



**BOARD OF DIRECTORS
REGULAR MEETING**

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

Wednesday, January 15, 2025

6:30 P.M.

Svore Municipal Boardroom

REGULAR MEETING AGENDA

CALL TO ORDER AND ANNOUNCE A QUORUM

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

1. Staff Reports
 - a. Monthly Capital Improvement Projects
 - b. Monthly Operations Reports
 - c. Monthly Finance Reports

[Attachments: Monthly 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.

2. Consider and act to approve the Consent Agenda.
 - a. December 18, 2024, Regular Meeting minutes
 - b. Quarterly Investment Report - 1st Quarter FY2025
 - c. Tax Collections Report – 1st Quarter FY2025

[Attachments: December 18, 2024, Regular Meeting minutes](#)

[Quarterly Investment Report - 1st Quarter FY2025](#)

[Tax Collections Report – 1st Quarter FY2025](#)

REGULAR SESSION

3. Consider and act to approve the Fiscal Year 2024 Annual Financial Audit Report prepared by Rod Abbott PLLC.

[Attachments: Audit Letter](#)

[Audited Financials](#)

4. Discussion and possible action regarding reserve balances.
5. Consider and act to approve the purchase and installation of a return pump from Smith Pump Company, Inc.

[Attachments: Staff Report](#)

6. Consider and act to approve Order No. 2025-0115 declaring property of the District to be surplus and authorize staff to sell such property.

[Attachments: Order No. 2025-0115](#)

7. Receive update from Strategic Committee members. (Carr/Rose)
8. Discussion regarding District Goals. (Carr)
9. Discussion and review of taxes and surcharges applied to properties located in the Trophy Club Public Improvement District (PID). (Carr)
10. Discussion regarding working with surrounding towns regarding fire services and assets. (Carