices	327	336	390	293	362	377	362	326	355	284	339	387	310
Disconnects	22	23	18	12	1	3	5	8	9	9	4	7	5
Connections	MUD 3397	MUD 3397	MUD 3397	MUD 3398	MUD 3398	MUD 3398	MUD 3401	MUD 3402	MUD 3400	MUD 3400	MUD 3401	MUD 3401	MUD 3398
Connections	PID 1444	PID 1444	PID 1444	PID 1443	PID 1443	PID 1443	PID 1443	PID 1443	PID 1443	PID 1443	PID 1443	PID 1443	PID 1443
Active Residential	MUD 3114	MUD 3111	MUD 3113	MUD 3111	MUD 3114	MUD 3112	MUD 3111	MUD 3118	MUD 3117	MUD 3119	MUD 3121	MUD 3119	MUD 3118
Active Commercial	MUD 254	MUD 255	MUD 255	MUD 255	MUD 255	MUD 255	MUD 254	MUD 255	MUD 254	MUD 254	MUD 254	MUD 253	MUD 254
Active Residential	PID 1406	PID 1406	PID 1406	PID 1406	PID 1406	PID 1405	PID 1406	PID 1406	PID 1404	PID 1405	PID 1406	PID 1405	PID 1406
Active Commercial	PID 37	PID 37	PID 37	PID 37	PID 37	PID 37	PID 37	PID 37	PID 37	PID 37	PID 37	PID 37	PID 37

August Permits
Fiscal Year 2022

Date of Permit	Permit No.	Customer Deposit	Due to FW Water	Oversize Meter	Plumbing Inspections	Sewer Inspections	Fire Line	Misc. Income	Total
									\$ -
Total		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

FY 2022 General Fund YTD Budget Variance

Account	Description	FY 2022 Adopted	Amended Budget	August Totals	YTD Total 8/31/2022	YTD % Budget (91.3% Target)	Remaining Budget
General Fund Revenues							
135-40000-000-000	Property Taxes	136,092	136,092	289	138,290	101.61%	(2,198)
135-40002-000-000	Property Taxes/Delinquent	300	300	2	(184)	-61.27%	484
135-40015-000-000	Property Taxes/P & I	300	300	27	511	170.26%	(211)
135-40025-000-000	PID Surcharges	165,537	165,537	-	-	0.00%	165,537
135-47000-000-000	Water	6,033,776	6,033,776	939,810	6,027,222	99.89%	6,554
135-47005-000-000	Sewer	3,824,473	3,824,473	326,672	3,487,571	91.19%	336,902
135-47025-000-000	Penalties	94,826	94,826	9,969	95,738	100.96%	(912)
135-47030-000-000	Service Charges (Disconnect Fees)	14,000	14,000	325	4,570	32.64%	9,431
135-47035-000-000	Plumbing Inspections	750	750	150	450	60.00%	300
135-47045-000-000	Sewer Inspections	2,500	2,500	50	100	4.00%	2,400
135-47070-000-000	TCCC Effluent Charges	50,000	50,000	23,134	97,075	194.15%	(47,075)
135-48010-000-000	Utility Fees	-	-	-	-	0.00%	-
135-49000-000-000	Capital Lease- Other Fin Sources	-	-	-	-	0.00%	-
135-49011-000-000	Interest Income	15,000	15,000	14,261	50,918	339.46%	(35,918)
135-49016-000-000	Cell Tower Revenue	14,146	14,146	2,358	12,967	91.66%	1,179
135-49018-000-000	Building Rent Income	-	-	-	-	0.00%	-
135-49026-000-000	Proceeds from Sale of Assets	10,000	25,000	-	21,001	84.00%	3,999
135-49035-000-000	Prior Year Reserves	-	524,000	-	-	0.00%	524,000
135-49036-000-000	GASB Reserves	-	-	-	-	0.00%	-
135-49005-000-000	Loan Proceeds	-	-	-	-	0.00%	-
135-49075-000-000	Oversize Meter Reimbursement	2,058	2,058	360	2,261	109.88%	(203)
135-49141-000-000	Interfund Transfer In	-	-	-	-	0.00%	-
135-49145-000-000	Intergov Transfer In	-	-	-	-	0.00%	-
135-49900-000-000	Miscellaneous Income	7,000	7,000	3,711	7,834	111.91%	(834)
135-49901-000-000	Records Management Revenue	-	-	-	-	0.00%	-
135-49903-000-000	Recovery of Prior Year Expense	-	-	-	85,000	0.00%	(85,000)
135-00000-000-000	Reimbursement	-	-	-	-	0.00%	-
	Total	10,370,758	10,909,758	1,321,116	10,031,324	91.95%	878,434

Water	General Fund Expenses	FY 2022 Adopted	Amended Budget	August Totals	YTD Total 8/31/2022	YTD % Budget (91.3% Target)	Remaining Budget
135-50005-010-000	Salaries & Wages	402,468	372,468	27,988	313,486	84.16%	58,982
135-50010-010-000	Overtime	17,000	22,000	2,750	29,489	134.04%	(7,489)
135-50016-010-000	Longevity	5,829	5,829	-	5,713	98.00%	117
135-50017-010-000	Certification	4,500	4,500	225	2,425	53.89%	2,075
135-50020-010-000	Retirement	46,074	46,074	3,468	39,365	85.44%	6,709
135-50026-010-000	Medical Insurance	97,671	67,671	5,745	59,832	88.42%	7,839
135-50027-010-000	Dental Insurance	5,594	5,594	339	3,584	64.07%	2,010
135-50028-010-000	Vision Insurance	719	719	48	505	70.26%	214
135-50029-010-000	Life Insurance & Other	4,620	4,620	302	3,289	71.19%	1,331
135-50030-010-000	Social Security Taxes	26,647	26,647	1,869	21,378	80.22%	5,269
135-50035-010-000	Medicare Taxes	6,232	6,232	437	5,000	80.22%	1,232
135-50040-010-000	Unemployment Taxes	1,512	1,512	-	143	9.45%	1,369
135-50045-010-000	Workman's Compensation	11,604	11,604	909	10,000	86.18%	1,604
135-50060-010-000	Pre-emp Physicals/Testing	400	400	-	55	13.86%	345
135-50070-010-000	Employee Relations	300	300	182	182	60.63%	118
135-55080-010-000	Maintenance & Repairs	110,000	200,000	14,696	336,120	168.06%	(136,120)
135-55085-010-000	Generator Maintenance & Repairs	2,000	2,000	952	952	47.58%	1,048
135-55090-010-000	Vehicle Maintenance	5,000	10,000	2,596	9,634	96.34%	366
135-55105-010-000	Maintenance-Heavy Equipment	1,000	1,000	-	237	23.66%	763
135-55120-010-000	Cleaning Services	2,000	2,000	-	1,290	64.49%	710
135-55135-010-000	Lab Analysis - MUD	7,500	7,500	970	4,521	60.29%	2,979
135-55135-010-001	Lab Analysis - PID	2,000	2,000	160	1,114	55.70%	886
135-60010-010-000	Communications/Mobiles	7,500	7,500	404	6,461	86.15%	1,039
135-60020-010-000	Electricity	131,689	131,689	13,556	124,008	94.17%	7,681
135-60066-010-000	Publications/Books/Subscripts	1,000	1,000	-	875	87.50%	125
135-60070-010-000	Dues & Memberships	-	-	-	125	0.00%	(125)
135-60080-010-000	Schools & Training	4,141	4,141	111	2,535	61.23%	1,606
135-60090-010-000	Safety Program	-	-	-	-	0.00%	-
135-60100-010-000	Travel & per diem	988	988	-	-	0.00%	988
135-60105-010-000	Rent/Lease Equipment	-	-	-	-	0.00%	-
135-60135-010-000	TCEQ Fees & Permits - MUD	30,000	30,000	5,480	21,486	71.62%	8,514
135-60135-010-001	TCEQ Fees & Permits - PID	-	-	-	437	0.00%	(437)
135-60150-010-000	Wholesale Water	2,508,611	2,508,611	355,711	2,069,031	82.48%	439,580
135-60245-010-000	Miscellaneous Expenses	-	-	-	-	0.00%	-
135-60280-010-000	Property Maintenance	-	-	(145)	-	0.00%	-
135-60285-010-000	Lawn Services	12,500	12,500	145	5,115	40.92%	7,385
135-60332-010-000	Interfund Transfer Out- Revenue I&S	569,454	569,454	51,769	569,455	100.00%	(1)
135-60333-010-000	Interfund Transfer Out- Bond Reserve	-	-	-	-	0.00%	-
135-60334-010-000	Interfund Transfer Out-Bank Reserve	-	-	-	-	0.00%	-
135-60360-010-000	Furniture/Equipment < \$5000	2,500	2,500	1,923	1,923	76.92%	577
135-65005-010-000	Fuel & Lube	15,000	15,000	2,273	19,478	129.85%	(4,478)
135-65010-010-000	Uniforms	22,000	5,250	-	2,474	47.13%	2,776

September 21, 2022 Meeting Agenda Packet

Account	Description	FY 2022 Adopted	Amended Budget	August Totals	YTD Total 8/31/2022	YTD % Budget (91.3% Target)	Remaining Budget
135-65030-010-000	Chemicals	25,000	25,000	4,283	26,892	107.57%	(1,892)
135-65035-010-000	Small Tools	-	-	-	-	0.00%	-
135-65040-010-000	Safety Equipment	-	-	-	-	0.00%	-
135-65050-010-000	Meter Expense	20,000	20,000	-	-	0.00%	20,000
135-65053-010-000	Meter Change Out Program	87,000	87,000	-	66,372	76.29%	20,629
135-69005-010-000	Capital Outlays	905,000	1,429,000	226,976	666,956	46.67%	762,045
135-69008-010-000	Short Term Debt-Principal	31,419	31,419	-	31,418	100.00%	1
135-69009-010-000	Short Term Debt-Interest	1,404	1,404	470	1,404	100.02%	(0)
135-69195-010-000	Gasb34/Reserve for Replacement	75,000	75,000	-	75,000	100.00%	-
135-69281-010-000	Water Tank Inspection Contract	113,500	113,500	-	110,864	97.68%	2,636
135-70040-010-000	Bond Related Expenses	-	-	-	-	0.00%	-
	Subtotal Water	5,307,626	5,871,626	726,587	4,650,620	79.20%	1,221,006

Wastewater							
135-50005-020-000	Salaries & Wages	478,934	418,934	22,507	328,734	78.47%	90,200
135-50010-020-000	Overtime	33,000	33,000	2,020	28,317	85.81%	4,683
135-50016-020-000	Longevity	7,956	7,956	-	7,955	99.99%	1
135-50017-020-000	Certification	8,400	8,400	425	5,475	65.18%	2,925
135-50020-020-000	Retirement	56,634	56,634	2,795	41,599	73.45%	15,035
135-50026-020-000	Medical Insurance	112,190	72,190	4,788	65,264	90.41%	6,926
135-50027-020-000	Dental Insurance	7,175	7,175	273	3,619	50.44%	3,556
135-50028-020-000	Vision Insurance	1,013	1,013	37	518	51.18%	495
135-50029-020-000	Life Insurance & Other	4,800	4,800	221	3,134	65.28%	1,666
135-50030-020-000	Social Security Taxes	32,754	32,754	1,534	22,712	69.34%	10,042
135-50035-020-000	Medicare Taxes	7,660	7,660	359	5,312	69.34%	2,348
135-50040-020-000	Unemployment Taxes	1,764	1,764	1	55	3.14%	1,709
135-50045-020-000	Workman's Compensation	14,153	14,153	1,118	12,296	86.88%	1,857
135-50060-020-000	Pre-emp Physicals/Testing	400	400	111	292	72.94%	108
135-50070-020-000	Employee Relations	300	300	-	445	148.22%	(145)
135-55005-020-000	Engineering	-	-	-	-	0.00%	-
135-55070-020-000	Independent Labor	-	-	-	-	0.00%	-
135-55080-020-000	Maintenance & Repairs- WWTP	125,000	160,000	50,638	193,632	121.02%	(33,632)
135-55081-020-000	Maintenance & Repairs- Collections	222,500	222,500	(31,041)	284,751	127.98%	(62,251)
135-55085-020-000	Generator Maintenance & Repairs	9,000	9,000	4,289	4,604	51.16%	4,396
135-55090-020-000	Vehicle Maintenance- WWTP	4,600	4,600	13	306	6.65%	4,294
135-55091-020-000	Vehicle Maintenance- Collections	13,000	13,000	724	18,947	145.74%	(5,947)
135-55105-020-000	Maintenance-Heavy Equipment	3,000	3,000	-	1,325	44.18%	1,675
135-55120-020-000	Cleaning Services	2,000	2,000	-	1,290	64.49%	710
135-55125-020-000	Dumpster Services	100,000	100,000	12,580	83,424	83.42%	16,576
135-55135-020-000	Lab Analysis	40,000	40,000	2,863	39,308	98.27%	692
135-60010-020-000	Communications/Mobiles	7,500	7,500	910	6,043	80.57%	1,457
135-60020-020-000	Electricity	150,732	150,732	17,791	156,395	103.76%	(5,663)
135-60066-020-000	Publications/Books/Subscrip	-	-	-	-	0.00%	-
135-60070-020-000	Dues & Memberships	-	-	-	-	0.00%	-
135-60080-020-000	Schools & Training	4,652	4,652	-	1,587	34.11%	3,065
135-60090-020-000	Safety Program	-	-	-	-	0.00%	-
135-60100-020-000	Travel & per diem	1,138	1,138	-	-	0.00%	1,138
135-60105-020-000	Rent/Lease Equipment	-	-	-	-	0.00%	-
135-60125-020-000	Advertising	-	-	-	-	0.00%	-
135-60135-020-000	TCEQ Fees & Permits	12,000	22,000	464	19,974	90.79%	2,026
135-60245-020-000	Miscellaneous Expenses	-	-	-	-	0.00%	-
135-60280-020-000	Property Maintenance	-	-	-	-	0.00%	-
135-60285-020-000	Lawn Equipment & Maintenance	16,000	16,000	-	4,647	29.04%	11,353
135-60331-020-000	Interfund Transfer Out-Tax I&S	115,924	115,924	10,539	115,924	100.00%	(0)
135-60332-020-000	Interfund Transfer Out- Revenue I&S	690,085	690,085	62,735	690,086	100.00%	(1)
135-60333-020-000	Interfund Transfer Out-Bond Reserve	-	-	-	-	0.00%	-
135-60334-020-000	Interfund Transfer Out-Bank Reserve Account	-	-	-	-	0.00%	-
135-60360-020-000	Furniture/Equipment < \$5000	500	500	-	-	0.00%	500
135-65005-020-000	Fuel & Lube	12,500	12,500	1,199	11,455	91.64%	1,045
135-65010-020-000	Uniforms	6,205	6,205	200	3,124	50.35%	3,081
135-65030-020-000	Chemicals- WWTP	32,500	32,500	4,047	22,903	70.47%	9,597
135-65031-020-000	Chemicals- Collections	10,000	10,000	-	5,776	57.76%	4,224
135-65035-020-000	Small Tools	-	-	-	-	0.00%	-
135-65040-020-000	Safety Equipment	-	-	-	-	0.00%	-
135-65045-020-000	Lab Supplies	33,000	33,000	399	31,011	93.97%	1,989
135-69005-020-000	Capital Outlays	700,000	685,000	18,893	200,128	29.22%	484,872
135-69008-020-000	Short Term Debt-Principal	81,878	81,878	21,127	83,496	101.98%	(1,618)
135-69009-020-000	Short Term Debt-Interest	7,312	7,312	2,337	5,695	77.88%	1,617
135-69195-020-000	Gasb34/Reserve for Replacement	130,000	130,000	-	130,000	100.00%	-
135-70020-020	Capital Lease Issuance Cost	-	-	-	-	0.00%	-
	Subtotal Wastewater	3,298,159	3,228,159	216,893	2,641,556	81.83%	586,603

Board of Directors							
135-50005-026-000	Salaries & Wages	-	-	-	-	0.00%	-
135-50030-026-000	Social Security Taxes	-	-	-	-	0.00%	-
135-50035-026-000	Medicare Taxes	-	-	-	-	0.00%	-
135-55040-026-000	Unemployment Taxes	-	-	-	-	0.00%	-

September 21, 2022 Meeting Agenda Packet

Account	Description	FY 2022 Adopted	Amended Budget	August Totals	YTD Total 8/31/2022	YTD % Budget (91.3% Target)	Remaining Budget
135-50045-026-000	Workman's Compensation	30	30	1	9	31.53%	21
135-60066-026-000	Publications/Books/Subscripts	-	-	-	-	0.00%	-
135-60070-026-000	Dues & Memberships	750	750	-	700	93.33%	50
135-60075-026-000	Meetings	1,500	1,500	115	1,301	86.70%	199
135-60080-026-000	Schools & Training	4,000	4,000	575	625	15.63%	3,375
135-60100-026-000	Travel & per diem	5,000	5,000	-	-	0.00%	5,000
135-60245-026-000	Miscellaneous Expenses	500	500	-	-	0.00%	500
	Subtotal Board of Directors	11,780	11,780	691	2,635	22.37%	9,145

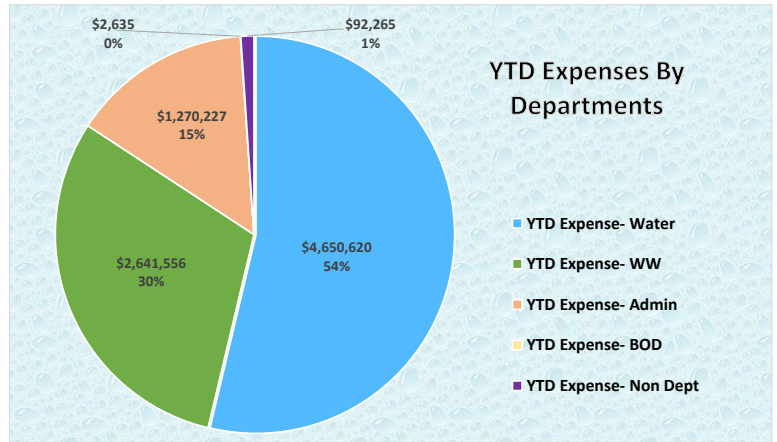
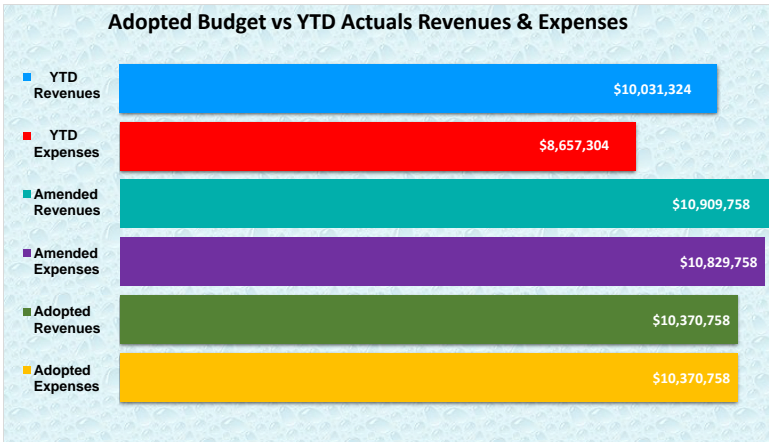
Administration							
135-50005-030-000	Salaries & Wages	567,338	567,338	37,372	467,848	82.46%	99,490
135-50010-030-000	Overtime	2,000	2,000	97	481	24.05%	1,519
135-50016-030-000	Longevity	2,972	2,972	-	2,973	100.02%	(1)
135-50020-030-000	Retirement	61,353	61,353	4,197	52,984	86.36%	8,369
135-50026-030-000	Medical Insurance	103,384	83,384	5,200	64,606	77.48%	18,778
135-50027-030-000	Dental Insurance	6,533	6,533	273	3,489	53.41%	3,044
135-50028-030-000	Vision Insurance	819	819	40	487	59.46%	332
135-50029-030-000	Life Insurance & Other	4,800	4,800	332	4,135	86.15%	665
135-50030-030-000	Social Security Taxes	35,483	35,483	2,212	27,966	78.82%	7,517
135-50035-030-000	Medicare Taxes	8,298	8,298	517	6,541	78.82%	1,757
135-50040-030-000	Unemployment Taxes	1,512	1,512	-	54	3.57%	1,458
135-50045-030-000	Workman's Compensation	1,425	1,425	126	1,385	97.19%	40
135-50060-030-000	Pre-emp Physicals/Testing	500	500	223	516	103.13%	(16)
135-50070-030-000	Employee Relations	4,000	4,000	88	3,471	86.77%	529
135-55005-030-000	Engineering	-	-	-	-	0.00%	-
135-55030-030-000	Software & Support	122,310	122,310	13,991	100,478	82.15%	21,832
135-55070-030-000	Independent Labor	15,000	25,000	5,556	28,200	112.80%	(3,200)
135-55080-030-000	Maintenance & Repairs	40,000	40,000	1,225	39,105	97.76%	895
135-55085-030-000	Generator Maintenance & Repairs	3,000	3,000	717	717	23.89%	2,283
135-55100-030-000	Building Maintenance & Supplies	-	-	-	-	0.00%	-
135-55120-030-000	Cleaning Services	12,000	12,000	-	8,397	69.98%	3,603
135-55160-030-000	Professional Outside Services	70,281	70,281	6,120	74,751	106.36%	(4,470)
135-55205-030-000	Utility Billing Contract	9,000	9,000	607	6,695	74.39%	2,305
135-60005-030-000	Telephone	8,500	8,500	385	5,324	62.63%	3,176
135-60010-030-000	Communications/Mobiles	3,000	3,000	225	2,475	82.50%	525
135-60020-030-000	Electricity	15,213	15,213	1,236	14,193	93.30%	1,020
135-60025-030-000	Water	5,000	5,000	389	3,755	75.10%	1,245
135-60035-030-000	Postage	30,000	30,000	1,950	20,533	68.44%	9,467
135-60040-030-000	Bank Service Charges & Fees	85,000	85,000	9,506	83,325	98.03%	1,675
135-60050-030-000	Bad Debt Expense	1,500	1,500	-	-	0.00%	1,500
135-60055-030-000	Insurance	84,000	84,000	7,307	78,707	93.70%	5,293
135-60066-030-000	Publications/Books/Subscripts	-	-	-	-	0.00%	-
135-60070-030-000	Dues & Memberships	6,000	6,500	-	6,362	97.87%	138
135-60075-030-000	Meetings	-	-	-	-	0.00%	-
135-60079-030-000	Public Education	2,000	4,000	-	3,867	96.67%	133
135-60080-030-000	Schools & Training	5,250	5,250	-	881	16.78%	4,369
135-60100-030-000	Travel & per diem	1,587	1,587	-	509	32.10%	1,078
135-60110-030-000	Physicals/Testing	-	-	-	-	0.00%	-
135-60115-030-000	Elections	5,000	12,500	-	3,765	30.12%	8,735
135-60125-030-000	Advertising	2,500	2,500	9,737	9,737	389.47%	(7,237)
135-60235-030-000	Security	-	-	-	-	0.00%	-
135-60245-030-000	Miscellaneous Expenses	-	-	-	112	0.00%	(112)
135-60246-030-000	General Manager Contingency	-	-	-	-	0.00%	-
135-60285-030-000	Lawn Equipment & Maintenance	5,000	5,000	-	3,757	75.15%	1,243
135-60360-030-000	Furniture/Equipment < \$5000	10,000	10,000	-	3,284	32.84%	6,716
135-65010-030-000	Uniforms	530	530	-	-	0.00%	530
135-65055-030-000	Hardware IT	21,400	21,400	1,390	1,558	7.28%	19,842
135-65085-030-000	Office Supplies	6,000	6,000	419	3,944	65.74%	2,056
135-65090-030-000	Printer Supplies & Maintenance	-	-	-	-	0.00%	-
135-65095-030-000	Maintenance Supplies	4,000	4,000	588	5,514	137.86%	(1,514)
135-65105-030-000	Printing	-	-	-	-	0.00%	-
135-69005-030-000	Capital Outlays	190,000	190,000	17,243	120,358	63.35%	69,642
135-69170-030-000	Copier Lease Installments	4,000	4,000	285	2,988	74.69%	1,012
	Subtotal Administration	1,567,488	1,567,488	129,551	1,270,227	81.04%	297,261

Non Departmental							
135-55045-039-000	Legal	135,000	100,000	2,520	50,705	50.70%	49,295
135-55055-039-000	Auditing	33,800	33,800	-	25,375	75.08%	8,425
135-55060-039-000	Appraisal	12,055	12,055	-	12,311	102.12%	(256)
135-55065-039-000	Tax Admin Fees	4,850	4,850	-	3,874	79.88%	976
	Subtotal Non Departmental	185,705	150,705	2,520	92,265	61.22%	58,440

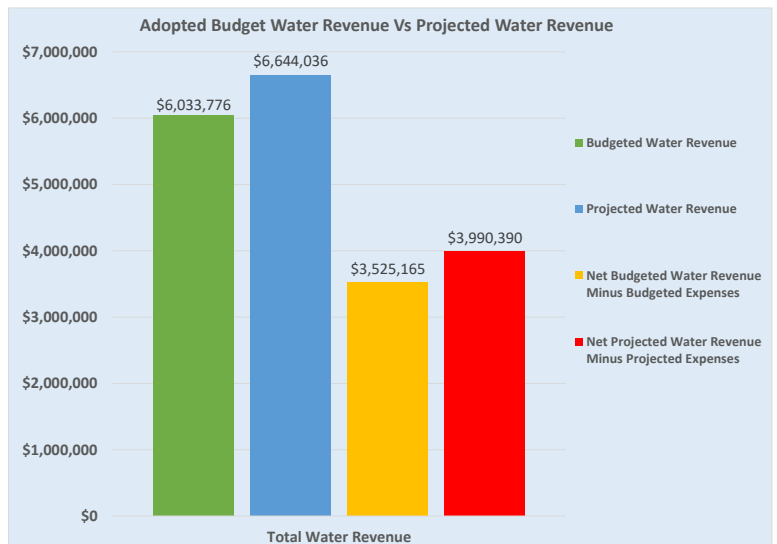
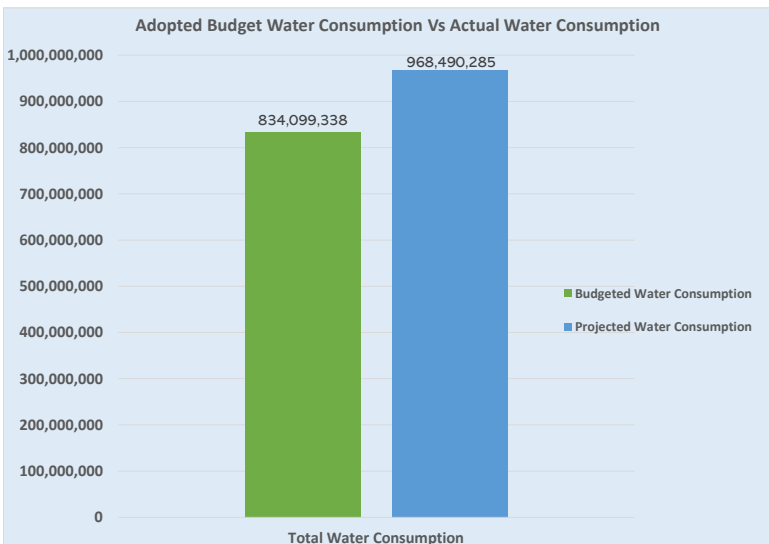
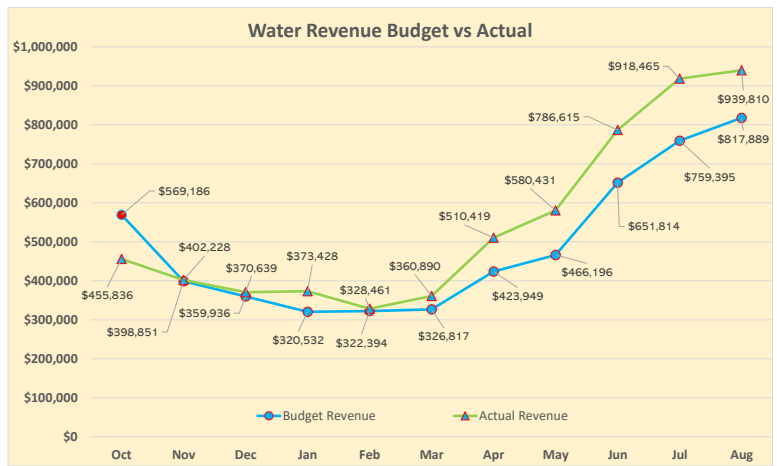
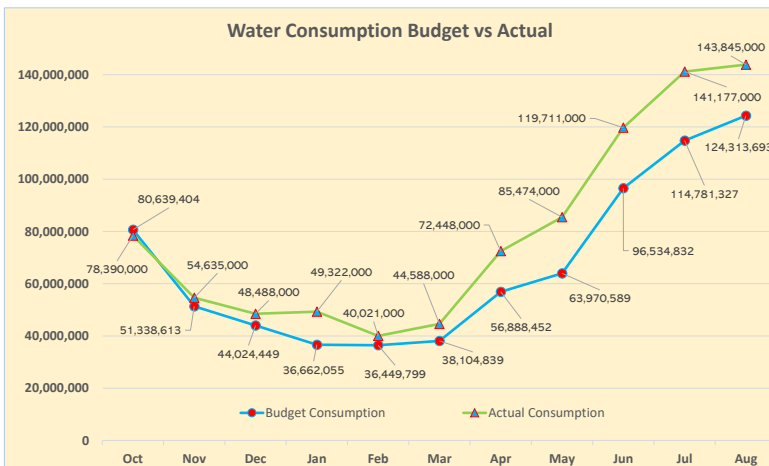
Total General Fund Revenues	10,370,758	10,909,758	1,321,116	10,031,324	91.95%	878,434
Total General Fund Expenses	10,370,758	10,829,758	1,076,242	8,657,304	79.94%	2,172,454
Net Budget Surplus (Deficit)	-	80,000	244,875	1,374,020	12.01%	1,294,020

FY 2022 Combined Financials

YTD as of 8/31/2022



Water Budget vs Actual



**TROPHY CLUB MUD NO. 1 - FIRE DEPARTMENT
BALANCE SHEET
AUGUST 2022**



122

ASSETS	FIRE DEPT.
CASH IN BANK	-
INVESTMENTS	748,840
PREPAID EXPENSES	1,663
ADVALOREM PROPERTY TAXES RECEIVABLE	16,698
EMERGENCY SERVICES ASSESSMENTS RECEIVABLE	-
UTILITY AND OTHER ACCOUNTS RECEIVABLE	-
TOTAL ASSETS	<u>767,202</u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
DEFERRED REVENUE - PROPERTY TAXES/ASSESSMENTS	10,822
ACCOUNTS AND OTHER PAYABLES	-
TOTAL LIABILITIES	<u>10,822</u>
FUND BALANCE	
DESIGNATED FOR FUTURE ASSET REPLACEMENT	-
NON-SPENDABLE FUND BALANCE	-
UNASSIGNED FUND BALANCE	720,907
RESERVE FOR ENCUMBRANCES	-
NET REVENUES / EXPENDITURES	35,473
TOTAL FUND BALANCE	<u>756,380</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>767,202</u>



**TROPHY CLUB MUD NO. 1 - O&M (GENERAL FUND)
BALANCE SHEET
AUGUST 2022**

	135	137	
	GENERAL FUND	GASB	TOTAL
ASSETS			
CASH ON HAND	600	-	600
CASH IN BANK-CHECKING	5,785,149	-	5,785,149
CASH IN BANK-SAVINGS-CASH RESERVE	1,482,870	-	1,482,870
INVESTMENTS-TEXPOOL	2,769,641	2,985,575	5,755,216
PREPAID EXPENSES	13,341	-	13,341
ADVALOREM PROPERTY TAXES RECEIVABLE	1,699	-	1,699
UTILITY AND OTHER ACCOUNTS RECEIVABLE	1,551,277	-	1,551,277
TOTAL ASSETS	11,604,578	2,985,575	14,590,153
LIABILITIES AND FUND BALANCE			
LIABILITIES			
DEFERRED REVENUE - AD VALOREM PROPERTY TAXES	247	-	247
ACCOUNTS AND OTHER PAYABLES	748,848	-	748,848
CUSTOMER DEPOSITS	326,470	-	326,470
TOTAL LIABILITIES	1,075,565	-	1,075,565
FUND BALANCE			
NON-SPENDABLE FUND BALANCE	3,880	-	3,880
ASSIGNED FUND BALANCE	3,370,500	-	3,370,500
ASSIGNED FUND BALANCE/TOWN ELEVATED STORAGE TANK	-	360,000	360,000
ASSIGNED FUND BALANCE/WATER REPLACEMENT	-	1,113,885	1,113,885
ASSIGNED FUND BALANCE/SEWER REPLACEMENT	-	1,211,690	1,211,690
ASSIGNED FUND BALANCE/FIRE DEPARTMENT	-	-	-
ASSIGNED FUND BALANCE/WWTP MBR REPLACEMENT	-	300,000	300,000
UNASSIGNED FUND BALANCE	5,780,613	-	5,780,613
COMMITTED FUND BALANCE	-	-	-
NET REVENUES / EXPENDITURES	1,374,020	-	1,374,020
TOTAL FUND BALANCE	10,529,013	2,985,575	13,514,588
TOTAL LIABILITIES AND FUND BALANCE	11,604,578	2,985,575	14,590,153

**TROPHY CLUB MUD NO. 1 - REVENUE BOND CONSTRUCTION
NSII FORT WORTH- SWIFT FUNDING
BALANCE SHEET
AUGUST 2022**



519

ASSETS	REVENUE BOND CONSTRUCTION
CASH IN BANK	-
CASH IN ESCROW	786,153
INVESTMENTS	-
ACCOUNTS RECEIVABLE	-
TOTAL ASSETS	<u><u>786,153</u></u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
ACCOUNTS AND OTHER PAYABLES	81,691
TOTAL LIABILITIES	<u><u>81,691</u></u>
FUND BALANCE	
ASSIGNED FUND BALANCE	703,345
NET REVENUES / EXPENDITURES	1,117
TOTAL FUND BALANCE	<u><u>704,462</u></u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>786,153</u></u>

**TROPHY CLUB MUD NO. 1 - 16" WATERLINE REV BOND
BALANCE SHEET
AUGUST 2022**



FUND 520

**16" 2019
REVENUE BOND**

ASSETS	
CASH IN BANK	1,550,139
INVESTMENTS	-
ACCOUNTS RECEIVABLE	-
TOTAL ASSETS	<u>1,550,139</u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
ACCOUNTS AND OTHER PAYABLES	158,280
TOTAL LIABILITIES	<u>158,280</u>
FUND BALANCE	
ASSIGNED FUND BALANCE	4,032,009
NET REVENUES / EXPENDITURES	(2,640,150)
TOTAL FUND BALANCE	<u>1,391,859</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>1,550,139</u>

**TROPHY CLUB MUD NO. 1 - REVENUE BOND RESERVE
BALANCE SHEET
AUGUST 2022**



528

**REVENUE BOND
RESERVE**

ASSETS	
CASH IN BANK	-
INVESTMENTS	898,822
ACCOUNTS RECEIVABLE	-
TOTAL ASSETS	898,822
LIABILITIES AND FUND BALANCE	
LIABILITIES	
ACCOUNTS AND OTHER PAYABLES	-
TOTAL LIABILITIES	-
FUND BALANCE	
ASSIGNED FUND BALANCE	894,311
NET REVENUES / EXPENDITURES	4,511
TOTAL FUND BALANCE	898,822
TOTAL LIABILITIES AND FUND BALANCE	898,822

**TROPHY CLUB MUD NO. 1 - I&S (DEBT SERVICE)
BALANCE SHEET
AUGUST 2022**



533

ASSETS	INTEREST & SINKING DEBT
CASH IN BANK	-
INVESTMENTS	50,786
PREPAID EXPENSES	-
ADVALOREM PROPERTY TAXES RECEIVABLE	9,378
ACCOUNTS RECEIVABLE-OTHER	-
TOTAL ASSETS	60,164
LIABILITIES AND FUND BALANCE	
LIABILITIES	57,355
DEFERRED REVENUE - AD VALOREM PROPERTY TAXES	(161)
ACCOUNTS AND OTHER PAYABLES	-
TOTAL LIABILITIES	57,194
FUND BALANCE	
ASSIGNED FUND BALANCE	(16,307)
NET REVENUES / EXPENDITURES	19,277
TOTAL FUND BALANCE	2,970
TOTAL LIABILITIES AND FUND BALANCE	60,164

**TROPHY CLUB MUD NO. 1 - REVENUE BOND I&S (WWTP)
BALANCE SHEET
AUGUST 2022**



534

ASSETS	REVENUE BOND I&S WWTP
CASH IN BANK	-
INVESTMENTS	27,903
ACCOUNTS RECEIVABLE	-
TOTAL ASSETS	<u><u>27,903</u></u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
ACCOUNTS AND OTHER PAYABLES	-
TOTAL LIABILITIES	<u><u>-</u></u>
FUND BALANCE	
ASSIGNED FUND BALANCE	26,061
NET REVENUES / EXPENDITURES	1,842
TOTAL FUND BALANCE	<u><u>27,903</u></u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>27,903</u></u>

**TROPHY CLUB MUD NO. 1 - SWIFT REVENUE BOND I&S
BALANCE SHEET
AUGUST 2022**



535

**NSII FTW SWIFT
REVENUE BOND
I&S**

ASSETS	
CASH IN BANK	-
INVESTMENTS	6,542
ACCOUNTS RECEIVABLE	-
TOTAL ASSETS	<u><u>6,542</u></u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
ACCOUNTS AND OTHER PAYABLES	-
TOTAL LIABILITIES	<u><u>-</u></u>
FUND BALANCE	
ASSIGNED FUND BALANCE	5,656
NET REVENUES / EXPENDITURES	886
TOTAL FUND BALANCE	<u><u>6,542</u></u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>6,542</u></u>

**TROPHY CLUB MUD NO. 1 - REVENUE BOND I&S
WATER & WASTEWATER SYSTEM 2019
BALANCE SHEET
AUGUST 2022**



536

	REVENUE BOND SERIES 2019 I&S
ASSETS	
CASH IN BANK	-
INVESTMENTS	1,426
ACCOUNTS RECEIVABLE	-
TOTAL ASSETS	1,426
LIABILITIES AND FUND BALANCE	
LIABILITIES	
ACCOUNTS AND OTHER PAYABLES	-
TOTAL LIABILITIES	-
FUND BALANCE	
ASSIGNED FUND BALANCE	565
NET REVENUES / EXPENDITURES	861
TOTAL FUND BALANCE	1,426
TOTAL LIABILITIES AND FUND BALANCE	1,426

REGULAR MEETING MINUTES
TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
BOARD OF DIRECTORS
August 17, 2022 at 6:30 p.m.

Trophy Club Municipal Utility District No. 1 Board of Directors, of Denton and Tarrant Counties, met in a regular session on August 17, 2022, at 6:30 p.m., in the Boardroom of the Administration Building, 100 Municipal Drive, Trophy Club, Texas 76262. The meeting was held within the boundaries of the District and was open to the public.

STATE OF TEXAS §
COUNTIES OF DENTON AND TARRANT §

BOARD MEMBERS PRESENT:

Kevin R. Carr	President
Ben Brewster	Vice President
Doug Harper	Secretary/Treasurer
William C. Rose	Director

BOARD MEMBERS ABSENT:

Tracey Hunter	Director
---------------	----------

STAFF PRESENT:

Alan Fourmentin	General Manager
Laurie Slaght	District Secretary
Mike McMahan	Operations Manager
Steven Krolczyk	Finance Manager
Tony Corbett	Legal Counsel
Bert Cooper	Water Supervisor
Frank Isola	Wastewater Supervisor
Jason Wise	Fire Chief

GUESTS PRESENT:

Chris Ekrut	NewGen Strategies and Solution
Bob Shiring	Tradition Energy
Ryan Martin	Core Logic (easement)

CALL TO ORDER AND ANNOUNCE A QUORUM

President Carr announced the date of August 17, 2022, called the meeting to order and announced a quorum present at 6:30 p.m.

CITIZEN COMMENTS – There were no citizens wishing to speak.

REPORTS & UPDATES

1. Staff Reports
 - a. Capital Improvement Projects
 - b. Water Operations Report
 - c. Wastewater System Reports
 - d. Finance Reports
 - e. Outstanding Public Drinking Water System Award

General Manager Fourmentin provided the board with the monthly updates and reports and answered questions related thereto. Fourmentin announced that the District was presented the “Outstanding Public Drinking Water System Award” during the Texas Commission on Environmental Quality (TCEQ) Public Drinking Water Conference in Austin. Fourmentin stated that commendation is appropriate to all individuals who have served this District and this community as this award is a testament to the years of planning and funding efforts of current and prior Board of Directors members, and operational efforts of current and prior staff. He further acknowledged the efforts of Mike McMahon, Operations Manager; Bert Cooper, Water Supervisor; Frank Isola, Wastewater Supervisor; as well as the efforts of the entire operations team.

Director Rose acknowledged staff and stated it is not common for a MUD to receive the outstanding public drinking water system award and that there were only 53 Outstanding Public Drinking Water Awards given.

CONSENT AGENDA

2. Consider and act to approve the Consent Agenda.
 - a. July 2022 Combined Financials
 - b. July 18, 2022 Regular Meeting Minutes

Motion made by Director Rose and seconded by Director Harper to approve the Consent agenda items 2a and 2b.

Motion carried unanimously

REGULAR SESSION

3. Consider and act to approve Contract No. 2022081701 with Rod L. Abbott, CPA PLLC for Annual Financial Auditing Services.

Motion made by Director Rose and seconded by Director Harper to approve Contract No. 2022081701 with Rod L. Abbott, CPA PLLC for annual Financial Auditing Services.

Motion carried unanimously

4. Discussion and possible action regarding release of existing utility easement(s) located at 1600 Solana Blvd.

Motion made by Director Rose and seconded by Director Brewster to approve the partial release of existing utility easement(s) located at 1600 Solana Blvd as stated in the packet documents.

Motion carried unanimously

5. Presentation from Tradition Energy regarding current electric rates and purchase options for Fiscal Year 2023.

Bob Shiring with Tradition Energy provided the Board with a Regional Market Outlook and fixed price comparisons for electricity and answered questions related thereto.

Motion made by Director Rose and seconded by Director Carr to authorize the General Manager to execute an electricity service provider contract for a term of 60 months at the lowest rate with 100% swing.

Motion carried unanimously

6. Consider and act regarding rate assumptions and projections for FY2023 Budget. (Staff/NewGen)

Chris Ekrut with NewGen Strategies & Solutions presented the rate assumptions and predictions for the FY 2023 Budget as well as future revenue requirements. The current water rates are insufficient as the cost of water will continue to increase as well as capital improvements. Wastewater costs are expected to remain stable.

The 5% increase in wholesale water from Fort Worth is being covered in the volumetric side of water rates. With the proposed water rate increase, expenses are covered. The rate assumptions are using rate reserve funds and are included in future planning.

Motion made by Director Rose and seconded by Director Brewster to accept rate assumptions as presented for use in the FY 2023 budget.

Motion carried unanimously

7. Consideration regarding Fiscal Year 2023 Budget Matters:
a. Receive update from Budget Committee. (Brewster/Harper)
b. Discussion regarding the Draft Fiscal Year 2023 Budget.

Finance Manager Steven Krolczyk presented the final draft budget to the board and answered questions related thereto.

Discussion Only

8. Consider and act regarding tax rates for 2022 tax year:
a. Approve proposed tax rate for 2022 tax year: and
b. Schedule date and authorize publication of notice for hearing regarding adoption of final tax rates for 2022 tax year.

Finance Manager Steven Krolczyk provided an updated proposed tax rate for the 2022 tax year.

Motion made by Director Rose and seconded by Director Brewster to approve the proposed tax rate of \$.09134 per \$100 dollars of assessed valuation for publication for the 2022 tax year and authorize staff to proceed with publication of public hearing to be conducted on September 21, 2022.

Motion carried unanimously

9. Discussion and possible action regarding community education initiatives. (Brewster)

Director Brewster would like to bring the community up to speed on conservation issues and provide information about the district. Discussion ensued.

Motion made by Director Rose and seconded by Director Carr to create an education committee to include Director Brewster and Director Harper to work with the General Manager and staff to work on a community education program.

Motion carried unanimously

10. Receive update from Strategic Committee. (Carr/Brewster)

The committee members expect to be provided a meeting agenda and presentation from the Town that includes a plan.

The convened into Executive Session at 8:52 p.m.

EXECUTIVE SESSION

11. Deliberations pursuant to Section 551.074(a)(1) of the Texas Open Meetings Act regarding the duties of the General Manager, including providing copies of all communications to one or more members of the Board of Directors.

The Board reconvened into Regular Session at 9:34 p.m.

REGULAR SESSION

12. Consider and act regarding items discussed in Executive Session.

No action taken.

13. Items for future agendas: Community Education
Future – Golf Course Effluent contract will be evaluated in March 2023
General Manager annual evaluation

14. Set future Meeting dates – September 21, 2022
October 19, 2022
November 16, 2022
December 14, 2022

ADJOURN

President Carr called the meeting adjourned at 9:37 p.m.

Kevin Carr, President

Doug Harper, Secretary/Treasurer

Laurie Slaght, District Secretary

(SEAL)



APPOINTMENT FORM
Wholesale Water and Wastewater Customer Advisory Committee

DATE: September 21, 2022

WHOLESALE CUSTOMER: Trophy Club Municipal Utility District No. 1

Check all that apply: Water Wastewater

The following individuals have been officially appointed by the **CUSTOMER'S GOVERNING BODY**, under the terms of the Wholesale Contract for Services as the **VOTING MEMBER** and **ALTERNATE** for the Water and/or Wastewater System Advisory Committee. The term is for the Fiscal Year beginning October 1, 2022 through September 30, 2023.

Voting Member:

Alternate Member

Mike McMahon

Alan Fourmentin

Name
Operations Manager

Name
General Manager

Title
682-831-4600

Title
682-831-4600

Office Phone
682-831-4600

Office Phone
682-831-4610

Cell Phone
mmcmahon@tcmud.org

Cell Phone
afourmentin@tcmud.org

Email Address

Email Address

Mailing Address:

Mailing Address:

Trophy Club Municipal Utility District N

Trophy Club Municipal Utility District Nc

100 Muncipal Drive

100 Muncipal Drive

Trophy Club, Texas 76262

Trophy Club, Texas 76262

Signature of Mayor/Board President

Official Seal

Please complete and return as soon as possible, but no later than October 31, 2022 to:

WaterWholesale@fortworthtexas.gov

or

City of Fort Worth
 Water Utility Billing Section/Wholesale
 P. O. Box 870
 Fort Worth, Texas 76101

CERTIFICATE OF RESOLUTION 2022-0921A

THE STATE OF TEXAS §
COUNTIES OF DENTON AND TARRANT §

I, the undersigned member of the Board of Directors of Trophy Club Municipal Utility District No. 1 of Denton and Tarrant Counties, Texas (the "District"), hereby certify as follows:

1. That I am the duly qualified Secretary of the Board of Directors of the District, and that, as such, I have custody of the minutes and records of the District.

2. That the Board of Directors of the District convened in Open Session at a Regular Meeting on September 21, 2022, at the regular meeting place thereof, and the roll was called of the duly constituted officers and members of the Board of Directors, to wit:

- | | |
|-----------------|---------------------|
| Kevin R. Carr | President |
| Ben Brewster | Vice President |
| Doug Harper | Secretary/Treasurer |
| William C. Rose | Director |
| Tracey Hunter | Director |

All members of the Board were present except _____, thus constituting a quorum. Whereupon, among other business, the following was transacted at such meeting:

A RESOLUTION APPROVING THE 2023 FISCAL YEAR BUDGET OF TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1

and duly introduced for the consideration of the Board of Directors of the District. It was then duly moved and seconded that such Resolution be adopted and, after due discussion, such motion, carrying with it the adoption of such Resolution, prevailed, and carried by the following vote:

AYES: ___ NAYS: ___ ABSTENSIONS: ___

3. That a true, full and correct copy of such Resolution adopted at such meeting is attached to and follows this certificate; that such resolution has been duly recorded in the minutes of the Board of Directors for such meeting; that the persons named in the above and foregoing Paragraph 2 were the duly chosen, qualified and acting officers and members of the Board of Directors as indicated therein, that each was duly and sufficiently notified officially and personally, in advance, of the time, place and purpose of such meeting, and

that such Resolution would be introduced and considered for adoption at such meeting, and that each consented, in advance, to the holding of such meeting for such purpose; that the canvassing of the officers and members of the Board of Directors present at and absent from such meeting and of the votes of each on such motion, as set forth in the above and foregoing Paragraph 2, is true and correct; and that sufficient and timely notice of the hour, date, place and subject of such meeting was given and posted as required by Chapter 551, Texas Government Code, as amended.

SIGNED AND SEALED the 21st day of September 2022.

Doug Harper, Secretary/Treasurer
Board of Directors

(SEAL)

Laurie Slaght, District Secretary

RESOLUTION NO. 2022-0921A

**A RESOLUTION APPROVING THE 2023 FISCAL YEAR BUDGET OF
TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1**

WHEREAS, Trophy Club Municipal Utility District No. 1 (the “District”) is a conservation and reclamation district of the State of Texas created under Article XVI, Sec. 59 of the Texas Constitution, and the District operates under Chapters 49 and 54 of the Texas Water Code, as amended;

WHEREAS, Section 49.057(b) of the Texas Water Code requires the board of directors of a water district to adopt an annual budget;

WHEREAS, Title 30, Section 293.97(b), Texas Administrative Code, provides that an operating budget shall be passed and approved by a resolution of the governing board of a water district and shall be made a part of the governing board minutes; and

WHEREAS, the Board of Directors of the District desires to adopt a budget for the 2022 fiscal year in an open, public meeting, proper notice of which has been given as required by law.

**NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS
OF TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1:**

Section 1. That the facts and recitations found in the preamble of this Resolution are hereby found and declared to be true and correct and are incorporated by reference herein and expressly made a part hereof, as if copied verbatim.

Section 2. That the annual budget of revenues and expenditures necessary for conducting the operations and affairs of the District for Fiscal Year 2023, attached hereto, and incorporated herein as **Exhibit A**, is hereby approved and adopted. Said budget document shall be on file for public inspection in the office of the District.

Section 3. That the District’s expenditures during the fiscal year shall be made in accordance with the approved budget and any amendments thereto approved by the Board of Directors.

Section 4. A copy of this Resolution and the budget approved hereby shall be attached to the minutes of the Board’s September 21, 2022, meeting.

Section 5. That this Resolution shall become effective immediately upon its passage.

RESOLVED, PASSED AND APPROVED by the Board of Directors of Trophy Club Municipal Utility District No. 1, this the 21st day of September 2022.

Kevin R. Carr, President
Board of Directors

(SEAL)

Doug Harper, Secretary/Treasurer
Board of Directors

Laurie Slaght, District Secretary

EXHIBIT “A”

(Approved FY 2023 Budget)

FY 2023 Adopted Annual Budget



Trophy Club Municipal Utility District No. 1

100 Municipal Drive

Trophy Club, Texas 76262

(682) 831-4600

FY 2023 ADOPTED BUDGET

Trophy Club MUD No. 1

TAX RATE SUMMARY COMPARISON			
Fiscal Years	2022	2023	% of Increase/Decrease
M&O (General Fund) Tax	0.00687	0.00393	-42.77%
M&O Fire Tax	0.06412	0.05625	-12.27%
M&O Tax Rate	0.07099	0.06019	-15.22%
<i>Increase/Decrease:</i>	<i>-0.00086</i>	<i>-0.01081</i>	
I & S (Debt Service) Tax	0.03489	0.03115	-10.71%
<i>Increase/Decrease:</i>	<i>-0.00100</i>	<i>-0.00374</i>	
Total Tax Rate:	0.10588	0.09134	-13.74%
<i>Increase/Decrease:</i>	<i>-0.00186</i>	<i>-0.01454</i>	

PROPERTY VALUE SUMMARY COMPARISON			
Fiscal Years	2022	2023	% of Increase/Decrease
MUD Tarrant Co.	510,691,116	590,349,578	15.60%
MUD Denton Co.	1,468,987,935	1,645,315,777	12.00%
PID	824,066,245	919,078,121	11.53%
Out of District & PID	266,888	704,864	164.10%
Total Value:	2,804,012,184	3,155,448,340	12.53%

FY 2023 BUDGET FUND SUMMARY			
General Fund		Fire Fund	
Revenue	10,763,469	Revenue	22,000
Tax Collections	87,956	Tax Collections	1,257,579
PID Surcharges	145,029	PID Assessment	517,385
Reserve Funds	736,900	Reserve Funds	0
Total Revenue	11,733,354	Total Revenue	1,796,964
Water Expense	6,577,931	Fire Expense	1,796,964
Wastewater Expense	3,491,931		
Board of Directors Expense	11,765		
Administration Expense	1,534,986		
Non-Departmental Expense	116,740		
Total Expense	11,733,354	Total Expense	1,796,964
Net Budget Surplus/Deficit	\$0	Net Budget Surplus/Deficit	\$0

Tax Debt Service Fund	
Revenue	197,266
Tax Collections	696,446
PID Surcharge	116,245
Total Revenue	1,009,958
Debt Service Expense	1,009,958
Total Expense	1,009,958
Net Budget Surplus/Deficit	\$0

Revenue Debt Service Fund	
Revenue	1,259,714
Total Revenue	1,259,714
Debt Service Expense	1,259,714
Total Expense	1,259,714
Net Budget Surplus/Deficit	\$0

FY 2023 Budget Calendar	
4/1/2022 - 4/29/2022	Create and update new FY base budget in Excel Create Budget Calendar
5/2/2022 - 5/27/2022	Departmental budget meeting for base budget needs and wants, review calendar and set expectations
5/31/2022 - 6/4/2022	First round of Departmental Proposals should be submitted for review with supporting documents Detail explanation on account increases and capital request
6/8/2022	Budget meeting with Town/Fire staff to review and update the Fire Budget, Budget Committee meeting to review draft Present a projected General Fund and Fire Fund budget summary at the June Board meeting
6/8/2022 - 6/11/2022	Update excel budget worksheets YTD thru May, Revenue and Tax Bond Debt, TexPool Transfers (I&S) employee cost projections, preliminary tax valuations, and consumption forecasting and demands
6/14/2022	Meeting with General Manager, Operations Manager, and Finance Manager to discuss 5 year CIP projection Impact to rates and Cash Reserves, and overall projected budget review
6/17/2022 - 6/24/2022	Meet with department supervisors to address budget demands and required reductions All departmental budget proposal submissions and documents are due to Finance Department
6/25/2022 - 6/28/2022	Review and approve resubmittal department proposals, reach out to Fire Department/Town for proposed Fire Budget, update the excel budget with preliminary tax evaluations, and calculate preliminary District tax rate
6/29/2021	Meet with General Manager and department managers to present "proposed" budget. Review 5 year capital plan, preliminary tax valuations, and rate model parameters.
6/30/2022	Budget Committee Meeting to review initial draft budget and discuss potential rate impacts
7/1/2022	Provide consumption numbers and draft budget numbers for rate calculations to NewGen for rate assessment calculations
7/26/2022	Certified Tax Roll numbers released, update Tax Assessment worksheet, and update budget projections Calculate HS tax averages and Comptroller Developed Water District Voter-Approval Tax Rate Worksheet
7/27/2022	Final projected budget numbers to NewGen for rate assessment and updated Rate Model
8/3/2022	Budget Committee Meeting to review proposed rate scenarios and proposed budget Final updates before presented proposed budget at the August Board meeting
8/5/2022	Notify Town of Trophy Club of proposed Fire Assessment Rate
8/17/2022	Regular Board Meeting- Review proposed budget and recommended rate scenarios (NewGen PowerPoint)
8/22/2022 - 9/2/2022	Update District's website and Denton/Tarrant County TNT websites with Proposed Tax Rate and Public Hearing Notice Notice of Public Hearing for Proposed Tax Rate published in Star Telegram (minimum 7 days prior)
9/21/2022	Public Hearing/Board meeting for adoption of District Property Tax Rate Resolutions and FY 23 Budget Resolution
9/30/2022	Update Denton County and Tarrant County TNT websites with Adopted Tax Rates Update District's website with Adopted Tax Rates, Adopted Rate Order, and updated Notice to Purchaser

*Some of the following dates are estimated and maybe subject to change as needed

TAX RATE ASSESSMENT PID ASSESSMENT & SURCHARGE CALCULATIONS

FIRE TAX/ASSESSMENT RATE	NET TAX VALUE:	Certified
TARRANT COUNTY:	\$590,349,578	7/21/2022
DENTON COUNTY:	\$1,645,315,777	7/25/2022
DENTON CO. PID:	\$919,078,121	7/25/2022
OUT OF DISTRICT & PID	\$704,864	
REQUIRED REVENUE FIRE	TAX/ASSESS RATE = REQUIRED REVENUE/TOTAL VALS/100 Vals/100 = 31,554,483 FY 2023 Tax/Assess Rate = 0.05625	
\$1,774,964	Revenue from MUD Tax = \$ 1,257,579 Revenue from PID Assess = \$ 517,385 Total: \$ 1,774,964	

M&O TAX/SURCHARGE RATE	NET TAX VALUE:	Certified
TARRANT COUNTY:	\$590,349,578	7/21/2022
DENTON COUNTY:	\$1,645,315,777	7/25/2022
DENTON CO. PID:	\$919,078,121	7/25/2022
REQUIRED REVENUE M&O	TAX/SURCHARGE RATE = REQUIRED REVENUE/TOTAL VALS/100 Vals/100 = 31,547,435 FY 2023 MUD M&O Tax Rate = 0.00393 FY 2023 PID Tax/Surcharge Rate = 0.00313	
116,740 98,800	Revenue from MUD Tax = \$ 87,956 Revenue from PID Surcharge = \$ 28,784 Total: \$ 116,740	
<small>*MUD (All of Dept. 39 Budget) **PID (Legal and Auditor only Dept 39 Budget)</small>		

I&S TAX/SURCHARGE RATE	NET TAX VALUE:	Certified
NEW DEBT: CALCULATE AMOUNT DUE FROM PID		
TARRANT COUNTY:	\$590,349,578	7/21/2022
DENTON COUNTY:	\$1,645,315,777	7/25/2022
DENTON CO. PID:	\$919,078,121	7/25/2022
REQUIRED REVENUE TAX DEBT 2014 AND AFTER (I&S)	TAX/SURCHARGE RATE = REQUIRED REVENUE/TOTAL VALS/100 Vals/100 = 31,547,435 FY 2023 PID Surcharge Rate = 0.01265***	
\$399,013	Revenue from MUD Tax = \$ 282,767 Revenue from PID Surcharge = \$ 116,245 Total: \$ 399,013	
<small>***NOT FINAL TAX RATE: ONLY USED TO CALCULATE PID SHARE</small>		

MUD DEBT: CALCULATE MUD TAX	NET TAX VALUE:	Certified
TARRANT COUNTY:	\$590,349,578	7/21/2022
DENTON COUNTY:	\$1,645,315,777	7/25/2022
REQUIRED REVENUE I&S MUD DEBT	TAX/SURCHARGE RATE = REQUIRED REVENUE/TOTAL VALS/100 Vals/100 = 22,356,654 FY 2023 Tax Rate = 0.03115	
\$696,446	Revenue from MUD Tax = \$ 696,446 Revenue from PID = N/A \$ - Total: \$ 696,446	

Tax Rate Requirements 3.5%	
Overall Tax Rate FY 2023	0.09134
Voter Approval Rate	0.09658
Contributions Required	\$0

TAX COMPARISON		
	2022	2023
M&O (General Fund) Tax	0.00687	0.00393
M&O Fire Tax	0.06412	0.05625
M&O Tax Rate	0.07099	0.06019
Increase/Decrease Rate:	-0.00086	-0.01081
I & S (Debt Service) Tax	0.03489	0.03115
Increase/Decrease Rate:	-0.00100	-0.00374
Total Tax Rate:	0.10588	0.09134
Increase/Decrease Rate:	-0.00186	-0.01454

FIRE DEPARTMENT FUND

Description	FY 2021 Actual	FY 2022 Adopted	FY 2022 Amended	FY 2022 Projected	FY 2023 Adopted	Budget vs Amended	Budget % Change
Revenues-Town							
Assessment - Emerg Svcs	507,446	528,546	528,546	528,546	517,385	(11,161)	-2.11%
Emer Svcs Assessment/Delinquent	-	-	-	-	-	-	0.00%
Property Taxes/Assessments P&I	-	-	-	-	-	-	0.00%
Fire Permits/Sprinkler & Plan Review	4,226	5,000	5,000	5,000	5,000	-	0.00%
Fire Inspections	-	-	-	-	-	-	0.00%
Denton/Tarrant County Pledge-Fire	17,072	17,000	17,000	17,000	17,000	-	0.00%
Grant Revenue	-	-	-	-	-	-	0.00%
Revenues-MUD							
Property Taxes/MUD Fire	1,205,268	1,269,330	1,269,330	1,269,330	1,257,579	(11,751)	-0.93%
Property Taxes/Fire-Delinquent	32,221	-	-	-	-	-	0.00%
Property Taxes/Fire P&I	5,283	-	-	-	-	-	0.00%
Capital Leases-Other Financial Sources	-	-	-	-	-	-	0.00%
Proceeds from Sale of Assets	-	-	-	-	-	-	0.00%
Prior Year Reserves	57,369	57,700	57,700	57,700	-	(57,700)	-100.00%
GASB Reserves	-	-	-	-	-	-	0.00%
Miscellaneous Income	-	-	-	-	-	-	0.00%
Total Revenue	1,828,885	1,877,576	1,877,576	1,877,576	1,796,964	(80,612)	-4.29%

Expenses-Town							
Salaries- Regular	697,488	709,025	728,028	681,186	716,522	(11,506)	-1.58%
Salaries- Part Time	49,275	50,078	50,078	24,493	50,000	(78)	-0.16%
Salaries- Merits	-	13,550	13,550	-	35,337	21,787	160.79%
Salaries- Overtime	115,592	84,405	84,405	134,845	83,580	(825)	-0.98%
Salaries- Longevity	7,343	7,254	7,254	7,574	7,607	353	4.87%
Salaries- Stipend	-	-	-	-	-	-	0.00%
Certification Pay	10,176	11,438	11,438	8,244	10,838	(600)	-5.25%
Salaries- Cell Phone Stipend	1,875	1,800	1,800	1,050	900	(900)	-50.00%
Retirement	113,794	110,223	110,223	110,737	111,785	1,562	1.42%
Medical Insurance	76,715	74,102	74,102	65,561	91,140	17,038	22.99%
Dental Insurance	5,559	5,582	5,581	4,073	6,544	963	17.25%
Vision Insurance	513	539	539	517	631	92	17.07%
Life Insurance & Other	4,633	5,635	5,635	3,221	5,565	(70)	-1.24%
Social Security Taxes	52,773	52,084	52,084	51,613	51,444	(640)	-1.23%
Medicare Taxes	12,338	12,182	12,182	12,105	12,031	(151)	-1.24%
Unemployment Taxes	4,993	2,442	2,394	234	2,520	126	5.26%
Workman's Compensation	17,868	17,816	17,816	13,608	19,047	1,231	6.91%
Physicals/Testing	4,078	5,960	5,960	5,960	-	(5,960)	-100.00%
Tuition Reimbursement	5,074	8,290	8,290	8,290	-	(8,290)	-100.00%
Professional Outside Services	1,567	1,750	1,750	51,854	1,750	-	0.00%
Software & Support	12,354	17,164	17,164	15,164	17,164	-	0.00%
Tax Administration	1,521	1,605	1,605	1,600	1,600	(5)	-0.31%
Advertising	-	1,500	1,500	-	1,000	(500)	-33.33%
Printing	280	500	500	300	300	(200)	-40.00%
Schools & Training	9,478	19,900	19,900	9,900	19,900	-	0.00%
Electricity	5,530	8,400	8,400	7,000	8,400	-	0.00%
Water	3,734	4,000	4,000	4,000	4,000	-	0.00%
Telephone	-	-	-	-	-	-	0.00%
Communications/Mobiles	14,692	16,691	16,691	17,095	16,691	-	0.00%
Building Maintenance	25,176	22,200	43,261	45,000	22,200	(21,061)	-48.68%
Vehicle Maintenance	17,136	40,800	40,800	28,800	40,800	-	0.00%
Equipment Maintenance	10,241	18,715	18,715	10,715	18,715	-	0.00%

FIRE DEPARTMENT FUND

Description	FY 2021 Actual	FY 2022 Adopted	FY 2022 Amended	FY 2022 Projected	FY 2023 Adopted	Budget vs Amended	Budget % Change
Emergency Management	1,000	1,000	1,000	1,000	1,000	-	0.00%
Dispatch- Denton County	3,946	4,020	4,020	4,020	5,061	1,041	25.90%
Dues & Memberships	20,417	20,337	20,337	20,153	20,337	-	0.00%
Flags & Repair	215	-	-	-	-	-	0.00%
Travel & per diem	8,236	14,510	14,510	14,994	14,510	-	0.00%
Office Supplies	327	500	500	500	500	-	0.00%
Printer Supplies	1,007	1,400	1,400	1,600	1,600	200	14.29%
Postage	73	100	100	100	100	-	0.00%
Publications/Books/Subscripts	297	350	350	350	350	-	0.00%
Fuel	8,997	12,215	12,215	12,215	12,225	10	0.08%
Uniforms	7,850	9,645	9,645	9,645	9,645	-	0.00%
Safety Equipment/Protective Clothing	8,970	27,700	27,700	15,000	40,000	12,300	44.40%
Dispsable Supplies	-	-	-	109	-	-	0.00%
Small Equipment	161	4,950	4,950	4,950	4,950	-	0.00%
Hardware	1,106	4,458	4,458	2,431	4,458	-	0.00%
Maintenance & Supplies	375	1,500	1,500	1,500	1,500	-	0.00%
Miscellaneous Expense	3,562	4,000	4,000	4,000	4,000	-	0.00%
Capital Outlays	-	-	-	-	-	-	0.00%
Programs & Special Projects	9,649	16,931	16,931	11,818	16,931	-	0.00%
Expenses-MUD							
Maintenance & Repairs (GASB34)	-	-	-	-	-	-	0.00%
Rent And/or Usage	197,281	198,761	198,761	198,761	197,266	(1,495)	-0.75%
Insurance	19,789	21,000	21,000	21,000	23,100	2,100	10.00%
Capital Outlays	-	-	-	-	-	-	0.00%
Short Term Debt -Interest	6,127	3,101	3,101	3,101	-	(3,101)	-100.00%
GASB34/Reserve for Replacement	81,420	81,420	81,420	81,420	81,420	-	0.00%
Capital Leases- Principal	121,022	124,047	124,047	124,047	-	(124,047)	-100.00%
Total Expense	1,783,622	1,877,576	1,917,591	1,857,454	1,796,964	(120,627)	-6.29%
Total Fire Revenues	\$ 1,828,885	\$ 1,877,576	\$ 1,877,576	\$ 1,877,576	\$ 1,796,964	(80,612)	-4.29%
Total Fire Expenses	\$ 1,783,622	\$ 1,877,576	\$ 1,917,591	\$ 1,857,454	\$ 1,796,964	(120,627)	-6.29%
Net Budget Surplus (Deficit)	\$ 45,262	\$ -	\$ (40,015)	\$ 20,122	\$ -	40,015	

Town/MUD Fire Contract Calculation	FY 2022	FY 2023
Fire Budget	1,877,576	1,796,964
Less: Rent/Debt Service	198,761	197,266
Less: TML Fire Insurance	21,000	23,100
Less: Capital Outlays	-	-
Less: Capital Leases Interest	3,101	-
Less: Capital Leases Principal	124,047	-
Less: GASB34/Reserve for Replacement	81,420	81,420
Less: ESD Assessment	528,546	517,385
Less: Fire Permits/Sprinkler	5,000	5,000
Less: Fire Inspections	-	-
Less: Denton County Fire Pledge	17,000	17,000
Less: Grant Proceeds	-	-
Annual transfer to Town from MUD/Fire Budget	\$ 898,700	\$ 955,793
Monthly payment to Town Oct -Sept	\$ 74,892	\$ 79,649

GENERAL FUND

Description	FY 2021 Actual	FY 2022 Adopted	FY 2022 Amended	FY 2022 Projected	FY 2023 Adopted	Budget vs Budget Net	Budget % Change
Revenues							
Property Taxes	134,965	136,092	136,092	138,290	87,956	(48,136)	-35.37%
Property Taxes/Delinquent	527	300	300	-	300	-	0.00%
Property Taxes/P & I	581	300	300	511	300	-	0.00%
PID Surcharges	162,305	165,537	165,537	165,537	145,029	(20,509)	-12.39%
Water	5,617,478	6,033,776	6,033,776	6,644,036	6,710,979	677,203	11.22%
Sewer	3,604,966	3,824,473	3,824,473	3,814,243	3,839,686	15,213	0.40%
Penalties	86,208	94,826	94,826	100,000	78,000	(16,826)	-17.74%
Service Charges (Disconnect Fees)	12,100	14,000	14,000	5,000	5,600	(8,400)	-60.00%
Plumbing Inspections	300	750	750	450	300	(450)	-60.00%
Sewer Inspections	100	2,500	2,500	100	100	(2,400)	-96.00%
TCCC Effluent Charges	72,210	50,000	50,000	110,000	60,000	10,000	20.00%
Utility Fees	18,386	-	-	-	-	-	0.00%
Capital Lease- Other Fin Sources	14,146	-	-	-	-	-	0.00%
Interest Income	23,975	15,000	15,000	60,000	20,000	5,000	33.33%
Cell Tower Revenue	4,407	14,146	14,146	14,146	14,146	-	0.00%
Building Rent Income	19,912	-	-	-	-	-	0.00%
Proceeds from Sale of Assets	-	10,000	25,000	25,000	25,000	15,000	150.00%
Prior Year Reserves	-	-	524,000	-	572,900	572,900	0.00%
GASB Reserves	-	-	-	-	164,000	164,000	0.00%
Loan Proceeds	-	-	-	-	-	-	0.00%
Oversize Meter Reimbursement	-	2,058	2,058	2,261	2,058	-	0.00%
Interfund Transfer In	-	-	-	-	-	-	0.00%
Intergov Transfer In	-	-	-	-	-	-	0.00%
Miscellaneous Income	-	7,000	7,000	7,834	7,000	-	0.00%
Records Management Revenue	-	-	-	-	-	-	0.00%
Recovery of Prior Year Expense	-	-	-	85,000	-	-	0.00%
Reimbursement	-	-	-	-	-	-	0.00%
Subtotal Revenues	9,772,566	10,370,758	10,909,758	11,172,408	11,733,354	1,362,596	13.14%

Water Expenses							
Salaries & Wages	353,851	402,468	372,468	342,000	407,139	4,671	1.16%
Overtime	22,293	17,000	22,000	35,000	17,000	-	0.00%
Longevity	5,435	5,829	5,829	5,713	5,983	154	2.64%
Certification	3,025	4,500	4,500	2,700	3,600	(900)	-20.00%
Retirement	35,652	46,074	46,074	46,074	51,201	5,127	11.13%
Medical Insurance	62,867	97,671	67,671	66,000	82,722	(14,949)	-15.31%
Dental Insurance	3,835	5,594	5,594	4,150	4,876	(718)	-12.83%
Vision Insurance	561	719	719	600	745	26	3.58%
Life Insurance & Other	3,787	4,620	4,620	3,700	2,400	(2,220)	-48.05%
Social Security Taxes	23,532	26,647	26,647	25,000	26,891	243	0.91%
Medicare Taxes	5,503	6,232	6,232	6,000	6,289	57	0.91%
Unemployment Taxes	1,671	1,512	1,512	143	1,260	(252)	-16.67%
Workman's Compensation	12,500	11,604	11,604	11,604	11,249	(355)	-3.06%
Pre-emp Physicals/Testing	-	400	400	55	400	-	0.00%
Employee Relations	103	300	300	300	300	-	0.00%
Engineering	-	-	-	-	-	-	0.00%
Maintenance & Repairs	80,718	110,000	200,000	350,000	229,800	119,800	108.91%
Generator Maintenance & Repairs	889	2,000	2,000	2,000	2,000	-	0.00%
Vehicle Maintenance	7,879	5,000	10,000	10,000	5,000	-	0.00%
Maintenance-Heavy Equipment	1,114	1,000	1,000	1,000	1,000	-	0.00%
Cleaning Services	1,198	2,000	2,000	2,000	2,500	500	25.00%
Lab Analysis - MUD	3,641	7,500	7,500	7,500	7,500	-	0.00%
Lab Analysis - PID	2,047	2,000	2,000	2,000	2,000	-	0.00%
Communications/Mobiles	5,551	7,500	7,500	7,500	7,500	-	0.00%
Electricity	123,528	131,689	131,689	131,689	228,250	96,561	73.33%
Publications/Books/Subscripts	1,366	1,000	1,000	1,000	1,000	-	0.00%
Dues & Memberships	-	-	-	125	-	-	0.00%

GENERAL FUND

Description	FY 2021 Actual	FY 2022 Adopted	FY 2022 Amended	FY 2022 Projected	FY 2023 Adopted	Budget vs Budget Net	Budget % Change
Schools & Training	1,986	4,141	4,141	4,141	3,630	(511)	-12.34%
Safety Program	105	-	-	-	-	-	0.00%
Travel & per diem	-	988	988	-	938	(50)	-5.06%
Rent/Lease Equipment	-	-	-	-	-	-	0.00%
TCEQ Fees & Permits - MUD	34,779	30,000	30,000	30,000	30,000	-	0.00%
TCEQ Fees & Permits - PID	-	-	-	437	-	-	0.00%
Wholesale Water	1,893,513	2,508,611	2,508,611	2,606,581	2,640,131	131,520	5.24%
Miscellaneous Expenses	-	-	-	-	-	-	0.00%
Property Maintenance	245	-	-	-	-	-	0.00%
Lawn Services	8,700	12,500	12,500	12,500	12,500	-	0.00%
Interfund Transfer Out- Revenue I&S	565,819	569,454	569,454	569,455	567,782	(1,672)	-0.29%
Interfund Transfer Out- Bond Reserve	-	-	-	-	-	-	0.00%
Interfund Transfer Out-Bank Reserve	-	-	-	-	-	-	0.00%
Furniture/Equipment < \$5000	382	2,500	2,500	-	2,500	-	0.00%
Fuel & Lube	14,940	15,000	15,000	22,000	15,000	-	0.00%
Uniforms	2,966	5,250	5,250	2,600	4,355	(895)	-17.05%
Chemicals	25,231	25,000	25,000	28,000	25,000	-	0.00%
Small Tools	640	-	-	-	-	-	0.00%
Safety Equipment	-	-	-	-	-	-	0.00%
Meter Expense	9,287	20,000	20,000	2,500	20,000	-	0.00%
Meter Change Out Program	86,625	87,000	87,000	87,000	87,000	-	0.00%
Capital Outlays	689,134	905,000	1,429,000	1,100,000	1,752,000	847,000	93.59%
Short Term Debt-Principal	30,962	31,419	31,419	31,419	31,882	463	1.48%
Short Term Debt-Interest	2,314	1,404	1,404	1,404	470	(934)	-66.50%
Gasb34/Reserve for Replacement	697,986	75,000	75,000	75,000	162,639	87,639	116.85%
Water Tank Inspection Contract	107,607	113,500	113,500	113,500	113,500	-	0.00%
Bond Related Expenses	-	-	-	-	-	-	0.00%
Subtotal Water Expenses	4,935,767	5,307,626	5,871,626	5,750,390	6,577,931	1,270,306	23.93%

Wastewater Expenses							
Salaries & Wages	458,805	478,934	418,934	418,934	309,655	(169,280)	-35.35%
Overtime	32,324	33,000	33,000	33,000	33,000	-	0.00%
Longevity	7,420	7,956	7,956	7,956	4,035	(3,921)	-49.28%
Certification	7,800	8,400	8,400	6,000	6,300	(2,100)	-25.00%
Retirement	46,910	56,634	56,634	44,000	41,671	(14,962)	-26.42%
Medical Insurance	91,201	112,190	72,190	72,190	96,579	(15,611)	-13.92%
Dental Insurance	5,036	7,175	7,175	3,900	5,427	(1,748)	-24.37%
Vision Insurance	781	1,013	1,013	600	793	(220)	-21.72%
Life Insurance & Other	4,810	4,800	4,800	3,400	2,400	(2,400)	-50.00%
Social Security Taxes	30,252	32,754	32,754	24,500	21,885	(10,869)	-33.18%
Medicare Taxes	7,075	7,660	7,660	6,000	5,118	(2,542)	-33.18%
Unemployment Taxes	1,960	1,764	1,764	100	1,260	(504)	-28.57%
Workman's Compensation	16,302	14,153	14,153	14,153	8,987	(5,166)	-36.50%
Pre-emp Physicals/Testing	-	400	400	400	400	-	0.00%
Employee Relations	135	300	300	445	300	-	0.00%
Engineering	-	-	-	-	-	-	0.00%
Independent Labor	-	-	-	-	-	-	0.00%
Maintenance & Repairs- WWTP	99,418	125,000	160,000	215,000	134,600	9,600	7.68%
Maintenance & Repairs- Collections	187,743	222,500	222,500	315,000	281,000	58,500	26.29%
Generator Maintenance & Repairs	4,055	9,000	9,000	9,000	9,000	-	0.00%
Vehicle Maintenance- WWTP	2,831	4,600	4,600	1,500	4,600	-	0.00%
Vehicle Maintenance- Collections	7,905	13,000	13,000	18,947	13,000	-	0.00%
Maintenance-Heavy Equipment	1,390	3,000	3,000	3,000	3,000	-	0.00%
Cleaning Services	1,197	2,000	2,000	2,000	2,000	-	0.00%
Dumpster Services	92,408	100,000	100,000	100,000	100,000	-	0.00%
Lab Analysis	40,690	40,000	40,000	40,000	40,000	-	0.00%
Communications/Mobiles	5,997	7,500	7,500	7,500	7,500	-	0.00%
Electricity	146,660	150,732	150,732	172,000	276,318	125,586	83.32%
Publications/Books/Subscripts	-	-	-	-	-	-	0.00%

GENERAL FUND

Description	FY 2021 Actual	FY 2022 Adopted	FY 2022 Amended	FY 2022 Projected	FY 2023 Adopted	Budget vs Budget Net	Budget % Change
Dues & Memberships	-	-	-	-	-	-	0.00%
Schools & Training	2,827	4,652	4,652	2,000	3,630	(1,022)	-21.97%
Safety Program	-	-	-	-	-	-	0.00%
Travel & per diem	-	1,138	1,138	-	1,038	(100)	-8.79%
Rent/Lease Equipment	575	-	-	-	-	-	0.00%
Advertising	-	-	-	-	-	-	0.00%
TCEQ Fees & Permits	28,791	12,000	22,000	22,000	12,000	-	0.00%
Miscellaneous Expenses	-	-	-	-	-	-	0.00%
Property Maintenance	-	-	-	-	-	-	0.00%
Lawn Services	10,430	16,000	16,000	10,000	16,000	-	0.00%
Interfund Transfer Out-Tax I&S	114,681	115,924	115,924	115,924	116,245	321	0.28%
Interfund Transfer Out- Revenue I&S	688,005	690,085	690,085	690,086	691,931	1,846	0.27%
Interfund Transfer Out-Bond Reserve	-	-	-	-	-	-	0.00%
Interfund Transfer Out-Bank Reserve	38,802	-	-	-	-	-	0.00%
Furniture/Equipment < \$5000	228	500	500	500	500	-	0.00%
Fuel & Lube	13,408	12,500	12,500	12,500	12,500	-	0.00%
Uniforms	4,168	6,205	6,205	6,205	4,415	(1,790)	-28.85%
Chemicals- WWTP	23,442	32,500	32,500	32,500	32,500	-	0.00%
Chemicals- Collections	4,895	10,000	10,000	10,000	10,000	-	0.00%
Small Tools	343	-	-	-	-	-	0.00%
Safety Equipment	307	-	-	-	-	-	0.00%
Lab Supplies	28,349	33,000	33,000	33,000	33,000	-	0.00%
Capital Outlays	222,147	700,000	685,000	300,000	895,000	195,000	27.86%
Short Term Debt-Principal	81,295	81,878	81,878	83,496	85,766	3,888	4.75%
Short Term Debt-Interest	8,496	7,312	7,312	7,312	2,801	(4,511)	-61.69%
Gasb34/Reserve for Replacement	752,986	130,000	130,000	130,000	165,777	35,777	27.52%
Capital Lease Issuance Cost	-	-	-	-	-	-	0.00%
Subtotal Wastewater Expenses	3,325,280	3,298,159	3,228,159	2,975,047	3,491,931	193,772	5.88%

Board of Directors Expenses							
Salaries & Wages	-	-	-	-	-	-	0.00%
Social Security Taxes	-	-	-	-	-	-	0.00%
Medicare Taxes	-	-	-	-	-	-	0.00%
Unemployment Taxes	-	-	-	-	-	-	0.00%
Workman's Compensation	9	30	30	15	15	(15)	-50.00%
Publications/Books/Subscripts	-	-	-	-	-	-	0.00%
Dues & Memberships	1,195	750	750	750	750	-	0.00%
Meetings	1,418	1,500	1,500	1,500	1,500	-	0.00%
Schools & Training	-	4,000	4,000	625	4,000	-	0.00%
Travel & per diem	-	5,000	5,000	-	5,000	-	0.00%
Miscellaneous Expenses	58	500	500	-	500	-	0.00%
Subtotal Board of Directors Expenses	2,680	11,780	11,780	2,890	11,765	(15)	-0.13%

Administration Expenses							
Salaries & Wages	516,401	567,338	567,338	567,338	620,938	53,600	9.45%
Overtime	97	2,000	2,000	500	2,000	-	0.00%
Longevity	2,668	2,972	2,972	2,973	2,423	(550)	-18.49%
Retirement	48,136	61,353	61,353	61,353	73,825	12,472	20.33%
Medical Insurance	75,830	103,384	83,384	71,000	116,290	12,906	12.48%
Dental Insurance	4,204	6,533	6,533	4,000	6,051	(482)	-7.37%
Vision Insurance	616	819	819	600	899	80	9.80%
Life Insurance & Other	4,829	4,800	4,800	4,800	2,400	(2,400)	-50.00%
Social Security Taxes	30,429	35,483	35,483	35,483	38,772	3,289	9.27%
Medicare Taxes	7,116	8,298	8,298	8,298	9,068	769	9.27%
Unemployment Taxes	1,512	1,512	1,512	100	1,512	-	0.00%
Workman's Compensation	1,542	1,425	1,425	1,425	1,496	71	4.97%
Pre-emp Physicals/Testing	-	500	500	516	500	-	0.00%
Employee Relations	3,422	4,000	4,000	4,000	4,000	-	0.00%
Engineering	-	-	-	-	-	-	0.00%

GENERAL FUND

Description	FY 2021 Actual	FY 2022 Adopted	FY 2022 Amended	FY 2022 Projected	FY 2023 Adopted	Budget vs Budget Net	Budget % Change
Software & Support	96,552	122,310	122,310	105,000	131,700	9,390	7.68%
Independent Labor	16,573	15,000	25,000	28,200	15,000	-	0.00%
Maintenance & Repairs	94,832	40,000	40,000	46,000	40,000	-	0.00%
Generator Maintenance & Repairs	670	3,000	3,000	3,000	3,000	-	0.00%
Building Maintenance & Supplies	-	-	-	-	-	-	0.00%
Cleaning Services	17,315	12,000	12,000	12,000	12,000	-	0.00%
Professional Outside Services	103,120	70,281	70,281	75,000	75,040	4,759	6.77%
Utility Billing Contract	7,188	9,000	9,000	9,000	9,000	-	0.00%
Telephone	7,365	8,500	8,500	6,000	6,000	(2,500)	-29.41%
Communications/Mobiles	2,700	3,000	3,000	3,000	3,000	-	0.00%
Electricity	13,873	15,213	15,213	15,213	24,369	9,157	60.19%
Water	3,828	5,000	5,000	5,000	5,000	-	0.00%
Postage	21,713	30,000	30,000	30,000	30,000	-	0.00%
Bank Service Charges & Fees	90,222	85,000	85,000	95,000	95,000	10,000	11.76%
Bad Debt Expense	10,998	1,500	1,500	1,500	1,500	-	0.00%
Insurance	80,698	84,000	84,000	84,000	88,200	4,200	5.00%
Publications/Books/Subscripts	183	-	-	-	-	-	0.00%
Dues & Memberships	6,017	6,000	6,500	6,500	6,500	500	8.33%
Meetings	289	-	4,000	-	-	-	0.00%
Public Education	3,063	2,000	-	3,867	40,000	38,000	1900.00%
Schools & Training	3,639	5,250	5,250	1,200	3,250	(2,000)	-38.10%
Travel & per diem	304	1,588	1,587	800	1,588	-	0.00%
Physicals/Testing	-	-	-	-	-	-	0.00%
Elections	9,330	5,000	12,500	3,765	-	(5,000)	-100.00%
Advertising	625	2,500	2,500	9,737	-	(2,500)	-100.00%
Security	312	-	-	-	-	-	0.00%
Miscellaneous Expenses	392	-	-	112	-	-	0.00%
General Manager Contingency	-	-	-	-	-	-	0.00%
Lawn Services	4,012	5,000	5,000	5,000	5,000	-	0.00%
Furniture/Equipment < \$5000	-	10,000	10,000	3,284	10,000	-	0.00%
Uniforms	20,339	530	530	530	530	-	0.00%
Hardware IT	4,682	21,400	21,400	21,400	8,400	(13,000)	-60.75%
Office Supplies	4,553	6,000	6,000	4,500	6,000	-	0.00%
Printer Supplies & Maintenance	123,356	-	-	-	-	-	0.00%
Maintenance Supplies	3,168	4,000	4,000	5,514	4,000	-	0.00%
Printing	-	-	-	-	-	-	0.00%
Capital Outlays	-	190,000	190,000	140,000	-	(190,000)	-100.00%
Copier Lease Installments	-	4,000	4,000	4,000	4,000	-	0.00%
Gasb34/Reserve for Replacement	-	-	-	-	26,736	26,736	0.00%
Subtotal Administration Expenses	1,448,713	1,567,488	1,567,488	1,490,506	1,534,986	(32,502)	-2.07%
Non Departmental Expenses							
Legal	42,018	135,000	100,000	60,000	65,000	(70,000)	-51.85%
Auditing	21,000	33,800	33,800	33,800	33,800	-	0.00%
Appraisal	11,122	12,055	12,055	12,311	12,940	885	7.34%
Tax Admin Fees	3,821	4,850	4,850	3,874	5,000	150	3.09%
Subtotal Non Departmental Expenses	77,961	185,705	150,705	109,985	116,740	(68,965)	-37.14%
Total General Fund Revenues	\$ 9,772,566	\$ 10,370,758	\$ 10,909,758	\$ 11,172,408	\$ 11,733,354	\$ 1,362,596	13.14%
Total General Fund Expenses	\$ 9,790,401	\$ 10,370,758	\$ 10,829,758	\$ 10,328,819	\$ 11,733,354	\$ 1,362,596	13.14%
Net Budget Surplus (Deficit)	\$ (17,835)	\$ 0	\$ 80,000	\$ 843,589	\$ 0	\$ -	

TAX DEBT PAYMENTS

LONG TERM TAX DEBT

	MUD/PID Reimburse	Par Amount	Principal FY 2023	Interest 3/01	Interest 9/01	Subtotal Interest	Paying Agent Fee	Total	Maturity Date	First Callable Date	Project/Reason
Series 2012 (Tax)	MUD	\$2,355,000	\$250,000	\$3,750	\$3,750	\$7,500	\$500	\$258,000	9/1/2023	9/1/2020	Refund MUD #2 Unlimited Tax Bonds Series 2002 and costs of issuance
Series 2013 (Tax)	MUD	\$1,905,000	\$215,000	\$3,763	\$3,763	\$7,525	\$500	\$223,025	9/1/2023	9/1/2023	Refund MUD #2 Unlimited Tax Bonds Series 2003 & Unlimited Tax Refunding Bonds Series 2005 and costs of issuance
Series 2020 (Tax)	MUD	\$1,220,000	\$115,000	\$7,085	\$7,085	\$14,170	\$750	\$129,920	9/1/2031	9/1/2031	Refund MUD #1 Unlimited Tax Bonds Series 2010 and costs of issuance of the Bonds, Trophy Club Fire Station
SUBTOTAL MUD-ONLY TAX BONDS:		\$5,480,000	\$580,000	\$14,598	\$14,598	\$29,195	\$1,750	\$610,945			
Series 2014 (Tax)	MUD/PID	\$5,765,000	\$280,000	\$59,306	\$59,306	\$118,613	\$400	\$399,013	9/1/2034	9/1/2024	Tax Bonds for WWTP Expansion
SUBTOTAL MUD/PID TAX BONDS:		\$5,765,000	\$280,000	\$59,306	\$59,306	\$118,613	\$400	\$399,013			
TOTAL ALL TAX BONDS:		\$11,245,000	\$860,000	\$73,904	\$73,904	\$147,808	\$2,150	\$1,009,958			

REVENUE DEBT PAYMENTS

LONG TERM REVENUE DEBT

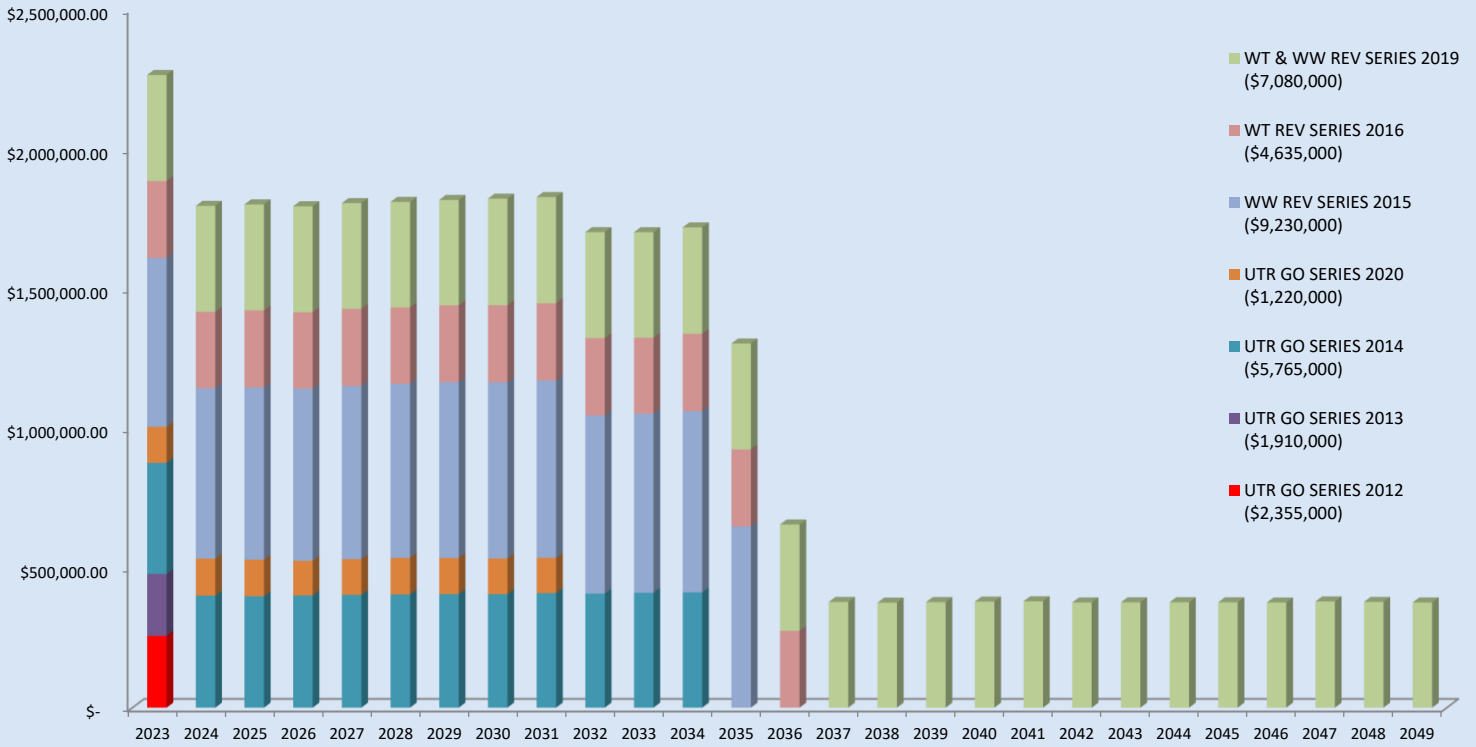
	Revenue Rates	Par Amount	Principal FY 2023	Interest 3/01	Interest 9/01	Subtotal Interest	Paying Agent Fee	Total	Maturity Date	First Callable Date	Project/Reason
Series 2015 (Revenue) WWTP		\$9,230,000	\$420,000	\$92,119	\$92,119	\$184,238	\$400	\$604,638	9/1/2035	9/1/2025	Revenue Bonds for WWTP Expansion
Series 2016 (Revenue) SWIFT		\$4,635,000	\$220,000	\$27,569	\$27,569	\$55,139	\$400	\$275,539	9/1/2036	9/1/2027	Revenue Bonds for Fort Worth Line NSII
Series 2019 (Revenue) WT & WW		\$7,080,000	\$165,000	\$107,069	\$107,069	\$214,138	\$400	\$379,538	9/1/2049	9/1/2028	Revenue Bonds for 16in Water Line (77%) Overrun for WWTP Expansion (23%)
TOTAL ALL REVENUE BONDS:		\$20,945,000	\$805,000	\$226,757	\$226,757	\$453,514	\$1,200	\$1,259,714			

CAPITAL LEASE PAYMENTS

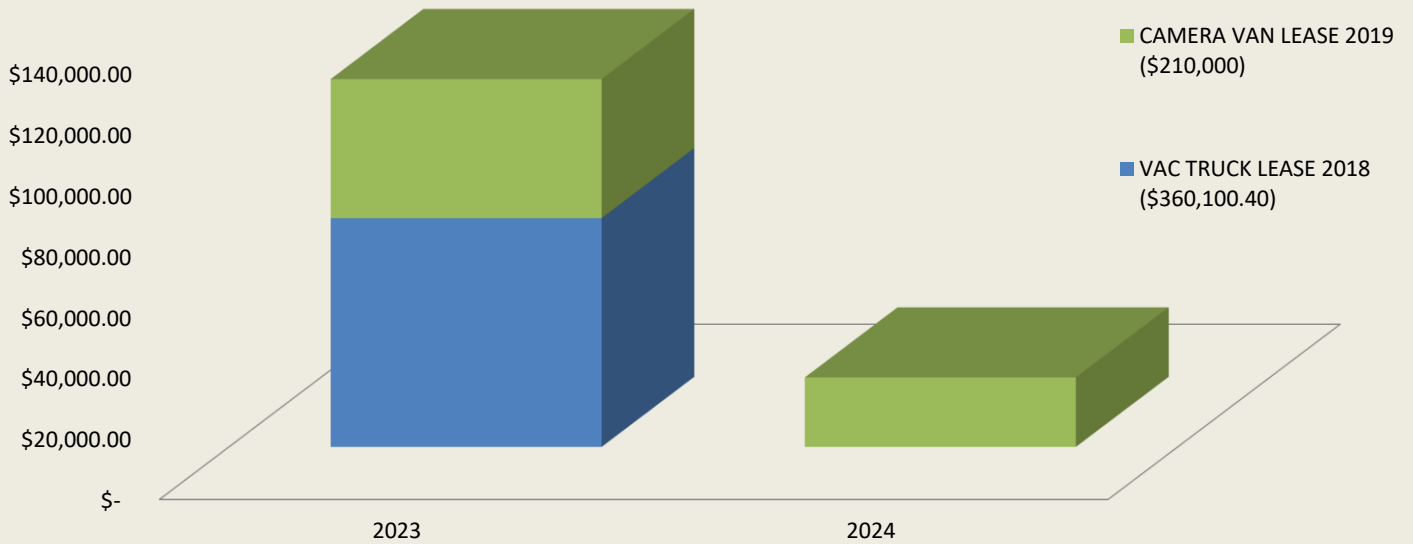
SHORT TERM REVENUE DEBT

	Revenue Rates	Par Amount	Principal FY 2023	Interest 2/01	Interest 8/01	Subtotal Interest	Paying Agent Fee	Total	Payoff Date	Reason	Department
Vaccon Truck (Water usage 43%)		\$154,843	\$31,882	\$470	\$0	\$470	\$ -	\$32,352	2/1/2023	Replacement	Water
Vaccon Truck (WW usage 57%)		\$205,257	\$42,262	\$623	\$0	\$623	\$ -	\$42,886	2/1/2023	Replacement	Wastewater
Camera Van		\$205,504	\$43,504	\$1,302	\$876	\$2,178	\$ -	\$45,681	2/1/2024	Replacement	Wastewater
Total:		\$565,604	\$117,648	\$2,395	\$876	\$3,271	\$ -	\$120,919			

Annual Long-Term Debt Payments



Annual Capital Lease Payments



CAPITAL OUTLAYS

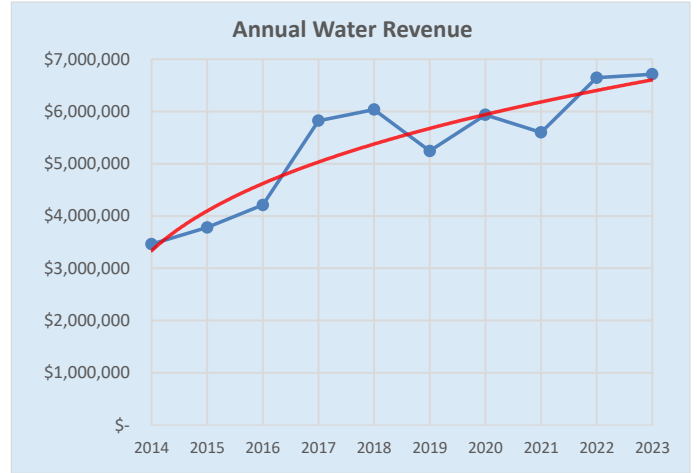
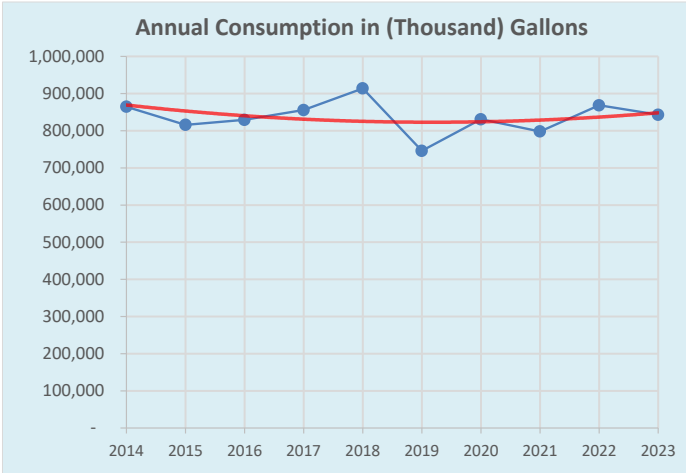
Department	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
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Water					
Water Line Replacement	\$ 1,400,000	\$ 1,442,000	\$ 1,485,260	\$ 1,529,818	\$ 1,575,712
Pump Station Improvements	\$ 250,000	\$ 1,000,000	\$ 1,000,000	\$ -	\$ -
Fleet Replacement	\$ 102,000	\$ 35,000	\$ 41,000	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -
Water Grand Totals	\$ 1,752,000	\$ 2,477,000	\$ 2,526,260	\$ 1,529,818	\$ 1,575,712

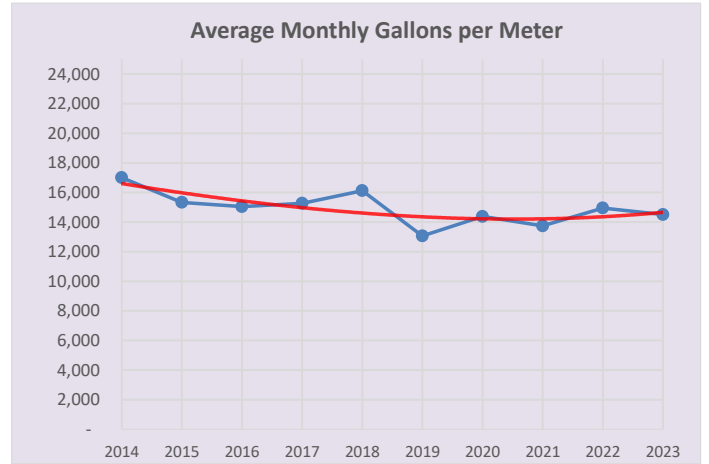
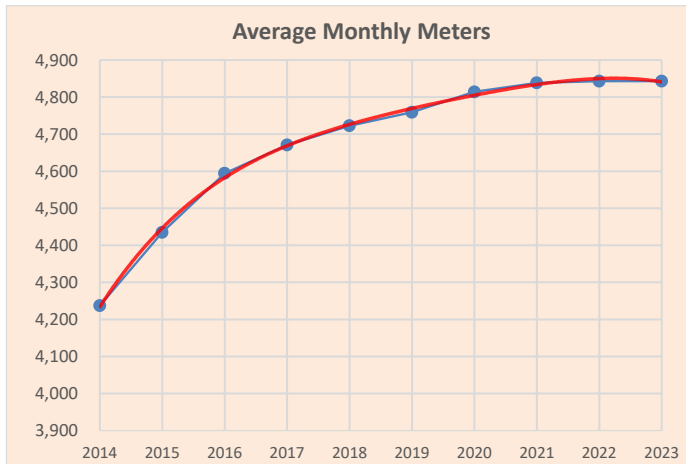
WASTEWATER					
Wastewater Line Improvements	\$ 100,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000
Lift Station Improvements	\$ -	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
Permeate Pump Piping	\$ 200,000	\$ -	\$ -	\$ -	\$ -
Lift Station Generators	\$ 500,000	\$ -	\$ -	\$ -	\$ -
WWTP Auto Sampler	\$ 10,000	\$ -	\$ -	\$ -	\$ -
WWTP VFDs	\$ 23,000	\$ -	\$ -	\$ -	\$ -
MBR CIP Tanks and Piping	\$ -	\$ 100,000	\$ -	\$ -	\$ -
Crane Pulley	\$ -	\$ 35,000	\$ -	\$ -	\$ -
Concrete Repairs	\$ -	\$ 35,000	\$ -	\$ -	\$ -
Fleet Replacement	\$ 62,000	\$ 35,000	\$ 125,000	\$ -	\$ -
	\$ -		\$ -	\$ -	\$ -
Wastewater Grand Totals	\$ 895,000	\$ 755,000	\$ 675,000	\$ 550,000	\$ 550,000

ADMIN					
	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -
Admin Grand Totals	\$ -	\$ -	\$ -	\$ -	\$ -

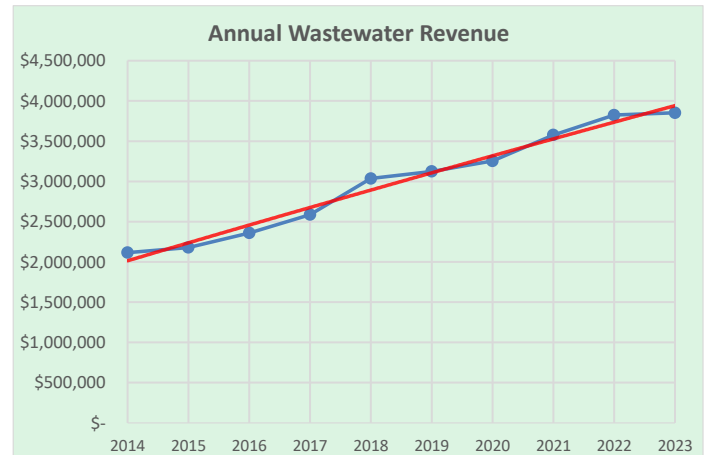
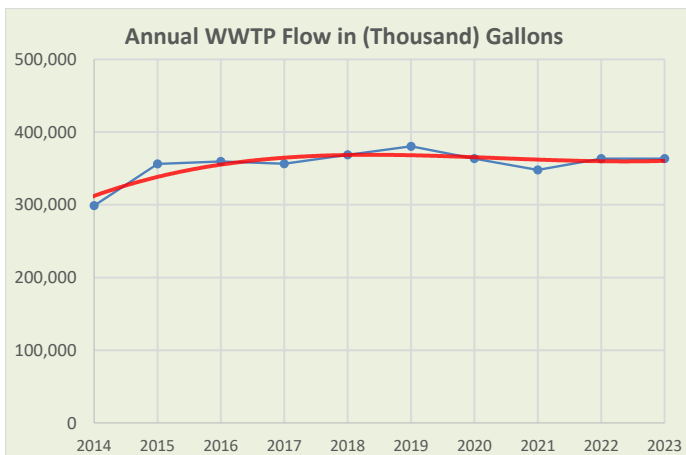
ANNUAL WATER CONSUMPTION AND REVENUE BY YEAR



AVERAGE MONTHLY METERS AND AVERAGE GALLONS BY YEAR



ANNUAL WASTEWATER FLOW AND REVENUE BY YEAR





STAFF REPORT

September 21, 2022

AGENDA ITEM

Consider and take appropriate action to adopt Rate Order No. 2022-0921A amending water rates and setting an effective date of October 1, 2022.

DESCRIPTION

The changes in the proposed Rate Order are shown below.

Section 2.01 Water Service Rates.

Base Rates:

METER SIZE	MONTHLY BASE RATE	
	Current	Effective Oct. 1
5/8" & 3/4"	\$18.54	\$20.26
1"	\$34.84	\$38.08
1.5"	\$61.79	\$67.54
2"	\$98.87	\$108.06
3"	\$187.37	\$204.80
4"	\$308.95	\$337.68
6"	\$617.91	\$675.38

Volumetric Rates:

Gallons Used	Rate per 1000 gallons	
	Current	Oct. 1
0 to 6,000	\$4.09	\$4.60
6,001 to 17,000	\$4.76	\$5.35
17,001 to 25,000	\$5.51	\$6.19
25,001 to 50,000	\$6.40	\$7.19
50,001+	\$7.44	\$8.36

ATTACHMENTS

Rate Order 2022-0921A

RECOMMENDATION

Staff recommends the adoption of Rate Order No. 2022-0921A amending water rates and setting an effective date of October 1, 2022.

**RATE ORDER
TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO.1
ORDER NO. 2022-0921A**

AN ORDER ESTABLISHING POLICIES, PROCEDURES, AND RATES FOR WATER AND SEWER SERVICE; PROVIDING FEES FOR CONNECTION, RECONNECTION, INSPECTION, ACCURACY READINGS, AND RETURNED CHECKS; REQUIRING DEPOSITS FOR SERVICE; PROVIDING A PENALTY FOR DELINQUENT PAYMENTS; AND CONTAINING OTHER PROVISIONS RELATING TO THE SUBJECT.

WHEREAS, Trophy Club Municipal Utility District No. 1 (the “District”) is the owner and/or operator of a water and sewer system designed to serve present and future inhabitants within the District and the Trophy Club Development; and

WHEREAS, the District’s most recent Rate Order was adopted on March 21, 2022 (Order No 2022-0321A), and additional modifications are needed. The District desires to establish all of its rate policies in a single new Rate Order; and

WHEREAS, the Board of Directors of the District has carefully considered the terms of this Rate Order No. 2022-0921A and is of the opinion that the following conditions and provisions should be established as the policies, procedures, and rates for obtaining service from the District’s water and sewer system.

THEREFORE, IT IS ORDERED BY THE BOARD OF DIRECTORS OF TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1 THAT:

ARTICLE I

TAP FEES AND CONNECTION POLICY

Section 1.01. Initiation of Water and Sanitary Sewer Connections. Each person desiring a water and sanitary sewer service connection to the District’s System shall be required to pay such fees as set forth in this Order. No service shall be established or re-established until such fees are paid. All service connections are subject to all other rules, regulations, and policies of the District.

A. Certification of System. Connections shall not be made to the District’s System or portions of the System until the District’s engineer or District staff has certified that the System or applicable portion thereof is operable and meets all regulatory requirements.

B. Backflow Prevention. No water connections from any public drinking water supply system shall be allowed to any residential or commercial establishment where an actual or potential contamination hazard exists unless the public water facilities are protected from contamination.

At any residential or commercial establishment where an actual or potential contamination hazard exists, protection shall be required in the form of a backflow prevention assembly. The type of assembly required shall be specified by the District.

The existence of potential contamination hazards without installation having been made of the means of control and prevention as set out in the preceding paragraph; or the same having been installed, there is a failure to properly maintain the same, shall be considered sufficient grounds for immediate termination of water service. Service can be restored only when the health hazard no longer exists, or when the health hazard has been isolated from the public water system in accordance with the foregoing requirements.

All backflow prevention assemblies that are required according to this section shall be tested upon installation by a recognized backflow prevention assembly tester and certified to be operating within specifications. Backflow prevention assemblies that are installed to provide protection against health hazards must also be tested and certified to be operating within specifications at least annually by a recognized backflow prevention assembly tester.

The Customer shall, at his expense, properly install, test, and maintain any backflow prevention device required by this Rate Order. Copies of all testing and maintenance records shall be provided to the District within ten (10) days after maintenance and/or testing is performed.

If the Customer fails to comply with the terms of this Order, the District shall, at its option, either terminate service to the property or properly install, test, and maintain an appropriate backflow prevention device at the service connection at the expense of the Customer. Any expenses associated with the enforcement of this agreement shall be billed to the Customer.

C. Availability of Access/Obstructions. By application for connection to the District's System, the Customer shall be deemed to be granting to the District and its representatives a right of ingress and egress to and from the meter or point of service for such installation, maintenance, and repair as the District, in its judgment, may deem reasonably necessary. The Customer shall also be deemed to be granting to the District and its representatives a right of ingress and egress to the Customer's property, including the exterior of the Customer's premises, for the purpose of performing the inspections and completing the Customer's Service Inspection Certifications required by the District's rules and regulations. Taps and connections will not be made when, in the opinion of the District, building materials or other debris obstructs the work area or the work area is not completed or finished to grade. When sidewalks, driveways or other improvements have been constructed prior to application for service, such application shall be construed and accepted as the Customer's waiver of a claim for any damages to such improvements resulting from the reasonable actions of the District in installation of the connection.

Section 1.02. Residential Fire Lines, Connections, and Fees. A residence of at least six thousand (6,000) square feet but less than eight thousand (8,000) square feet shall have installed on its one-inch (1”) water service line, for fire protection, a one-inch (1”) U-branch, with a separate meter and meter-box. The cost of installation, including parts, equipment, and labor shall be eight-hundred dollars (\$800.00), payable at the time of permitting.

A residence of eight thousand (8,000) square feet or greater, in addition to its regular one-inch (1”) water service line, shall have installed a separate one-and one-half (1 ½ “) water service line for fire protection with its own meter and meter-box. The cost of connection and installation of the fire line and meter shall be either one thousand six hundred dollars (\$1,600.00) if the home is on the same side of the street as the waterline; or, if it is on the opposite side of the street from the waterline, necessitating boring, then the charge shall be five thousand nine hundred seventy five dollars (\$5,975.00), payable at the time of permitting to the District.

Section 1.03. Connections by District. All Connections to the District’s water and sewer system shall be made with written approval of the District and in accordance with the District’s Plumbing Code and its rules and regulations.

No person except the General Manager or his/her authorized agent shall be permitted to tap or make any connection to the mains or distribution piping of the District’s water system, or make any repairs, additions to, or alterations in any meter, box, tap, pipe, cock or other fixture connected with the water system or any manhole, main, trunk or appurtenance of the District’s sanitary sewer system. No sewer connection shall be covered in the ground and no house lead shall be covered in the ground before it has been inspected and approved by a licensed plumbing inspector with jurisdiction of the site.

Section 1.04. Water and Sewer Tap Fees. Fees for water and sewer taps performed by the District are as follows:

Water Service Taps:

Size	Fee for Tap	Bore (if applicable)
up to 1" Tap	\$ 2,500.00	\$5,000.00
2" Tap	\$ 3,500.00	\$10,000.00
3" Tap	Quoted at time of request	\$10,000.00
4" Tap	Quoted at time of request	\$10,000.00
6" Tap	Quoted at time of request	\$10,000.00
8" Tap	Quoted at time of request	\$10,000.00
10" Tap	Quoted at time of request	\$10,000.00

Sewer Service Taps: Actual cost plus 10%. An estimate will be provided prior to work being performed.

When water taps have been made by someone other than the District personnel, there is an installation/inspection fee of fifty dollars (\$50.00) plus the cost of the appropriate meter.

Section 1.05. Inspections and Fees. Fees for permits and for plumbing inspections (other than for sewer and backflow inspections referred to below in subparagraphs A and B) should be paid to the city or town in which the property is located or to the District if the property is not located within a city or town.

A. Sewer Inspection and Fees. Sewer connections and house service lines shall be inspected by the District. An inspection fee of one-hundred-fifty dollars (\$150.00) shall be paid to the District for each connection to the District sanitary sewer system. Installations that fail to conform at any time to the rules and regulations shall be disconnected. Any customer whose connection is disconnected for such failure shall be notified as to the basis for such disconnection. After noted deficiencies have been corrected, a re-inspection shall be made upon payment to the District of a re-inspection fee of twenty-five dollars (\$25.00), plus payment by the customer of all outstanding charges. If subsequent re-inspections are required before the sewer connection and service lines are in compliance with the rules and regulations, a re-inspection fee of twenty-five dollars (\$25.00) shall be paid to the District for each subsequent re-inspection. Inspections by the District requested after regular business hours will be charged at a minimum of one-hundred dollars (\$100.00).

B. Backflow Inspections. Backflow installations (residential and commercial) that require annual inspections must have a certified Backflow Technician perform the testing and submit the report annually to the District.

C. Swimming Pool Discharge into Sanitary Sewer System. New swimming pools permitted on or after June 24, 2005, shall have all backwash and/or drainage from said pool discharge into the sanitary sewer system. Owners of pools built or permitted prior to July 1, 2005, are not required to retrofit the pool equipment and tie into the sanitary sewer. However, swimming pool backwash and drainage must drain to grassy areas and is not permitted to flow into the storm drain system, creeks, or other waterways.

For swimming pools discharging to the sanitary sewer system, an indirect connection shall be made by means of an air break, discharging into a tailpiece installed a minimum of six inches (6") (or 152 mm) above adjacent grade. The tailpiece shall be connected to a minimum three-inch (3" or 76mm) p-trap not less than twelve inches (12" or 304 mm) below grade which discharges into the yard cleanout riser. Backwash systems shall not flow onto neighboring properties or into the storm sewer. The tie-in and inspection fee shall be seventy-five dollars (\$75.00) to be paid at the time of issuance of the pool permit.

Section 1.06 Temporary Water Service-Construction Meters.

A. Construction Meters. The District shall be authorized to make a temporary connection to any fire hydrant or flushing valve upon request for temporary water service. All temporary service shall be metered and billed to the temporary customer as provided herein. All unauthorized withdrawal of water from flushing valves, fire hydrants, or other appurtenances of the District's System is prohibited.

B. Application and Deposit. Each temporary customer desiring temporary water service shall be required to execute an application for such temporary service and shall provide a minimum-security deposit of one-thousand-seven-hundred-seventy-five dollars (\$1,775.00) for a three-inch (3") meter and RPZ; one-thousand-four-hundred-twenty-five dollars (\$1,425.00) for a smaller meter and smaller RPZ. The deposit shall be made by cashier's check or money order payable to the District. The deposit shall be used by the District to secure the payment for temporary water supplied by the District, the installation fee, and the cost of repair of any damages caused by the temporary customer. The balance of the security deposit, if any, shall be refunded after disconnection from the District's System.

C. Construction Meter Fees and Rates. Construction meters will be charged the same monthly rates (base fee and volumetric rate) for water as commercial accounts as set forth in Article II of this Rate Order.

D. Temporary Construction Meter Use and Billing. Construction meters can be rented by filing an application at the District office and payment of all required deposits. Upon approval of the application, a temporary meter and RPZ will be provided to the applicant. Installation on any fire hydrant or flush valve must be approved by the District and District meters may only be used within the District's service area. The location of installation must be indicated on the application and cannot be relocated unless notification is provided to and approved by the District in advance. Temporary meters may only be rented for a period of ninety (90) days and extensions may be approved upon request and approval. Failure to return a temporary meter or request a usage extension by the due date will result in repossession of the meter and forfeiture of the deposit.

Upon return of a temporary construction meter, an inspection of the meter and RPZ will be performed. Any and all damages to the meter and/or RPZ will be charged to the customer and deducted from the deposit. If the deposit does not cover the total amount of damages, the balance will be billed to the customer and payment must be received by the due date. Failure to pay all charges due will result in suspension of rental privileges until payment in full and may result in collection procedures.

E. Return of Temporary Meter at District Request. The District reserves the right to request the return of a temporary construction meter at any time determined

necessary by the District. Should Stage 2 Drought Restrictions or more stringent restrictions be implemented, all temporary construction meters must be returned within three (3) business days of notification by the District. Failure to promptly return the temporary meter within three business days will result in repossession of the meter and forfeiture of the deposit. Should District personnel be unable to locate the temporary meter for repossession, theft charges will be filed against the meter holder with local law enforcement.

Section 1.07 Service Outside the District. The rates and charges stated in this Rate Order are for services to customers and property located within the boundaries of the District. Any service to a customer or property located outside the boundaries of the District shall be granted only upon approval by the Board of Directors of the District. Out of District customers will pay the adopted rates for in district customers plus 15% for both water and sewer base and volumetric rates. For the purpose of customer classification, Trophy Club Park at Lake Grapevine is considered "in-district" and subject to all rates and service provisions related to in-district customers.

Section 1.08 Service to New Development and Extension of Facilities.

A. New Service Connections and Extension of Facilities. New service connections and extension of facilities must be constructed and installed in accordance with the District's Rules Governing New Service Connections and Extension of Facilities as approved through separate Resolution by the Board of Directors. **Applicants for Non-Standard Service must submit all required information and pay all fees prior to conveyance of facilities and service commencement.**

B. Application Fee for Non-Standard Service. Upon request for non-standard service an application fee of \$150 must be submitted.

C. Design of Facilities. All water and wastewater facilities to be constructed to extend service to new developments must be designed by a professional engineer licensed in the State of Texas at the applicant's expense. The District must approve the plans and specifications prior to the commencement of construction. At the time of plan review submittal, the applicant must provide payment to the District in the amount of \$2,500.00 as deposit for review of each set of plans and specifications reviewed by the District's engineer. The actual final fee for plan review by the District's engineer shall be provided to the applicant upon approval of the plans. If there is a balance due over the \$2,500 paid by the applicant at submittal, the balance due shall be paid by the applicant prior to receiving District approval of plans and specifications. District construction plans, and specifications shall be strictly adhered to, but the District reserves the right to change order any specifications, due to unforeseen circumstances during the design or construction of the proposed facilities, or as otherwise authorized by applicable laws, to better facilitate the operation of the facility. All expenses and costs associated with a change order shall be charged to the

applicant. Service to new developments is subject to available capacity in the District's water and wastewater systems. All new potential developments must seek written approval from the General Manager that capacity is available to serve and may be required to install offsite improvements if capacity is not available with current system infrastructure.

D. Inspection Fees. The District will inspect all infrastructure during construction. Inspection fees of \$100 per lot must be paid to the District prior to a notice to proceed being issued. A minimum of \$500 for inspection fees is required if less than five (5) lots are to be developed.

Section 1.09 Water Meter Fees.

METER SIZE	WATER METER FEE
5/8"	\$318
1"	\$381
1-1/2"	\$780
2"	Quoted at Time of Purchase
3"	Quoted at Time of Purchase
4"	Quoted at Time of Purchase
6"	Quoted at Time of Purchase
8"	Quoted at Time of Purchase
10"	Quoted at Time of Purchase

Fees must be received by the District before any connection is installed.

A customer seeking service through an oversized connection line or from a meter larger than a one inch (1") standard meter shall follow the District's policy for new development as outlined in Section 1.07 above. Should approval be granted by the District, the customer agrees to pay the water and sewer rates as outlined in Article II of this Rate Order.

Section 1.10. Fort Worth Impact Fee. Each customer requesting an initial connection, shall also pay to the District the applicable City of Fort Worth Impact Fee.

Section 1.11. Title to Facilities. Title to all water meters, water and sewer taps, and all other appurtenances, including meter boxes, shall lie in the District.

ARTICLE II
SERVICE RATES

Section 2.01. Water Service Rates. The following monthly rates for water service shall be in effect for each separate connection within the District. The base rate for each connection (meter) is calculated upon meter size and will be charged for each residential and commercial meter:

(1) Water Rates Effective October 1, 2022

BASE RATES:

Meter Size	Monthly Base Rate
5/8" & 3/4"	\$20.26
1"	\$38.08
1.5"	\$67.54
2"	\$108.06
3"	\$204.80
4"	\$337.68
6"	\$675.38

VOLUMETRIC RATES:

Gallons Used	Rate per 1000 gallons
0 to 6,000	\$4.60
6,001 to 17,000	\$5.35
17,001 to 25,000	\$6.19
25,001 to 50,000	\$7.19
50,001+	\$8.36

(2) Multi-Unit Buildings.

Each multi-unit building (apartments, townhomes, business complex, etc.) served by a single 5/8" meter or 1" meter shall be billed the base rate for the meter size servicing the building multiplied by the number of units in the building or complex.

Section 2.02. Sewer Service Rates. The following monthly rates for the collection and disposal of sewage shall be in effect for each separate connection within the District:

Residential Sewer Rates: The District uses winter averaging for the purpose of calculating sewer charges on utility bills. The sewer charges are based on average water consumption for three months (December, January, and February billing). The average consumption will be analyzed annually and take effect the first of April each year.

New customers will be assigned a default value user charge that is equal to the average winter water use for all residential customers. The winter average used for new residential customer is 7,000 gallons.

A customer with a water leak during the averaging months may request a reduction in the sewer usage calculation. Any customer filling a pool after resurfacing, construction or major repairs during the averaging months may request that their winter average calculation be adjusted. Requests for a reduction in sewer usage calculations must be submitted in writing to the General Manager and have documentation showing the construction or repairs as applicable to the issue. The General Manager or a duly authorized representative may adjust the metered water usage in determining the winter average. To assist in establishing winter averaging sewer rates, customers are encouraged to submit requests for sewer average reductions no later than March 15th.

A. Residential Sewer Rates:

Base Rate:	\$ 22.15
0 to 4,000	\$ 3.57
4,001 to 8,000	\$ 5.09
8,001 to 12,000	\$ 7.18
12,000+	\$ 10.22

B. Commercial Sewer Rates:

Base Rate:	\$ 22.15
Volumetric Rate:	\$ 6.78

*Commercial sewer usage is billed based on actual water usage per month

C. Multi-Unit Buildings.

Each multi-unit building (apartments, townhomes, business complex, etc.) shall be billed the base rate for each meter servicing the building and sewer usage will be billed based on actual water usage per month.

Section 2.03 Effluent Charge. The effluent from the District's wastewater treatment plant will be sold pursuant to separate contracts entered into with the District and approved by its Board of Directors.

Section 2.04. Master Meter (Cooling Tower Calculation). The water usage from the master meter reading minus the reading from the "Blow Down" meter equals the "evaporation." Water usage less "evaporation" equals sewer usage for billing purposes.

Section 2.06. Regulatory Assessment. Pursuant to Section 5.235, Texas Water Code, and 30 TAC 291.76, the District shall collect and pay an annual regulatory assessment fee to the Texas Commission on Environmental Quality ("TCEQ") in the amount required by law on the total charges for retail water and sewer service billed to its customers annually. The regulatory assessment fee will be detailed separately on customer bills.

Section 2.07. No Reduced Rates or Free Service. All customers receiving water and/or sewer service from the District shall be subject to the provisions of this Order and shall be charged the rates established in this Order. No reduced rate or free service shall be furnished to any customer whether such user be a charitable or eleemosynary institution, a political subdivision, or municipal corporation; provided, however, this provision shall not prohibit the District from establishing reasonable classifications of customers.

ARTICLE III
SERVICE POLICY

Section 3.01. Security Deposits. Security deposits shall be required as follows:

A. Builder's Deposit. A seventy-five dollar (\$75.00) security deposit shall be required of builders for each tap made by the District for such service connection, payable at or prior to the time that such tap is made, and the security deposit is refundable to the builder when the account is later transferred to an owner if that account and all other accounts of the builder are current at the time of the transfer; but, if that account or any other account of the same builder is not current at the time of such transfer to an owner, then the security deposit shall be applied against the outstanding balance of the builder's account(s) at the time of such transfer. The District shall deduct from the deposit the cost to repair any damage caused to the District's property by the builder or the builder's employees, contractors,

subcontractors, or agents and shall deduct any delinquent water and sewer service bills of the builder. In the event any amounts are deducted from the builder's deposit, it will be incumbent on the builder to reinstate the original amount of the deposit, and failure to do so will result in the suspension of any additional water taps for the builder.

B. Residential Owners. A security deposit of seventy-five (\$75.00) shall be required from each residential owner customer for a single-family home connected to the District's system. Upon discontinuation of service, the deposit shall be applied against amounts due, including disconnection fees.

C. Commercial Deposits

COMMERCIAL DEPOSITS		
METER SIZE	WATER	SEWER
3/4"	\$75	\$60
1"	\$100	\$100
1.5"	\$250	\$200
2"	\$500	\$320
3"	\$1,000	\$700
4"	\$1,800	\$1,200
6"	\$3,750	\$2,500
8"	\$5,400	\$3,600

D. Residential Lessees. A security deposit of one-hundred-fifty dollars (\$150.00) shall be required from each residential lessee customer for a single-family home. Upon discontinuation of service, the deposit shall be applied against amounts due, including any disconnection fees.

E. Construction Meters. See Section 1.06 above.

F. Other customers. A security deposit equal to two (2) months estimated average monthly water and sewer bill shall be required of all other customers including commercial and multi-unit accounts.

G. Deposits. The District does not pay interest on deposits. The interest drawn by the District on customer deposits is returned into the operating budget of the water/sewer fund to help in providing the lowest possible water and sewer rates for our customers.

Section 3.02. Billing Procedures. All accounts shall be billed in accordance with the following:

A. Due Date and Delinquency. Charges for water and sewer service shall be billed monthly. Payment shall be due on or before the twentieth (20th) day of the month in the month in which the bill was received. Unless payment is received on or before the twentieth (20th) day of the month, such account shall be considered delinquent. If the due date falls on a holiday or weekend, the due date for payment purposes shall be the next working day after the due date. The District shall charge a penalty on past due accounts calculated at the rate of fifteen percent (15%) per month on water and sewer charges. The rates for water and sewer service shall depend upon the type of user and upon whether the water used has been chemically treated, as provided in this Rate Order. All accounts not paid by the due date shall be deemed delinquent and failure to make payment thereafter may result in the termination of water and sewer service.

B. Notice and Appeal. Prior to termination of service, a customer who is delinquent in payment shall be sent a notice that service will be discontinued on or after the fifteenth (15th) day after the date of such notice unless payment in full is received before by such day disconnection is scheduled. Notice shall be sent by first class United States mail and shall inform the customer of the amount of the delinquent bill, the date service will be disconnected if payment is not made, and of the customer's right to contest, explain, or correct the charges, services, or disconnection. Service shall not be disconnected where a customer has informed the District of his or her desire to contest or explain the bill. If the customer appears before the Board, the Board shall hear and consider the matter and inform the customer of the Board's determination by sending written notice to the customer by first class United States mail stating whether or not service will be disconnected. In the event of a service is disconnected more than two (2) times per calendar year (January through December) for non-payment, an additional Security Deposit of \$150.00 will be required for Residential homeowners and \$150.00 for Lessees to restore service in addition to a \$50.00 service fee, and afterhours re-connection charges if applicable, and any outstanding balance in Arrears will need to be brought current. As set out above in Section 3.01. If payment is not received prior to the date that disconnection has been scheduled, a service charge of \$50.00 dollars will be added to the account. Reconnections made outside of the District's normal business hours at the customer's request will be charged at an additional after hour's fee of one-hundred dollars (\$100.00).

C. Business Hours. For purposes of assessing the foregoing charges, "normal" or "regular" business hours shall mean only the hours between 8 a.m. and 5 p.m., Monday through Friday. All other times, including District holidays, are outside of the District's normal business hours and will result in the higher charge.

D. Returned Checks and Bank Drafts. A twenty-five-dollar (\$25.00) charge will be charged to the customer's account for any check or ACH bank draft returned by the bank. Any amounts due on an account which have been paid with a check or ACH

bank draft that has been returned by the bank must be paid in full by cash, cashier's check or money order, including all late charges and returned check charges, within ten (10) days from the day the District mails notice to the customer or otherwise notifies the customer that the check or ACH bank draft has been returned by the bank.

E. Same-Day Service. An additional charge of twenty-five dollars (\$25.00) shall be made when a customer requests same-day service. As an example, this charge will be implemented upon request by a customer for same-day service to start or terminate water and sewer service or to perform re-reads the same day as requested.

F. Accuracy Reading Fee. A meter accuracy reading fee in the amount of twenty-five dollars (\$25.00) shall be charged to a customer by the District for each meter accuracy reading made by the District for such customer when the original reading appears to be accurate. If the original meter reading appears to be in error, no fee will be charged. Each customer will be allowed one accuracy meter reading per calendar year at no charge. **Should a customer request that a meter be removed, and bench tested by an outside source, then a fee of one-hundred-twenty-five dollars (\$125.00) will be charged to the customer. If the meter fails to meet American Water Works Association standards for in-service meters, then the customer will be given a credit offsetting the amount of the charge.

<https://www.awwa.org/publications/journal-awwa/abstract/articleid/34055179.aspx>

G. Meter Data Logging Fee. Each customer will be allowed one data log at no-cost per fiscal year. A fee of twenty-five dollars (\$25.00) shall be charged to a customer by the District for each meter data logging service performed thereafter. Meter data logging service can only be provided during regular business hours.

Section 3.03. Entitlement. Water and sewer service shall be provided to customers in accordance with all TCEQ rules covering minimum water and sewer standards.

Section 3.04. Unauthorized and Extraordinary Waste. The rates established herein are applicable for Domestic Waste as defined herein. Customers proposing to generate other types of waste will be assessed additional charges as established by the District.

Section 3.05. Damage to District Facilities.

A. Damage to Meter and Appurtenances. No person other than a duly authorized agent of the District shall tamper with or in any way interfere with a meter, meter box, service line or other water and/or sewer system appurtenance. The District reserves the right, immediately and without notice, to remove the meter or disconnect water service to any customer whose meter has been tampered with and to assess repair charges to the customer, plus a damage fee not to exceed five-thousand dollars (\$5,000.00), plus any applicable charge for same day service. The District also

reserves the right to file civil and/or criminal charges against any person or entity tampering with the District's public water system and/or sewer system.

B. Repair. It is the responsibility of the customer to maintain and repair the water service line from the point of connection to the District's water meter. The District reserves the right to repair any damage to the District's System and appurtenances without prior notice and to assess against any customer such penalties as are provided by law and such penalties provided for in this Rate Order in addition to those charges necessary to repair the portion of the System so damaged.

C. Video. If at any time a resident/customer wishes to have the District video their sewer line to help the resident determine the condition of their sewer line, the fee will be one-hundred-fifty dollars (\$150.00) payable to the District assessed on the next month's bill.

Section 3.06. Easements. Before service is established to any customer, the person requesting such service shall grant an easement of ingress and egress to and from the meter(s) for such maintenance and repair as the District, in its judgment, may deem necessary.

Section 3.07. Required Service. No service will be provided by the District unless the customer agrees to receive both water and sewer service, except that permanent irrigation only meters may receive water service only. Irrigation meters cannot be connected to any building plumbing.

Section 3.08. Additional Charges. In all cases where services are performed, and equipment or supplies are furnished to a party or entity not within the District, the charge to said party or entity shall be the District's cost of providing such services, equipment and/or supplies, plus fifteen percent (15%). This shall not apply to services, equipment and/or supplies furnished by the District under an existing Interlocal Agreement.

ARTICLE IV

INDUSTRIAL WASTE

Section 4.01. Industrial Waste Policy. The following policy regarding industrial waste shall be effective:

A. Definition. "Industrial waste" shall mean the water-borne solids, liquids, and/or gaseous wastes (including Cooling Water), resulting from any industrial, manufacturing, trade, business, commercial, or food processing operation or process, or from the development of any natural resource, or any mixture of such solids, liquids, or wastes with water or domestic sewage. The Clean Water Act of 1977, as amended, and the General Pretreatment Regulations contained in 40 C.F.R. 403

contain the requirements for user's discharge of industrial waste into wastewater facilities.

B. Industrial Waste Discharge, Charges, and Rates. If any customer of the District's sanitary sewer system proposes to discharge industrial waste into such system, the Board of Directors of the District shall request the recommendation of the District Engineer and shall establish rates and charges to provide for an equitable assessment of costs whereby such rates and charges for discharges of industrial waste correspond to the cost of waste treatment, taking into account the volume and strength of the industrial, domestic, commercial waste, and all other waste discharges treated and techniques of the treatment required. Such rates shall be an equitable system of cost recovery which is sufficient to produce revenues, in proportion to the percentage of industrial wastes proportionately relative to the total waste load to be treated by the District for the operation and maintenance of the treatment works, for the amortization of the District's indebtedness for the cost as may be necessary to assure adequate waste treatment on a continuing basis.

C. Pretreatment. The Board of Directors of the District shall rely upon the recommendation of the District Engineer and shall require pretreatment of any industrial waste that would otherwise be detrimental to the treatment works or to its proper and efficient operation and maintenance or will otherwise prevent the entry of such industrial waste into the treatment plant.

ARTICLE V

ENFORCEMENT/CIVIL PENALTIES

Section 5.01. Enforcement.

A. Civil Penalties. The Board hereby imposes the following civil penalties for breach of any rule of the District: The violator shall pay the District twice the costs the District has sustained due to the violation up to ten-thousand dollars (\$10,000.00). A penalty under this Section is in addition to any other penalty provided by the laws of this State and may be enforced by complaints filed in the appropriate court of jurisdiction in the county in which the District's principal office or meeting place is located. If the District prevails in any suit to enforce its rules, it may, in the same action, recover any reasonable fees for attorneys, expert witnesses, and other costs incurred by the District before the court. The court shall fix the amount of the attorneys' fees.

B. Liability for Costs. Any person violating any of the provisions of this Order and/or the rules and regulations governing water and sanitary sewer facilities, service

lines, and connections shall become liable to the District for any expense, loss or damage occasioned by the District by reason of such violation, and enforcement thereof shall be in accordance with Paragraph A of Section 5.01 of this Order.

Section 5.02. Non-waiver. The failure on the part of the District to enforce any section, clause, sentence, or provision of this Order shall not constitute a waiver of the right of the District later to enforce any section, clause, sentence, or provision of this Order.

Section 5.03. Appeal. Any determination by the District of any dispute regarding the terms and provisions of this order may be appealed to the Board of Directors of the District, which shall conduct a hearing on the matter. The District shall provide the customer with information regarding appeals and hearing procedures upon the customer's request.

ARTICLE VI

MISCELLANEOUS

Section 6.01. Amendments. The Board of the District has and specifically reserves the right to change, alter or amend any rate or provision of this Order at any time.

Section 6.02. Severability. The provisions of this Order are severable, and if any provision or part of this Order or the application thereof to any person or circumstance shall ever be held by any court of competent jurisdiction to be invalid or unconstitutional for any reason, the remainder of this Order and application of such provision or part of this Order shall not be affected thereby.

ARTICLE VII

REPEAL OF PREVIOUS ORDERS

This Rate Order shall be known as the "2022-0921A Rate Order" (Order No. 2022-0921A) of the District. All previous Orders adopted by the Board of Directors pertaining to the subject matter hereof are each hereby repealed in their entirety as of the effective date hereof.

ARTICLE VIII

EFFECTIVE DATE

This Order shall be effective on October 1, 2022.

ARTICLE IX
PUBLIC MEETING

It is hereby found that the meeting at which this Order is adopted is open to the public as required by law, and that public notice of the time, place, and subject matter of said meeting and of the proposed adoption of this Order was given as required by law.

ADOPTED AND APPROVED this 21st day of September 2022.

Kevin R. Carr, President
Board of Directors

Doug Harper, Secretary/Treasurer
Board of Directors

(SEAL)

ORDER NO. 2022-0921B

**ORDER OF TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
LEVYING DEBT SERVICE AND MAINTENANCE TAXES
FOR THE 2022 TAX YEAR**

WHEREAS, Trophy Club Municipal Utility District No. 1 (the “District”) is a duly created and existing municipal utility district created and operating under Chapters 49 and 54 of the Texas Water Code, as amended.

WHEREAS, Section 54.601 of the Texas Water Code provides that at the time bonds payable in whole or in part from taxes are issued, the board of a water district shall levy a continuing direct annual ad valorem tax for each year while all or part of the bonds are outstanding on all taxable property within the district in sufficient amounts to pay the interest on the bonds as it becomes due and to create a sinking fund for the payment of the principal of the bonds when due;

WHEREAS, Section 49.107 of the Texas Water Code provides that a district may levy and collect a tax for maintenance and operation purposes.

WHEREAS, at an election properly conducted in accordance with all applicable laws, the eligible residents of the District previously authorized the issuance of District tax bonds, and the levy and collection of District debt service and maintenance taxes.

WHEREAS, the District has issued its unlimited tax bonds pursuant to the foregoing authorization.

WHEREAS, the Board of Directors of the District approved a proposed ad valorem tax rate for the 2021 tax year at a meeting conducted on August 17, 2022.

WHEREAS, in accordance with the requirements set forth at Section 49.236 of the Texas Water Code and other applicable laws, the District has given proper notice and conducted a public hearing regarding the adoption of ad valorem tax rates for the 2022 tax year.

WHEREAS, after conducting the public hearing, the Board of Directors of the District desires to proceed with the levy and collection of a debt service tax and a maintenance tax for the 2022 tax year; and

WHEREAS, the District has complied with the applicable requirements of the Texas Water Code and other statutes relating to the procedures for establishing ad valorem taxes by municipal utility districts. Now, therefore,

BE IT ORDERED BY THE BOARD OF DIRECTORS OF TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1 THAT:

Section 1. The facts and recitations found in the preamble of this Order are hereby found and declared to be true and correct and are incorporated by reference herein and expressly made a part hereof, as if copied verbatim.

Section 2. There is hereby levied for the 2022 tax year the following ad valorem taxes:

- (i) An ad valorem debt service tax rate of **\$0.03115** on each \$100 of taxable value on all taxable property within the District; and
- (ii) An ad valorem maintenance tax rate of **\$0.06019** on each \$100 of taxable value on all taxable property within the District.

Section 3. The Board of Directors hereby finds and declares that the tax rates adopted and levied by this Order do not exceed the maximum tax rates authorized by the voters of the District.

Section 4. All taxes collected pursuant to this Order, after paying reasonable costs of levying, assessing, and collecting same, shall be used for authorized purposes, as may be specified by the Board of Directors in accordance with applicable laws.

ADOPTED, PASSED AND APPROVED this 21ST day of September 2022.

Kevin R. Carr
President, Board of Directors

ATTEST:

Doug Harper
Secretary, Board of Directors

(SEAL)

RESOLUTION NO. 2022-0921B

**A RESOLUTION TO APPROVE THE 2022 TAX ROLL FOR
TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1**

RESOLVED: Pursuant to Section 26.09(e) of the Texas Tax Code, the Board of Directors of Trophy Club Municipal Utility District No. 1 hereby approves the 2022 certified appraisal rolls dated July 25th, 2022, from Denton County Central Appraisal District and dated July 21, 2022, from Tarrant Appraisal District, in which the certified appraised values were listed as \$1,645,315,777 and \$590,349,578 respectively, for a total certified appraised value of \$2,235,665,355. The 2021 tax rate approved by the Board of Directors of Trophy Club Municipal Utility District No. 1 is \$0.09134 per \$100 assessed valuation. The amount of tax entered on the certified appraisal rolls and applied to all taxable property within the District results in a \$2,041,982 tax levy. The Board hereby approves such appraisal rolls with amounts of tax entered and declares that such shall constitute the District's tax roll for the 2022 tax year.

RESOLVED, ADOPTED AND APPROVED by the Board of Directors of Trophy Club Municipal Utility District No. 1, Trophy Club, Texas, this 21st day of September 2022.

Kevin R. Carr, President
Board of Directors

(SEAL)

Doug Harper, Secretary/Treasurer
Board of Directors

Laurie Slaght, District Secretary

CERTIFICATE OF RESOLUTION 2022-0921B

THE STATE OF TEXAS §
COUNTIES OF DENTON AND TARRANT §

I, the undersigned member of the Board of Directors of Trophy Club Municipal Utility District No. 1 of Denton and Tarrant Counties, Texas (the "District"), hereby certify as follows:

1. That I am the duly qualified Secretary of the Board of Directors of the District, and that as such, I have custody of the minutes and records of the District.

2. That the Board of Directors of the District convened in Open Session at a Regular Meeting on September 21, 2022, at the regular meeting place thereof, and the roll was called of the duly constituted officers and members of the Board of Directors, to wit:

- | | |
|-----------------|---------------------|
| Kevin R. Carr | President |
| Ben Brewster | Vice President |
| Doug Harper | Secretary/Treasurer |
| William C. Rose | Director |
| Tracey Hunter | Director |

All members of the Board were present except _____, thus constituting a quorum. Whereupon, among other business, the following was transacted at such meeting:

RESOLUTION 2022-0921B APPROVING TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1 TAX ROLL FOR FISCAL YEAR 2022

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

AYES: _____ NAYS: _____ ABSTENTIONS: _____

3. That a true, full and correct copy of such Resolution adopted at such meeting is attached to and follows this certificate; that such Resolution has been duly recorded in the minutes of the Board of Directors for such meeting; that the persons named in the above

and foregoing Paragraph 2 were the duly chosen, qualified and acting officers and members of the Board of Directors as indicated therein, that each was duly and sufficiently notified officially and personally, in advance, of the time, place and purpose of such meeting, and that such Resolution would be introduced and considered for adoption at such meeting, and that each consented, in advance, to the holding of such meeting for such purpose; that the canvassing of the officers and members of the Board of Directors present at and absent from such meeting and of the votes of each on such motion, as set forth in the above and foregoing Paragraph 2, is true and correct; and that sufficient and timely notice of the hour, date, place and subject of such meeting was given and posted as required by Chapter 551, Texas Gov. Code.

RESOLVED, PASSED and APPROVED on this 21st day of September 2022.

Doug Harper, Secretary/Treasurer
Board of Directors

(SEAL)

Laurie Slaght
District Secretary

**AMENDMENT TO DISTRICT INFORMATION FORM
TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1**

STATE OF TEXAS §

COUNTIES OF DENTON AND TARRANT §

We, the undersigned, constituting a majority of the members of the Board of Directors of Trophy Club Municipal Utility District No. 1 (the “District”), of Denton and Tarrant Counties, Texas, do hereby make and execute this Amendment to the District Information Form in compliance with Section 49.455, Texas Water Code.

We do hereby certify as follows:

1. **Tax Rate.** The most recent rate of the District taxes on taxable property located in the District is \$0.09134 per \$100 of assessed valuation.

2. **Form of Notice to Purchaser.** A Notice to Purchaser form required by Section 49.452 of the Texas Water Code to be furnished by a seller to a purchaser of real property in the District is attached hereto as Exhibit "A".

WITNESS OUR HANDS THIS THE 21st DAY OF SEPTEMBER 2022.

Kevin R. Carr, President

Ben Brewster, Vice President

Doug Harper, Secretary/Treasurer

William C. Rose, Director

Tracey Hunter, Director

(SEAL)

EXHIBIT "A"

(Notice to Purchaser)

NOTICE TO PURCHASER

The real property, described below, that you are about to purchase is located in TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1 (the "District"). The District has taxing authority separate from any other taxing authority and may, subject to voter approval, issue an unlimited amount of bonds and levy an unlimited rate of tax in payment of such bonds. As of this date, the rate of taxes levied by the District on real property located in the District is \$0.09134 on each \$100 of assessed valuation. The total amount of bonds, excluding refunding bonds and any bonds or any portion of bonds issued that are payable solely from revenues received or expected to be received under a contract with a governmental entity, approved by the voters and which have been or may, at this date, be issued is \$34,859,217, and the aggregate initial principal amounts of all bonds issued for one or more of the specified facilities of the District and payable in whole or in part from property taxes is \$34,855,000.

The District is located in part within the corporate boundaries of the Town of Trophy Club and the Town of Westlake. With respect to property located within the corporate boundaries of a municipality, the taxpayers of the District are subject to the taxes imposed by the municipality and by the District until the District is dissolved. By law, a district located wholly in two or more municipalities and in unincorporated area may be abolished by agreement among the District and all of the municipalities in which parts of the district are located, and without the consent of the voters of the district.

The purpose of this District is to provide water and sanitary sewer facilities and services and fire-fighting facilities and activities within the District through the issuance of bonds payable in whole or in part from property taxes. The cost of these utility and fire-fighting facilities is not included in the purchase price of your property, and these utility and fire-fighting facilities are owned by the District.

The legal description of the property you are acquiring is as follows:

(Date)

Signature of Seller

PURCHASER IS ADVISED THAT THE INFORMATION SHOWN ON THIS FORM IS SUBJECT TO CHANGE BY THE DISTRICT AT ANY TIME. THE DISTRICT ROUTINELY ESTABLISHES TAX RATES DURING THE MONTHS OF SEPTEMBER THROUGH DECEMBER OF EACH YEAR, EFFECTIVE FOR THE YEAR IN WHICH THE TAX RATES ARE APPROVED BY THE DISTRICT. PURCHASER IS ADVISED TO CONTACT THE DISTRICT TO DETERMINE THE STATUS OF ANY CURRENT OR PROPOSED CHANGES TO THE INFORMATION SHOWN ON THIS FORM.

The undersigned purchaser hereby acknowledges receipt of the foregoing notice at or prior to execution of a binding contract for the purchase of the real property described in such notice or at closing of purchase of the real property.

(Date)

Signature of Purchaser

THE STATE OF TEXAS §
 §
COUNTY OF DENTON §

This instrument was acknowledged before me on _____, 2021, by
_____, _____, _____,
_____ and _____.

(SEAL)

Notary Public, State of Texas

Return recorded document to:
Laurie Slaght, District Secretary
Trophy Club Municipal Utility District No. 1
100 Municipal Drive
Trophy Club, Texas 76262

**CERTIFICATE OF ORDER NO. 2022-0921C
ADOPTING AMENDED AND RESTATED INVESTMENT POLICY**

THE STATE OF TEXAS §
COUNTIES OF DENTON AND TARRANT §

I, the undersigned District Secretary of Trophy Club Municipal Utility District No. 1 (the "District"), hereby certify as follows:

1. The Board convened in regular session, open to the public, on the 21st day of September 2022, at the regular meeting place thereof, and the roll was called of the members of the Board, to-wit:

- | | |
|-----------------|---------------------|
| Kevin R. Carr | President |
| Ben Brewster | Vice President |
| Doug Harper | Secretary/Treasurer |
| William C. Rose | Director |
| Tracey Hunter | Director |

All members of the Board were present except the following, _____, thus constituting a quorum. Whereupon, among other business, the following was transacted at such meeting:

**ORDER NO. 2022-0921C ADOPTING AMENDED
AND RESTATED INVESTMENT POLICY**

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

AYES: ____ NAYS: ____ ABSTENTIONS ____

2. A true, full, and correct copy of the aforesaid Order adopted at the meeting described in the above and foregoing paragraph is attached to and follows this Certificate; such Order has been duly recorded in said Board's minutes of such meeting; the above and foregoing paragraph is a true, full, and correct excerpt from the Board's minutes of such meeting pertaining to the adoption of such Order; 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 such meeting and that such Order would be introduced and considered for adoption at such meeting and each of such officers and members consented, in advance, to the holding of such meeting for such purpose; such meeting was open to the public, as required by law, and public notice of the time, place and purpose of such meeting was given as required by Chapter 551, Government Code and Section 49.063, Texas Water Code, as amended.

SIGNED AND SEALED the 21st day of September 2022.

Laurie Slaght, District Secretary

(SEAL)

ORDER NO. 2022-0921C

**TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
ADOPTING INVESTMENT POLICY**

THE STATE OF TEXAS §
COUNTIES OF DENTON AND TARRANT §

WHEREAS, V.T.C.A., Government Code, Chapter 2256, as amended (the “Public Funds Investment Act”), requires the governing body of political subdivisions to adopt a written investment policy concerning the investment of its funds and funds under its control;

WHEREAS, Section 49.157(a) of the Texas Water Code, as amended, provides that all District deposits and investments shall be governed by Subchapter A, Chapter 2256, Government Code (Public Funds Investment Act); and,

WHEREAS, Section 49.157(b) of the Texas Water Code, as amended, provides that an authorized representative of the District may invest and reinvest the funds of the District and provide for money to be withdrawn from the appropriate accounts of the District for the investment on such terms as the board considers advisable.

WHEREAS, the Board of Directors (the “Board”) of Trophy Club Municipal Utility District No. 1 (the “District”) has previously designated one or more investment officers and adopted a policy relating to the investment of District funds in accordance with the Public Funds Investment Act; and,

WHEREAS, the Public Funds Investment Act requires that the Board of Directors of the District review the Investment Policy and its investment strategies not less than annually and make any changes thereto as determined by the Board of Directors to be necessary and prudent, and to adopt an order or resolution stating that it has reviewed the Investment Policy and investment strategies and recording any changes made thereto.

NOW, THEREFORE, BE IT ORDERED BY THE BOARD OF DIRECTORS OF TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1, THAT:

Section 1. The matters and facts recited in the preamble to this Order are found to be true and correct and the same are incorporated herein as a part of this Order.

Section 2. The Board has reviewed its Investment Policy and the investment strategies set forth therein in accordance with the requirements of Section 2256.005(e) of the Public Funds Investment Act. Based upon such review, the Board finds and declares that the Investment Policy in the form attached hereto, including the written investment strategies set forth therein, is hereby approved and adopted, and such Policy shall replace and supersede in its entirety the prior Investment Policy of the District, together with any and all other resolutions or orders relating to the investment of the District’s funds. The Investment Policy has been revised to update the District’s authorized investment firms set forth in Exhibit “C”.

Section 3. The General Manager is authorized to do all things necessary and proper to evidence the Board's adoption of this Order and to carry out the intent hereof. Upon execution, a permanent copy of this Order shall be filed in the permanent records of the District.

ADOPTED, PASSED AND APPROVED by the Board of Directors of Trophy Club Municipal Utility District No. 1 on this 21st day of September 2022.

Kevin R. Carr, President
Board of Directors

ATTEST:

Doug Harper, Secretary/Treasurer
Board of Directors

(SEAL)

Laurie Slaght, District Secretary

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1

INVESTMENT POLICY

SEPTEMBER 21, 2022

I.

STATUTORY AUTHORITY

1.01 Statutory Authority. This Policy has been adopted pursuant to, and in accordance with the requirements of, Chapter 2256 of the Texas Government Code (the Public Funds Investment Act) and Chapter 2257 of the Texas Government Code (the Public Funds Collateral Act).

II.

POLICY

2.01 Policy. It is the policy of Trophy Club Municipal Utility District No. 1 (“District”) that after allowing for the anticipated cash flow requirements of the District and giving due consideration to the safety and risk of investment, all available funds shall be invested in conformance with these legal and administrative guidelines, seeking to optimize interest earnings to the maximum extent possible.

2.02 Cash Management. Effective cash management is recognized as essential to good fiscal management. Investment interest is a source of revenue to District funds. The District investment portfolio shall be designed and managed in a manner designed to be responsive to public trust, to be in compliance with legal requirements and limitations, and to maximize this revenue source.

Investments shall be made with the primary objectives of:

- * Safety and preservation of principal
- * Maintenance of sufficient liquidity to meet operating needs
- * Public trust from prudent investment activities
- * Optimization of interest earnings on the portfolio

III.

PURPOSE

3.01 Purpose. The purpose of this investment policy is to comply with Chapter 2256 of the Government Code (“Public Funds Investment Act”), which requires the District to adopt a written investment policy regarding the investment of its funds and funds under its control. The Investment Policy addresses the methods, procedures and practices that must be exercised to ensure effective and judicious fiscal management of District funds.

IV. SCOPE

4.01 Scope. This Policy applies to the investment of all funds of Trophy Club Municipal Utility District No. 1 (the “District”) and funds under its control. The Board of the District shall review this Investment Policy and the investment strategies set forth herein not less than annually and shall make any changes thereto as determined by the Board of the District to be necessary and prudent for the management of District funds. Not less than annually, the Board shall adopt a written order or resolution stating that it has reviewed the Investment Policy and investment strategies and setting forth any changes made thereto.

4.02 This Policy shall govern the investment of all financial assets of the District. These funds are accounted for in the Basic Financial Statements and include:

- * General Fund
- * Capital Projects Funds
- * Debt Service Funds, including reserves and sinking funds, to the extent not required by law or existing contract to be kept segregated and managed separately
- * Any new fund created by the District, unless specifically exempted from this Policy by the District Board of Directors or by law.

4.03 The District consolidates fund cash balances to maximize investment earnings. Investment income will be allocated to the various funds based on their respective participation and in accordance with generally accepted accounting principles.

4.04 This Policy shall apply to all transactions involving the financial assets and related activity for all the foregoing funds. However, this policy does not apply to the assets administered for the benefit of the District by outside agencies under deferred compensation programs.

V. OBJECTIVES

5.01 Investment Objectives. Investment of funds shall be governed by the following investment objectives, in order of priority:

- i. **Preservation and safety of principal** - The foremost objective of the District’s Investment Policy is to assure safety of the invested funds. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital while minimizing credit rate and interest rate risk. Investment for speculation is prohibited.
- ii. **Liquidity** - Funds will be invested with maturities necessary to maintain sufficient liquidity to provide adequate and timely working funds.
- iii. **Yield** - Return on investment is of least importance compared to the safety and liquidity objectives described above.

VI. INVESTMENT PARAMETERS

6.01. Investment Strategies. The District’s overall investment strategy shall be to purchase high credit quality investments that preserve the safety of capital, maximize liquidity, promote diversification, and provide reasonable market yield (in that order of priority), based on the District’s anticipated cash flows and the maintenance of a liquidity buffer for unanticipated liabilities. Investments are to be chosen in a manner which promotes diversity by market sector, credit and maturity. The choice of high credit quality investments and high-grade money market instruments are designed to assure the marketability of those investments should liquidity needs arise. Detailed strategies by fund type are set forth in **Exhibit “A”** of this Policy. The Board of the District shall review annually the investment strategies and shall make any changes thereto as determined by the Board to be necessary and prudent for the management of the District's funds.

6.02 Maximum Maturities. The District will match its investments with anticipated cash flow requirements. To match anticipated cash flow requirements, the maximum weighted average maturity of the overall portfolio shall not exceed 365 days and a benchmark of the six-month and one-year Treasury Bills shall be used to measure risk in the portfolio. Unless matched to a specific cash flow requirement, the District will not directly invest in securities maturing more than 24 months from the date of purchase.

6.03 Diversification. The District will diversify its portfolio to reduce risk. The following table sets forth the minimum diversification standards by security type:

Type of Investment	Maximum Percentage of District Portfolio
US Agencies/Instrumentalities	50%
Certificates of Deposit/Share Certificates	90%
Local Government Investment Pools	90%
Money Market Accounts	90%

6.04. Competitive Bidding Requirement. All securities, including certificates of deposit, will be purchased, or sold after three (3) offers/bids are taken to verify that the District is receiving fair market value/price for the investment. Bids for certificates of deposit may be solicited orally, in writing, electronically, or any combination of these methods.

6.05. Delivery versus Payment. All security transactions entered into by the District shall be conducted on a delivery versus payment (DVP) basis. Securities will be held by a third party custodian designated by the Investment Officer and evidenced by safekeeping receipts.

6.06 Rating Declines or Loss of Rating. The Investment Officer shall monitor the credit rating on all authorized investments in the District’s portfolio based on independent information from a nationally recognized rating agency. Ratings monitoring will be performed on a monthly basis for all authorized investments except mutual funds and commercial paper. Ratings monitoring will be performed on a weekly basis for mutual funds and commercial paper. If any security falls below the minimum rating required by this Policy (i.e. Public Funds Investment Act), the Investment Officer shall immediately solicit bids for and sell the security if possible, regardless

of a loss of principal.

6.07 Electronic Wire Transfers. The Investment Officer may use electronic means to transfer or invest funds collected or controlled by the District. Electronic transfers shall only be made with prior written approval by the General Manager.

VII. DELEGATION OF INVESTMENT AUTHORITY

7.01 Appointment of Investment Officer. The person serving as General Manager is hereby appointed the Investment Officer of the District. The Investment Officer shall be responsible for the investment of District funds in accordance with this Investment Policy. If the Board has contracted with another investing entity to invest the District's funds, as authorized by the Public Funds Investment Act, the Investment Officer of the other investing entity is considered to be the Investment Officer of the District for such purposes. The authority hereby granted to the Investment Officer to invest the District's funds is effective until rescinded by the Board, until the expiration of the officer's term or the termination of the person's employment with the District, or if an investment management firm, until the expiration of the contract with the District.

7.02 Investment Training. The Board appointed Treasurer, General Manager/Investment Officer, and Finance Manager, shall attend at least one investment training session from an independent source and containing at least six (6) hours of instruction relating to investment responsibilities within 12 (twelve) months after taking office or assuming duties. The Treasurer, General Manager/Investment Officer, and Finance Manager shall also attend an investment training session within each two-year period that begins on the first day of the District's fiscal year and consists of the two consecutive fiscal years after that date after the first year and receive not less than four (4) hours of instruction relating to investment responsibilities from an independent source. Training must include education on investment controls, security risks, strategy risks, market risks, diversification of investment portfolio and compliance with the Public Funds Investment Act. Certificates and/or other documentation of completed training hours shall be maintained with this Policy as **Exhibit "E"**.

7.03 Internal Controls. The Investment Officer is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse. The internal control structure shall be designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. Accordingly, the Investment Officer shall establish a process for annual independent review by an external auditor to assure compliance with policies and procedures. The internal controls shall address the following points.

- Control of collusion.
- Separation of transactions authority from accounting and record keeping.
- Custodial safekeeping.
- Written confirmation for telephone (voice) transactions for investments and wire transfers.

- Development of a wire transfer agreement with the depository bank or third party custodian.

7.04 Prudence. The standard of care to be used by the Investment Officer shall be prudent person standard and shall be applied in the context of managing the overall portfolio. These standard states that the person designated as the Investment Officer shall exercise the judgment and care, under prevailing circumstances, that a prudent person would exercise in the management of the person's own affairs. In determining whether the Investment Officer has exercised prudence with respect to an investment decision, the determination shall take into consideration (i) the investment of all funds over which the Investment Officer has responsibility rather than consideration as to the prudence of a single investment, and (ii) whether the investment decision was consistent with this Investment Policy.

7.05 Ethics. Officers and employees involved in the investment of District funds shall refrain from personal activity that could conflict with the proper execution and management of the District's investment program. Employees and investment officials shall disclose, in writing, any material interests, including personal business relationships, with any financial institution with which it is proposed that the District conduct business. For purposes of District investments, employees or investment officials have a personal business relationship with a business organization if:

- i. the individual owns 10 (ten) percent or more of the voting stock or shares of the business organization or owns \$5,000 or more of the fair market value of the business organization; or
- ii. funds received by the individual from the business organization exceed 10 percent of the individual's gross income for the previous year; or
- iii. the individual has acquired from the business organization during the previous year investments with a book value of \$2,500 or more for the personal account of the individual.

7.06 Limitation of Personal Liability. Authorized representatives of the District who invest the District's funds in accordance with this Policy shall have no personal liability for any individual security's credit risk or market price changes provided deviations from expectations are reported in a timely manner and appropriate action is taken to control adverse developments.

VIII. INVESTMENT REPORTS

8.01 Internal Management Reports. The Investment Officer shall prepare and submit not less than quarterly to the Board of Directors of the District written reports of investment transactions for all funds of the District for the preceding reporting period. The quarterly reports shall comply with the requirements of Section 2256.023 of the Public Funds Investment Act. Specifically, the quarterly report shall:

- i. Describe in detail the investment position of the District.

- ii. Be prepared jointly by all Investment Officers.
- iii. Be signed by each Investment Officer.
- iv. Contain a summary statement of each pooled fund group that states the:
 - (A) beginning market value for the reporting period; and
 - (B) ending market value for the period; and
 - (C) fully accrued interest for the reporting period; and
 - (D) state the book value and market value of each separately invested asset at the end of the reporting period by the type of asset and fund type invested; and
 - (E) state the maturity date of each separately invested asset that has a maturity date; and
 - (F) state the account or fund or pooled group fund in the state agency or local government for which each individual investment was acquired; and
 - (G) state the compliance of the investment portfolio of the District as it relates to: (i) the investment strategy expressed in this Policy; and (ii) relevant provisions of the Public Funds Investment Act.

IX. COLLATERAL, SAFEKEEPING, AND CUSTODY REQUIREMENTS

9.01 Collateral Policy. Consistent with the requirements of the Public Funds Collateral Act, it is the policy of the District to require full collateralization of all District funds on deposit with a depository bank and for repurchase agreements. In order to anticipate market changes and provide a level of security for all funds, the collateralization level will be 102% of market value of principal and accrued interest on the deposits or investments, less an amount insured by the FDIC. At its discretion, the District may require a higher level of collateralization for certain investment securities. Securities pledged as collateral shall be held by an independent third party with which the District has a current custodial agreement. The General Manager is responsible for entering into collateralization agreements with third party custodians in compliance with this Policy. The agreements are to specify the acceptable investment securities for collateral, including provisions relating to possession of the collateral, the substitution or release of investment securities, ownership of securities, and the method of valuation of securities. A clearly marked evidence of ownership (safekeeping receipt) must be supplied to the District and retained. Collateral shall be reviewed at least monthly to assure that the market value of the pledged securities is adequate.

9.02 Authorized Collateral for Time and Demand Deposits. The District shall accept only the following securities as collateral for time and demand deposits:

- i. FDIC insurance coverage.
- ii. Obligations of the United States, its agencies or instrumentalities, or other evidence of indebtedness of the United States guaranteed as to principal and interest.
- iii. Obligations of Texas or other states or of a county, city or other political subdivision of a state having been rated as not less than “A” or its equivalent by two nationally recognized rating agencies.
- iv. A letter of credit issued by a federal home loan bank.

9.03 Authorized Collateral for Repurchase Agreements. The District shall accept as collateral for repurchase agreements only obligations of the United States, its agencies, or instrumentalities.

X. AUTHORIZED INVESTMENTS

10.01 Authorized Investments. The following are authorized investments for the District’s funds, as further described and restricted by the Public Funds Investment Act:

- i. Obligations of, or guaranteed by, the United States. Obligations of the United States, its agencies, and instrumentalities, excluding mortgage backed securities, and that are authorized investments under Section 2256.009 of the Public Funds Investment Act.
- ii. State Obligations. Obligations of the State of Texas or any state of the United States or their respective agencies and instrumentalities, agencies, counties, cities, and other political subdivisions rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent, and that are authorized investments under Section 2256.009 of the Public Funds Investment Act.
- iii. Other Governmental Obligations. Obligations, the principal, and interest of which are unconditionally guaranteed or insured by, or backed by the full faith and credit of, the State of Texas or the United States or their respective agencies and instrumentalities, including obligations that are fully guaranteed or insured by the Federal Deposit Insurance Corporation or by the explicit full faith and credit of the United States.
- iv. Certificates of Deposit/Share Certificates.
 - (a) Fully insured or collateralized certificates of deposit or share certificates that are approved investments under Section 2256.010 of the Public Funds Investment Act: (i) from a depository institution that has its main office or a branch office in the State of Texas; and (ii) that are guaranteed or insured by the Federal Deposit Insurance Corporation or its successor, or by the National Credit Union Share Insurance Fund or its successor, as applicable. Authorized certificates of deposit shall include such certificates purchased through the CDARS program with a Texas bank.

- (b) Fully insured certificates of deposit purchased from a broker or a bank that has its main office or a branch office in the State of Texas and is selected from the list of qualified brokers attached to this Investment Policy. All investments in such brokered certificates of deposit shall be made on a delivery versus payment basis to the District's safekeeping agent, and the Investment Officer shall verify that the bank is fully insured by the Federal Deposit Insurance Corporation prior to purchase. In the event any bank from which the District has purchased a brokered certificate of deposit merges with, or is acquired by, another bank in which brokered certificates of deposit are owned by the District, the Investment Officer shall immediately contact the banks and liquidate any brokered certificate that exceeds FDIC insurance levels.
- v. Repurchase Agreements. Fully collateralized repurchase agreements with a defined termination date executed with a primary dealer as defined by the Federal Reserve or a financial institution doing business in this state, and that are authorized investments under Section 2256.011 of the Public Funds Investment Act.
- vi. Mutual Funds. Money Market Mutual funds that: 1) are registered and regulated by the Securities and Exchange Commission, 2) have a dollar weighted average stated maturity of 90 days or less, 3) seek to maintain a net asset value of \$1.00 per share, and 4) are rated AAA by at least one nationally recognized rating service.
- vii. Investment Pools. AAA-rated, constant-dollar local government investment pools that meet the requirements set forth in the Public Funds Investment Act for the investment of public funds, including Sections 2256.016, .017, .018, and .019, and provided further that such investments must be approved by the Board of Directors of the District by separate resolution.
- viii. Interest bearing accounts of any FDIC bank in Texas.

XI.

AUTHORIZED FINANCIAL DEALERS AND INSTITUTIONS

11.01 Authorized Financial Dealers and Institutions. The Board may 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 public funds; provided, that a contract may not be for a term longer than two years, and any renewal or extension thereof must be made by the Board by order or resolution.

XII.

MISCELLANEOUS

12.01 Policy to be presented to Investment Officer. The Investment Officer shall be presented a copy of this Investment Policy and shall execute a written instrument substantially in the form attached hereto as **Exhibit "B"** to the effect that the Investment Officer has:

- i. received and thoroughly reviewed a copy of this Investment Policy; and
- ii. implemented procedures and controls to comply with the Investment Policy.

12.02 Policy to be presented to Investment Firms. A written copy of the Investment Policy shall be presented to any business organization offering to engage in an investment transaction with the District. For purposes of this Policy, a “business organization” is an investment pool or investment management firm under contract with the District to invest or manage the District’s investment portfolio that has accepted authority granted by the District under the contract to exercise investment discretion in regard to the District’s funds. The qualified representative of the business organization offering to engage in an investment transaction with the District shall execute a written instrument in a form acceptable to the District and the business organization substantially to the effect that the business organization has:

- i. Received and reviewed the Investment Policy of the District; and
- ii. Acknowledged that the business organization has implemented procedures and controls in an effort to preclude investment transactions conducted between the District and the organization that are not authorized by the District's Investment Policy, except to the extent that this authorization is dependent on an analysis of the makeup of the District's entire portfolio or requires an interpretation of subjective investment standards. The Investment Officer may not acquire or otherwise obtain any authorized investment described in the Investment Policy from a person who has not delivered to the District the written instrument set forth in **Exhibit “B”** hereof.

The District shall maintain a copy of each of the executed written statements described in Sections 12.01 and 12.02 for the auditor and include them as **Exhibit “D”** of this policy.

At any time that the District amends this Investment Policy, the Investment Officer shall present the amended Investment Policy to all persons and/or business organizations at which funds of the District are invested and shall obtain a new written instrument as described in Section 10.01(B) hereof.

12.03 Annual Financial Audit. The District, in conjunction with its annual financial audit, shall perform a compliance audit of management controls on investments and adherence to the District's established investment policies.

12.04 Selection of Authorized Brokers. The District shall annually review, revise and adopt a list of qualified brokers that are authorized to engage in investment transactions with the District. Approved Investment Brokers are those listed in **Exhibit C** of this Policy.

12.05 Repeal of Prior Orders. Any and all prior orders or resolutions relating to the investment of District funds are hereby repealed and this Policy shall supersede any such prior orders or resolutions as of the date of its adoption by the Board of Directors.

12.06 Effective Date. This Policy shall be effective as of September 21, 2022.

EXHIBIT "A"

INVESTMENT STRATEGY

Operating Funds

Suitability - All investments authorized in the Investment Policy are suitable for Operating Funds.

Preservation and Safety of Principal - All investments shall be high quality securities with no perceived default risk.

Liquidity - Investment strategies for the pooled operating funds have as their primary objective to assure that anticipated cash flows are matched with adequate investment liquidity. The dollar-weighted average maturity of operating funds, based on the stated final maturity date of each security, will be calculated, and limited to one year or less. Constant \$1 net asset value investment pools and money market mutual funds shall be an integral component in maintaining daily liquidity. Investments for these funds shall not exceed an 18-month period from date of purchase.

Marketability - Securities with active and efficient secondary markets will be purchased in the event of an unanticipated cash requirement.

Diversification - Maturities shall be staggered throughout the budget cycle to provide cash flows based on anticipated needs. Investment risks will be reduced through diversification among authorized investments.

Yield - The District's objective is to attain a competitive market yield for comparable securities and portfolio constraints. The benchmark for Operating Funds shall be the 91 day Treasury bill.

Reserve and Deposit Funds

Suitability - All investments authorized in the Investment Policy are suitable for Reserve and Deposit Funds.

Preservation and Safety of Principal - All investments shall be high quality securities with no perceived default risk.

Liquidity - Investment strategies for reserve and deposit funds shall have as the primary objective the ability to generate a dependable revenue stream to the appropriate reserve fund from investments with a low degree of volatility. Except as may be required by the bond ordinance specific to an individual issue, investments should be of high quality, with short-to-intermediate-term maturities. The dollar-weighted average maturity of reserve and deposit funds, based on the stated final maturity date of each security, will be calculated, and limited to two years or less.

Marketability - Securities with active and efficient secondary markets will be purchased in the event of an unanticipated cash requirement.

Diversification - Maturities shall be staggered throughout the budget cycle to provide cash flows based on anticipated needs. Investment risks will be reduced through diversification among authorized investments.

Yield - The District's objective is to attain a competitive market yield for comparable securities and portfolio constraints. The benchmark for Reserve and Deposit Funds shall be the ninety-one (91) day Treasury bill.

Bond and Certificate Capital Project Funds and Special Purpose Funds

Suitability - All investments authorized in the Investment Policy are suitable for Bond and Certificate Capital Project Funds and Special Purpose Funds.

Preservation and Safety of Principal - All investments shall be high quality securities with no perceived default risk.

Liquidity - Investment strategies for bond and certificate capital project funds, special projects and special purpose funds' portfolios will have as their primary objective to assure that anticipated cash flows are matched with adequate investment liquidity. The stated final maturity dates of investments held should not exceed the estimated project completion date or a maturity of no greater than three years. The dollar-weighted average maturity of bond and certificate capital project funds and special purpose funds, based on the stated final maturity date of each security, will be calculated and limited to two years or less.

Marketability - Securities with active and efficient secondary markets will be purchased in the event of an unanticipated cash requirement.

Diversification - Maturities shall be staggered throughout the budget cycle to provide cash flows based on anticipated needs. Investment risks will be reduced through diversification among authorized investments.

Yield - The District's objective is to attain a competitive market yield for comparable securities and portfolio constraints. The benchmark for Bond and Certificate Capital Project Funds and Special Purpose Funds shall be the ninety-one (91) day Treasury bill. A secondary objective of these funds is to achieve a yield equal to or greater than the arbitrage yield of the applicable bond or certificate.

Debt Service Funds

Suitability - All investments authorized in the Investment Policy are suitable for Debt Service Funds.

Preservation and Safety of Principal - All investments shall be high quality securities with no

perceived default risk.

Liquidity - Investment strategies for debt service funds shall have as the primary objective the assurance of investment liquidity adequate to cover the debt service obligation on the required payment date. Securities purchased shall not have a stated final maturity date which exceeds the debt service payment date. The dollar-weighted average maturity of debt service funds, based on the stated final maturity date of each security, will be calculated, and limited to one year or less.

Marketability - Securities with active and efficient secondary markets will be purchased in the event of an unanticipated cash requirement.

Diversification - Maturities shall be staggered throughout the budget cycle to provide cash flows based on anticipated needs. Investment risks will be reduced through diversification among authorized investments.

Yield - The District's objective is to attain a competitive market yield for comparable securities and portfolio constraints. The benchmark for Debt Service Funds shall be the ninety-one (91) day Treasury bill.

EXHIBIT "B"

**INVESTMENT OFFICER AND INVESTMENT FIRM CERTIFICATION
OF RECEIPT AND REVIEW OF INVESTMENT POLICY**

THE STATE OF TEXAS

COUNTY OF DENTON

I, _____ of _____,
do hereby certify that I have been presented a copy of the Amended and Restated Investment
Policy for Trophy Club Municipal Utility District No. 1 dated _____. I have thoroughly
reviewed the Investment Policy and acknowledge that _____ has implemented
procedures and controls to comply with the Investment Policy.

WITNESS MY HAND THIS ___ day of _____, 2022.

Name: _____

Title: _____

EXHIBIT "C"
APPROVED INVESTMENT FIRMS

Name of Bank	Phone Number	Address	Town	State	Zip
Prosperity Bank	817-378-2210	217 North Main	Keller	TX	76248
First Financial	817-329-8615	95 Trophy Club Dr	Trophy Club	TX	76262
TexPool	866-839-7665	1001 Texas Avenue Suite 1400	Houston	TX	77002

EXHIBIT "D"

**EXECUTED CERTIFICATIONS OF RECEIPT
AND REVIEW OF INVESTMENT POLICY**

EXHIBIT "E"

TRAINING CERTIFICATES FOR INVESTMENT OFFICER

University of North Texas Center for Public Management

and

Government Treasurers' Organization of Texas

Co Sponsored by University of North Texas

Certificate of Attendance

presented to

Steven Krolczyk

For completion of training on the Texas Public Funds Investment Act and related investment issues

January 26, 2021 5 hours

January 27, 2021 0 hours

Patrick Shinkle
Center for Public Management
TSBPA CPE Sponsor 007716

University of North Texas Center for Public Management
and
Government Treasurers' Organization of Texas

Co-Sponsored by El Paso County

Certificate of Attendance
presented to

Alan Fourmentín

For completion of training on the Texas Public Funds Investment Act and related investment issues

June 21, 2022..... 4 hours

Patrick Shinkle
Center for Public Management
TSBPA CPE Sponsor 007716

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
RESOLUTION NO. 2022-0921C
ADOPTING CASH RESERVE POLICY

THE STATE OF TEXAS §
COUNTIES OF DENTON AND TARRANT §

WHEREAS, Trophy Club Municipal Utility District No. 1 (the “District”) is duly created and existing municipal utility district created and operating under Chapters 49 and 54 of the Texas Water Code, as amended;

WHEREAS, the Governmental Accounting Standards Board (“GASB”) released Statement No. 54 “Fund Balance Reporting and Governmental Fund Type Definitions” on March 11, 2009. The objective of GASB Statement No. 54 is to enhance the usefulness of fund balance information by providing clearer fund balance classifications and by clarifying governmental fund type definitions;

WHEREAS, the Board of Directors of the District desires to implement GASB Statement No. 54, and in connection therewith, desires to adopt certain policies for the establishment, funding and management of the District's reserve funds including specifying the target balances for each reserve fund; and

WHEREAS, the objective of the Policy is to enhance the District's financial position, provide clear policies regarding the funding of reserve funds, and to establish and maintain adequate reserve funds to secure the District's financial position.

NOW, THEREFORE, BE IT ORDERED BY THE BOARD OF DIRECTORS OF TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1, THAT:

Section 1. The matters and facts recited in the preamble to this Order are found to be true and correct and the same are incorporated herein as a part of this Order.

Section 2. The Board has reviewed the Reserve Policy and finds and declares that the Reserve Policy in the form attached hereto is hereby approved and adopted, and such Policy shall replace and supersede in its entirety the Policy adopted pursuant to Resolution No. 2021-0920C and any prior Cash Reserve Policy of the District.

Section 3. The General Manager is authorized to do all things necessary and proper to evidence the Board's adoption of this Order and to carry out the intent hereof. Upon execution, a permanent copy of this Order shall be filed in the permanent records of the District.

Section 4. That the Finance Manager is hereby authorized to perform the functions required by the attached Reserve Policy.

ADOPTED, PASSED AND APPROVED this 21st day of September 2022.

Kevin R. Carr, President
Board of Directors

ATTEST:

Doug Harper, Secretary
Board of Directors

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1 RESERVE POLICY

ARTICLE I

BACKGROUND

Section 1.01. Background.

One of the key attributes of a financially stable organization is the establishment and maintenance of appropriate financial reserves. Adequate reserves position an organization to weather significant economic downturns more effectively, manage the consequences of outside agency actions that may result in increased costs, and address unexpected emergencies, such as natural disasters, catastrophic events caused by human activity, or excessive liabilities or legal judgments against the organization. In concert with Trophy Club Municipal Utility District No. 1's (the "District") other financial policies, this Reserve Policy establishes fund balance policies to enhance the District's financial stability.

ARTICLE II

POLICY STATEMENTS

Section 2.01. General.

Reserve funds will be accumulated and maintained in a manner that allows the funding of costs and capital investments consistent with the District's capital and financial plans while avoiding significant rate fluctuations due to changes in cash flow requirements. The classification of reserve fund balances shall be in conformance with Government Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Definitions*.

Section 2.02. Definitions.

In accordance with GASB 54, the Board of Directors adopts the following classifications of fund balance depicting the relative strength of the spending constraints placed on the purposes for which resources can be used:

- A. Non-spendable fund balance**—Amounts either not in spendable form, or legally or contractually required to be maintained intact. This would include inventory, prepaids, and non-current receivables.
- B. Restricted fund balance**— Amounts constrained either externally by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other

governments; or imposed by law through constitutional provisions or enabling legislation. This would generally include amounts in bonded capital projects funds, debt service funds, and program funds funded with federal program dollars.

C. Committed fund balance—Amounts that are committed for specific purposes by formal action of the Board of Directors. Amounts classified as "committed" are not subject to legal enforceability like restricted fund balance; however, those amounts cannot be used for any other purpose unless the Board removes or changes the limitation by taking the same form of action it employed to previously impose the limitation.

D. Assigned fund balance—Amounts intended to be used by the District for a specific purpose. Intent can be expressed by the Board of Directors or by an official or body to which the Board of Directors delegates the authority. The Finance Manager is authorized by the Board of Directors to assign fund balance to a specific purpose as approved by this fund balance policy. Assigned fund balance includes:

1. For the General Fund, the amounts assigned by the Finance Director intended to be used for specific purposes. The amounts reported as assigned should not result in a deficit in unassigned fund balance.
2. For all governmental funds other than the General Fund; these are all remaining positive amounts (except for negative balances) that are not classified as non-spendable and are neither restricted nor committed. However, if there is a negative balance after classifying amounts as non-spendable, restricted, or committed, the fund would report a negative amount as Unassigned and zero to be reported as Assigned.

E. Unassigned fund balance - Amounts remaining after applying the above definitions. Amounts are available for any purpose; these amounts are reported only in the general fund. Planned spending in the subsequent year's budget would be included here unless formally committed or assigned.

Section 2.03. Reserve Targets.

The Reserve Policy is based on either percentage targets or days of operation; all associated dollar figures represent estimated/projected targets based on either the percentage target or days of operation target set by the Reserve Policy. Reserve Targets shall be adopted as part of the annual budget.

Section 2.04. Monitoring and Reporting Use of Reserve Funds

The General Manager shall perform a review and analysis of each designated reserve fund for presentation to the Board of Directors at a public meeting during consideration of the annual budget by the Board of Directors. Upon determination that a fund balance is less than the established target fund level, the General Manager shall inform the Board of Directors. Any requests to the Board of Directors for the use of reserves will be accompanied by a current status report of the affected reserve fund and impacts on the future reserve levels.

Section 2.05. Reserve Expenditures

Unless specified otherwise in the Reserve Policy, expenditures from any reserve requires District Board action to appropriate the funds. The General Manager may recommend reserve expenditures through the budget process or at District Board meetings for the Board of Directors consideration and approval.

Section 2.06. Replenishment of Reserves

Should a reserve fall below the targeted reserve level set forth in this Reserve Policy, the General Manager will develop a plan to replenish the reserve in a reasonable time-frame. The proposed plan will be presented to the Board of Directors as part of the subsequent fiscal year budget.

Section 2.07. Deviations from the Reserve Policy

No deviations from the Reserve Policy will be allowed except as approved by the Board of Directors. Proposed exceptions to the Reserve Policy will be reviewed by the General Manager and District Finance Manager. After their timely review and recommendation, the proposed exception will be presented to the Board of Directors for action.

Section 2.08. Reserve Policy Review and Update

The District's General manager will present this Reserve Policy to the Board of Directors at least biennially to determine if changes are necessary to ensure the Policy is effective and remains current with general accounting and financial best practice standards, and to address any regulatory changes that may become applicable after adoption of this Policy. Any changes, additions, or deletions to this Reserve Policy will be by formal action of the Board of Directors.

Section 2.09. Fund Balance Spending Order

Unless legally prohibited, the District will spend the most restricted funds before less restricted funds in the following order:

1. Non-spendable — if the funds become spendable
2. Restricted
3. Committed
4. Assigned
5. Unassigned

ARTICLE III

RESERVE FUNDS

Section 3.01. Reserve Funds

The Board of Directors hereby establishes and designates the following reserve funds: Operating Reserves; Rehabilitation and Replacement Reserves; Equipment Replacement Reserves; Emergency Reserves; Debt Service Reserves; and Rate Stabilization Reserves.

Section 3.02. Operating Reserves

- A. The purpose of Operating Reserves is to accumulate sufficient reserve funds necessary to satisfy the general cash flow demands and requirements of the District. There can be a significant length of time between when a system provides a service and when a customer may pay for that service. In addition to timing, the volume of cash flow can be affected by weather and seasonal demand patterns. This reserve fund will preserve credit worthiness, ensure adequate financial resources are available for timely payment of District obligations, and provide liquidity throughout the fiscal year. This funds GASB 54 classification is assigned fund balance.
- B. The District should maintain Operating Reserves equivalent to at least 45 days budgeted operating requirements to mitigate potential cash flow problems. Operating Reserves will not normally exceed the equivalent of 90 days budgeted operating requirements.
- C. The General Manager is authorized to approve the expenditure of Operating Reserves in response to day-to-day cash flow requirements that are in accordance with the Board of Directors approved policy and budget authorizations.

Section 3.03. Capital Reserves

A. Rehabilitation and Replacement Reserves

1. The purpose of Rehabilitation and Replacement Reserves is to fund unplanned or accelerated infrastructure rehabilitation or replacement needs when assets wear out before their expected useful life ends or when a utility desires to accrue for its future rehabilitation and replacement needs on a pay-as-you-go basis. These reserves may also be used as a source of funds for cash funding for the utility's Capital Improvement Program (CIP), or to set aside funds for intermediate to long-term future replacement of major assets not included in the CIP. Rehabilitation and Replacement Reserves may be used to provide a cushion to

absorb capital cost overruns that might otherwise require debt issuance and/or rate increases. This funds GASB 54 classification is assigned fund balance.

2. Each adopted budget of the District should contain a transfer from the general fund to the Rehabilitation and Replacement Reserves in an amount approved by the Board of Directors. The desired minimum balance for this reserve is 1.5 percent of the cost of the District's system assets.
3. The General Manager is authorized to approve the expenditure of Rehabilitation and Replacement Reserves, without prior approval of the Board of Directors, in accordance with approved policy and budget authorizations.

B. Equipment Replacement Reserves

1. The purpose of Equipment Replacement Reserves is to accumulate the probable replacement cost of equipment each year over the life of the asset, so it can be replaced readily when it becomes obsolete, is totally depreciated or is scheduled for replacement. Assets defined as equipment include vehicles, pumps, computer equipment, office equipment, mechanical equipment, laboratory equipment, and other similar equipment with an expected life typically in the range of as few as three to as many as twenty years. Annual depreciation is calculated as a function of the depreciation schedule maintained within the District's financial management software. This funds GASB 54 classification is assigned fund balance.
2. The source of funding for this reserve shall be in the form of an annual operating expense (transfer) to the Equipment Replacement Reserves.
3. The General Manager is authorized to approve the expenditure of Equipment Replacement Reserves, without prior approval of the Board of Directors, in accordance with approved policy and budget authorizations.

C. Emergency Capital Reserves

1. Emergency Capital Reserves are essentially "insurance" against unanticipated emergencies, failure of the utility's most vulnerable system components, and liability from District activities that are not insured through other mechanisms. This reserve provides funding to ensure timely emergency repairs or replacements, and continued operation of the District's essential services during periods of natural disasters and/or other emergencies that potentially threaten the

health, safety or welfare of District customers, residents, or employees and for which immediate corrective action is necessary. Emergency Capital Reserves may be used when capital improvement funds have otherwise been purposefully spent down to a preset limit on planned projects. They will not be used to meet operating shortfalls or to fund new programs or personnel. This funds GASB 54 classification is committed fund balance.

2. The Emergency Capital Reserves funding level is based on the historical records and the experience of the utility in dealing with such emergencies and disasters. Determining the emergency reserve funding level is also a function of management objectives and overall system reliability.
3. The General Manager is authorized to approve the expenditure of Emergency Capital Reserves, without prior approval of the Board of Directors, in accordance with District policy. Upon expenditure of any Emergency Capital Reserves, the General Manager shall notify the Board of Directors at the earliest possible opportunity.
4. Expenditures from Emergency Capital Reserves which are subsequently recovered, either partially or fully, from FEMA, insurance and/or any other sources, shall be utilized solely for refunding Emergency Capital Reserves.

Section 3.04. Debt Service Reserves

- A. Debt Service Reserves are those funds that relate to the management of the District's outstanding bonded indebtedness. Establishment of a debt service reserve is typically legally required by the covenants and indentures of the District's revenue bonds and may be required by some general obligation bonds. The establishment of a debt reserve provides security to the bondholders that adequate funds will be available to pay the debt service obligations, even under a distressed situation. This funds GASB 54 classification is restricted reserve fund balance.
- B. Debt Service Reserves will be funded, maintained and expended only in accordance with the terms of the orders or resolutions adopted by the Board of Directors authorizing the issuance of the District's revenue obligations. Authorization to expend the Debt Service Reserves is restricted to the Board of Directors.

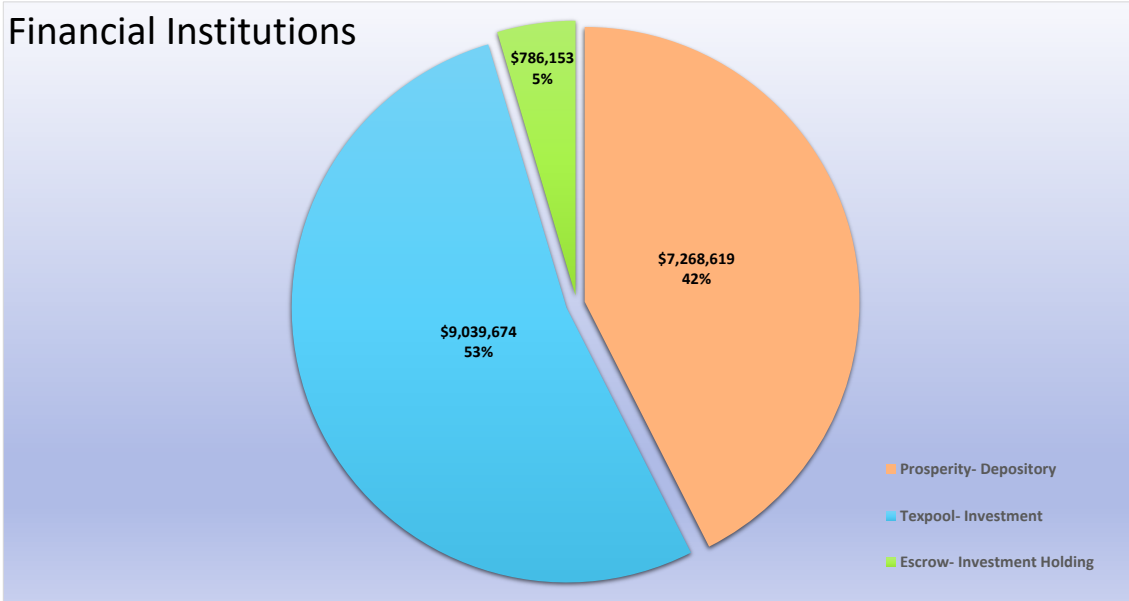
Section 3.05. Rate Stabilization Reserves

- A. The purpose of Rate Stabilization Reserves is to establish a means to provide cash reserves that can be used to meet revenue requirements while gradually increasing rates over time to the level necessary for the utility to be financially sustainable. This fund buffers the impacts of unanticipated fluctuations or revenue shortfalls and should be capable of defraying the need for an immediate rate increase to cover the cost of an unanticipated rise in expenses. Unexpected fluctuations can include, but are not limited to an economic downturn, unanticipated increases in other utility expenses, and/or other extraordinary circumstances. This funds GASB 54 classification is committed fund balance.

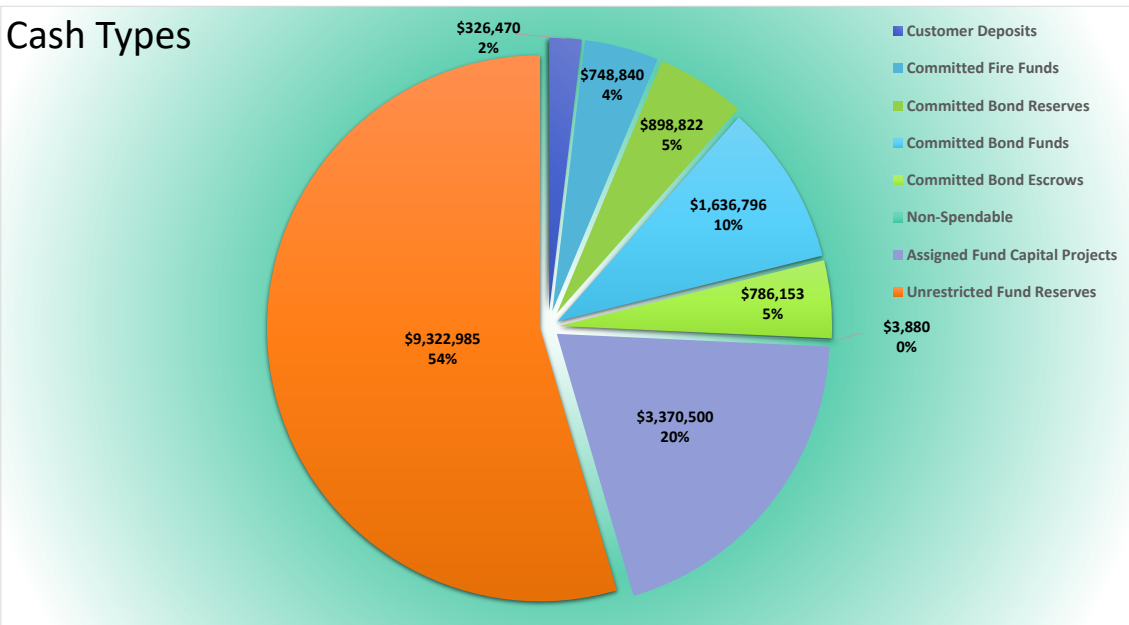
- B. The District should maintain Rate Stabilization Reserves equivalent to 30% of the annual net water revenue. Each adopted budget of the District should contain a transfer from the general fund to the Rate Stabilization Reserves in an amount approved by the Board of Directors.

- C. Transfer of funds from Rate Stabilization Reserves requires the Board of Directors approval. After transfer, the General Manager is authorized to approve the expenditure of those funds, in accordance with District policy and budget authorizations.

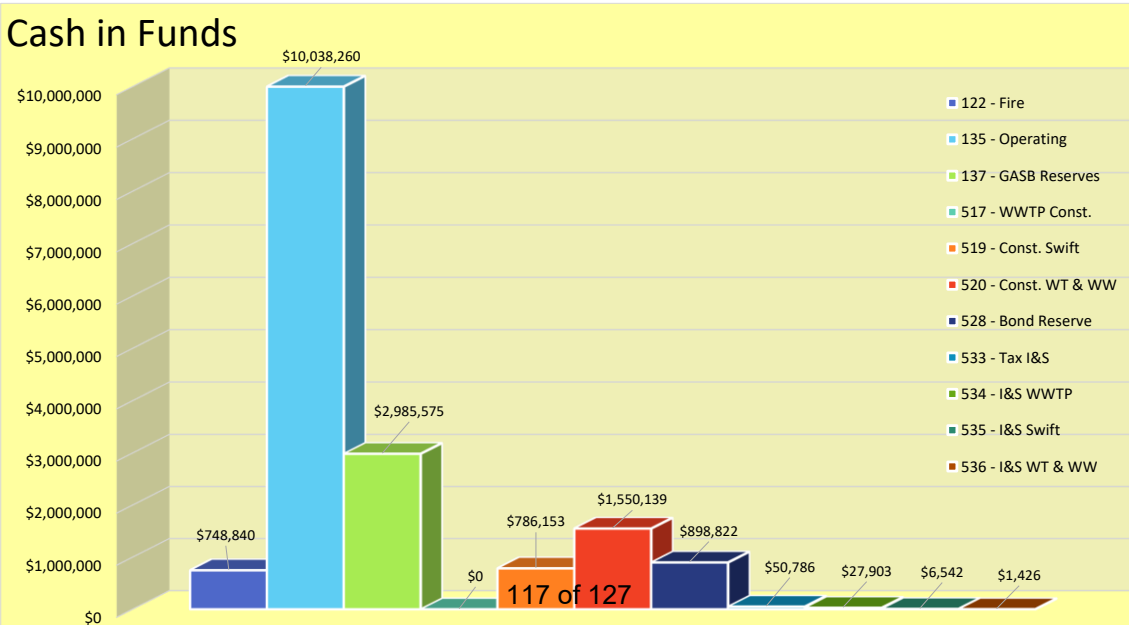
Financial Institutions

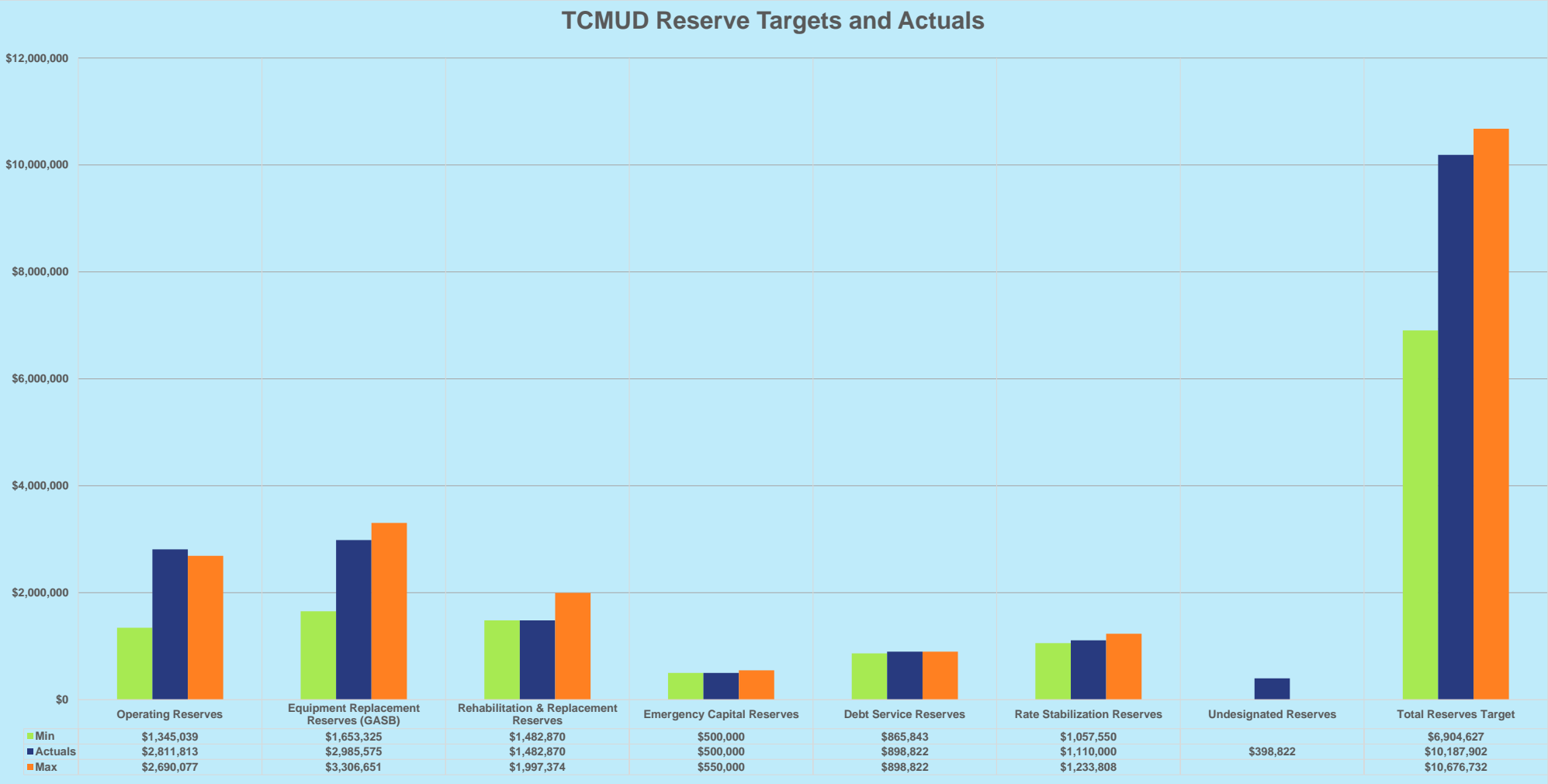


Cash Types



Cash in Funds





Cash Reserve Standards	
Budgeted Expense	\$10,909,758
District Assets	\$110,221,694
Annual Net Water Revenue	\$3,525,165
Customer Deposits	\$326,470
Assigned Fund Capital Projects	\$3,370,500

Reserve Fund Categories	Targets	Min	Max	Actuals
Operating Reserves	45-90 Days	\$1,345,039	\$2,690,077	\$2,811,813
Equipment Replacement Reserves (GASB)	1.5% of Assets	\$1,653,325	\$3,306,651	\$2,985,575
Rehabilitation & Replacement Reserves	TBD at Budget	\$1,482,870	\$1,997,374	\$1,482,870
Emergency Capital Reserves	TBD	\$500,000	\$550,000	\$500,000
Debt Service Reserves	Bond Covenants	\$865,843	\$898,822	\$898,822
Rate Stabilization Reserves	30-35% Net Water Rev	\$1,057,550	\$1,233,808	\$1,110,000
Undesignated Reserves				\$398,822
Total Reserves Target		\$6,904,627	\$10,676,732	\$10,187,902

INDEPENDENT CONTRACTOR AGREEMENT

(Community Awareness and Communications Services)

This Independent Contractor Agreement (the “*Agreement*”), dated to be effective as of the last date of execution below (the “*Effective Date*”), by and between **Trophy Club Municipal Utility District No. 1**, a conservation and reclamation district of the State of Texas created and operating under Chapters 49 and 54 of the Texas Water Code (“*District*”) and **Four Man Furnace, Inc.**, (“*Contractor*”). In this Agreement, the District and Contractor are individually referred to as a “*Party*” and collectively as the “*Parties.*”

RECITALS

WHEREAS, the District desires to retain Contractor, subject to the terms and conditions set forth in this Agreement, to perform certain consulting services relating to development of a community awareness and communications strategy and to specifically prepare communications for the District to its residents and customers relating to the District and its operations; and

WHEREAS, Contractor has agreed to provide such services to the District in accordance with the terms and conditions of this Agreement.

NOW THEREFORE, in consideration of the mutual covenants contained herein and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the District and Contractor agree as follows:

**I.
ENGAGEMENT OF CONTRACTOR**

Section 1.1 Engagement of Contractor. The District hereby engages Contractor to provide the Video Preparation Services and Content Support Services more particularly described in **Exhibit “A”** attached hereto (collectively, the “*Services*”) generally relating to the development of a community awareness and communications strategy, and to prepare specific video, website, social media, and other communications to the public relating to the District and its services. Contractor acknowledges and agrees that this Agreement is non-exclusive, and that the District may utilize the services of its employees or other consultants to provide some or all of the same services to be rendered by Contractor. Contractor agrees to perform the Services diligently, using the Contractor's best skill and attention, and in compliance with the highest industry standards.

Section 1.2 Schedule for Services. The Video Preparation Services shall be completed by Contractor within 45 days after receipt of authorization to proceed. The Content Support Services shall be performed on an ongoing basis and in accordance with a schedule to be mutually approved by the Parties prior to commencement of such services.

**II.
COMPENSATION AND EXPENSES**

Section 2.1 Compensation for Services. In consideration for the provision of the Services by Contractor, the District shall pay to Contractor as follows:

- (1) \$4,500 for completion of the Video Preparation Services; and
- (2) \$125 per hour for Content Support Services not to exceed \$3,000 per month.

Section 2.2 Billing and Payment.

(a) Video Preparation Services. Upon completion of the Video Preparation Services (to be defined by delivery of a video by Contractor to the District in a form and content approved by the District), Contractor shall submit an invoice for payment to the District. The District shall provide payment in full within thirty (30) days after receipt of the invoice.

(b) Content Support Services. Contractor will submit invoices to the District on or before the 5th day of each month for Services rendered during the preceding month. The District shall provide payment for all non-disputed invoices in full within 30 days of receipt of the invoice. To the extent the District disputes any charges on an invoice, it shall timely pay the remainder of the invoice while the Parties resolve the dispute in good faith as promptly as practicable.

**III.
REPRESENTATIONS AND WARRANTIES**

Section 3.1 Representations and Warranties of Contractor. To induce the District to enter into this Agreement and to consummate the transactions contemplated by this Agreement, Contractor represents and warrants that Contractor possesses all skills necessary to perform his obligations hereunder and is competent to perform such obligations.

Section 3.2 Ownership of Work Product. All documents, reports and other work product of the Consultant prepared in connection with or arising out of the Services, whether in hard copy or electronic form, shall be owned by the District and may be used for any purpose the District desires. District shall be solely responsible for any reuse, change or alteration to such work product.

Section 3.3 Confidential Information. During the performance of the Services, Contractor may have access to and become familiar with various information belonging to the District that may be excepted from disclosure under the Texas Public Information Act (collectively, the “Confidential Information”), which are acquired, developed and/or used by the District. Contractor acknowledges and agrees all Confidential Information is and will remain the property of the District.

Section 3.4 Use or Disclosure of Confidential Information. Contractor agrees it shall not use in any way or disclose any of the District's Confidential Information, either directly or indirectly, either during the term of this Agreement or at any time thereafter, except as required in the course of performance under this Agreement, to the extent such Confidential Information is publicly known, or as required by law. All files, records, documents, information, data, and similar items relating to the business of the District, whether prepared by Contractor or otherwise coming into its possession, shall remain the exclusive property of the District and shall not be removed from the premises of the District under any circumstances without the prior written permission of the District (except in the ordinary course of business during this Agreement), and in any event shall be promptly delivered to the District (without Contractor retaining any copies) upon termination of this Agreement.

Section 3.5 Enforcement. In the event Contractor breaches, or threatens to breach, its confidentiality obligations hereunder, the District shall be entitled, among other remedies at law, to injunctive relief prohibiting the Contractor from disclosing such information.

**IV.
TERM AND TERMINATION**

Section 4.1 Term of Engagement. The term of this Agreement shall commence on the Effective Date and continue until termination.

Section 4.2 Termination by District. The District may terminate the Agreement at any time for convenience or for cause by delivering written notice of termination to Contractor. Upon receipt of District's notice of termination, Contractor shall stop all Services immediately. Contractor shall not be entitled to any further payment except for any Services performed by Contractor prior to termination and not previously paid for by District

Section 4.3 Termination by Contractor. Contractor may terminate the Agreement only for cause (due to District's material breach). Contractor may deliver a written notice of termination of the Agreement to District setting forth in reasonable detail the basis for such termination and providing District with a period of not less than ten (10) calendar days to cure such default. If District fails to cure the default within the time period stated in the initial notice of termination letter, Contractor may terminate the Agreement no less than five (5) calendar days following delivery of a final notice of termination letter to District.

**V.
RELATIONSHIP OF PARTIES**

Section 5.1 Contractor. It is understood and agreed by the Parties that Contractor is an independent contractor and shall in no sense be considered an employee or agent of the District. Contractor will have no power or right to enter into contracts or commitments on behalf of the District.

Section 5.2 Taxes. The District shall not be responsible for, and shall not withhold or pay any federal, state or local income tax, nor payroll tax of any kind, on behalf of Contractor. Contractor shall be responsible for the filing and payment of all income related taxes associated with Contractor. Contractor shall not be treated as an employee with respect to the services performed hereunder for federal or state tax purposes, and agrees to indemnify the District against any and all liability should Contractor be considered an employee of the District by any governmental agency.

Section 5.3 Reimbursement of Expenses. Except as otherwise agreed in writing by the Parties, the District shall not be liable to Contractor for any expenses paid or incurred by Contractor.

Section 5.4 Equipment, Tools, Materials or Supplies. Contractor shall supply, at Contractor's sole expense, all equipment, tools, materials and/or supplies necessary for the provision of the Services under this Agreement, provided, however, that the District shall provide Contractor with access to its computer and information technology systems.

Section 5.5 Fringe Benefits/Workers' Compensation. Contractor, as one engaged in its own independently established business, is not eligible for, and shall not participate in, any employee pension, health, or other fringe benefit plans of the District. The District is not responsible for, and shall not provide, workers' compensation insurance for Contractor or employees of Contractor.

Section 5.6 Unemployment Tax. Contractor understands that the District shall not be making contributions on its behalf for unemployment compensation, and agrees to make whatever contributions are required of it as an employer.

**VI.
CONFIDENTIAL INFORMATION**

Section 6.1 **Survival.** The terms of this Article V shall survive termination of this Agreement.

**VII.
MISCELLANEOUS**

Section 7.1 **Notices.** All notices hereunder from Contractor to the District will be sufficient if sent by certified mail or hand delivery with confirmation of delivery, addressed to the District to the attention of General Manager, Trophy Club Municipal Utility District No. 1, 100 Municipal Drive, Trophy Club, Texas 76262. All notices hereunder from the District to Contractor will be sufficiently given if sent by certified mail or hand delivery to the attention of Steve Durman, Four Man Furnace, 3009 Dunverny, The Colony, TX 75056. The address for delivery of notice may be changed by either Party by providing not less than five (5) days prior written notice thereof to the other parties.

Section 7.2 **Governing Law.** This Agreement will be governed by and construed in accordance with the laws of the State of Texas (exclusive of conflicts of law principles).

Section 7.3 **Entire Agreement and Amendments.** This Agreement represents the entire Agreement between the District and Contractor with respect to the subject matter of this Agreement. This Agreement supersedes or replaces any prior agreement or understanding with respect to that subject matter between Contractor and the District. This Agreement may not be amended except in a writing signed by the party against whom such amendment is to be enforced.

Section 7.4 **Assignments.** Contractor may not assign or delegate this Agreement or any rights or obligations hereunder without the prior written consent of the District. Any attempted assignment or delegation in violation of the immediately preceding sentence will be void.

Section 7.5 **Severability.** If any of the provisions of this Agreement are determined to be invalid or unenforceable, such invalidity or unenforceability will not invalidate or render unenforceable the remainder of this Agreement, but rather the entire Agreement will be construed as if not containing the particular invalid or unenforceable provision or provisions, and the rights and obligations of the parties will be construed and enforced accordingly.

Section 7.6 **Interested Parties.** Contractor acknowledges that Texas Government Code Section 2252.908 (as amended, "Section 2252.908") requires disclosure of certain matters by contractors entering into a contract with a local government entity such as UGRA. Contractor confirms that it has reviewed Section 2252.908 and, if required to do so, will (1) complete a Form 1295, using the unique identification number specified on page 1 of the Contract, and electronically file it with the Texas Ethics Commission ("TEC"); and (2) submit the signed Form 1295, including the certification of filing number of the Form 1295 with the TEC, to UGRA at the same time the Contractor executes and submits the Contract to UGRA. Form 1295s are available on the TEC's website at <https://www.ethics.state.tx.us/filinginfo/1295/>. The Contract is not effective until the requirements listed above are satisfied and any approval or award of the Contract by UGRA is expressly made contingent upon Contractor's compliance with these requirements. The signed Form 1295 may be submitted to UGRA in an electronic format.

Section 7.7 **Conflicts of Interest.** Contractor acknowledges that Texas Local Government Code Chapter 176 (as amended, "Chapter 176") requires the disclosure of certain matters by contractors doing business with or proposing to do business with local government entities such as UGRA. Contractor confirms that it has reviewed Chapter 176 and, if required to do so, will complete and return Form CIQ

promulgated by the TEC, which is available on the TEC's website at <https://www.ethics.state.tx.us/forms/conflict/>, within seven days of the date of submitting the Contract to UGRA or within seven days of becoming aware of a matter that requires disclosure under Chapter 176, whichever is applicable.

Section 7.8 Verification Under Chapter 2271, Texas Government Code. If required under Chapter 2271 of the Texas Government Code (as amended, "Chapter 2271"), Contractor represents and warrants that, at the time of execution and delivery of the Contract, neither Contractor, nor any wholly or majority-owned subsidiary, parent company, or affiliate of Contractor that exist to make a profit, boycott Israel or will boycott Israel during the term of the Contract. The foregoing verification is made solely to comply with Chapter 2271, to the extent such Chapter does not contravene applicable Federal law. As used in the foregoing verification, "boycott Israel" means refusing to deal with, terminating business activities with, or otherwise taking any action that is intended to penalize, inflict economic harm on, or limit commercial relations specifically with Israel, or with a person or entity doing business in Israel or in an Israeli-controlled territory, but does not include an action made for ordinary business purposes. Contractor understands "affiliate" to mean an entity that controls, is controlled by, or is under common control with Contractor.

Section 7.9 Verification Under Subchapter F, Chapter 2252, Texas Government Code. For purposes of Subchapter F of Chapter 2252 of the Texas Government Code (as amended, "Subchapter F"), Contractor represents and warrants that, neither Contractor, nor any wholly owned subsidiary, majority-owned subsidiary, parent company, or affiliate of Contractor that exist to make a profit, are companies identified on a list prepared and maintained by the Texas Comptroller of Public Accounts (the "Comptroller") described within Subchapter F and posted on the Comptroller's internet website at:

<https://comptroller.texas.gov/purchasing/docs/sudan-list.pdf>,
<https://comptroller.texas.gov/purchasing/docs/iran-list.pdf>, and
<https://comptroller.texas.gov/purchasing/docs/fto-list.pdf>.

The foregoing representation is made solely to comply with Subchapter F, to the extent such subchapter does not contravene applicable Federal law and excludes companies that the United States government has affirmatively declared to be excluded from its federal sanctions regime relating to Sudan, Iran, or a foreign terrorist organization. Contractor understands "affiliate" to mean any entity that controls, is controlled by, or is under common control with Contractor.

Section 7.10 Verification Under Chapter 2274, Texas Government Code, Relating to Contracts With Companies Boycotting Certain Energy Companies. If required under Chapter 2274 of the Texas Government Code (as amended, "Chapter 2274"), Contractor represents and warrants that, at the time of execution and delivery of the Contract, neither Contractor, nor any wholly or majority-owned subsidiary, parent company, or affiliate of Contractor that exists to make a profit, boycott energy companies or will boycott energy companies during the term of the contract. The foregoing verification is made solely to comply with Chapter 2274. As used in the foregoing verification, "boycott energy companies" means, without an ordinary business purpose, refusing to deal with, terminating business activities with, or otherwise taking action that is intended to penalize, inflict economic harm on, or limit commercial relations with a company because the company: (1) engages in the exploration, production, utilization, transportation, sale, or manufacturing of fossil fuel-based energy and does not commit or pledge to meet environmental standards beyond applicable federal and state law or (2) does business with a company described in the preceding section (1).

Section 7.11 Verification Under Chapter 2274, Texas Government Code, Relating to Contracts with Companies that Discriminate Against the Firearm and Ammunition Industries. If required under Chapter 2274 of the Texas Government Code (as amended, "Chapter 2274"), Contractor

represents and warrants that, at the time of execution and delivery of the Contract, neither Contractor, nor any wholly or majority-owned subsidiary, parent company, or affiliate of Contractor that exists to make a profit, have a practice, policy, guidance, or directive that discriminates against a firearm entity or firearm trade association or will discriminate during the term of the contract against a firearm entity or firearm trade association. The foregoing verification is made solely to comply with Chapter 2274. As used in the foregoing verification, the terms “discriminate against a firearm entity”, “firearm entity”, and “firearm trade association” have the meanings ascribed to them in Section 2274.001, Texas Government Code.

[The remainder of this page intentionally left blank.]

IN WITNESS WHEREOF, the parties have executed this Agreement as of the day and year first above written.

**TROPHY CLUB MUNICIPAL UTILITY
DISTRICT NO. 1**

By: _____

Name: _____

Title: _____

Date: _____

FOUR MAN FURNACE, INC.

By: _____ 

Name: _____ Steve Durman

Title: _____ Founder, Creative Director

Date: _____ September 13, 2022

**Exhibit “A”
Description of Services**

VIDEO PREPARATION SERVICES

Contractor shall prepare a video summarizing the history of the District and its functions and operations. The video will be in a form and format approved by the District, and suitable for posting on the District’s website and social media.

CONTENT SUPPORT SERVICES

Contractor will develop a comprehensive communications strategy and specific communications for the District for purposes of informing the District’s customers, residents and general public through social media, utility bill inserts, email communications and website articles regarding matters of interest pertaining to the District and its operations.

Contractor shall develop a written strategy and content calendar for approval by the District. Upon completion of the strategy and calendar, Contractor shall prepare the creative assets and provide ongoing support for the communications program.

Trophy Club Municipal Utility District No. 1

October 2022

	Sun	Mon	Tue	Wed	Thu	Fri	Sat	
40	Sep 25, 2022	26	27	28	29	30	Oct 1	
41	2	3	4	5	6	7	8	
42	9	10	11	12	13	14	15	
43	16	17	18	19	20	21	22	
				Board of Directors Reg				
44	23	24	25	26	27	28	29	
		8am Denton County General Election Early Voting					7am Denton County Gene	
45	30	31	Nov 1	2	3	4	5	
	11am Denton County Gen	7am Denton County General Election Early Voting						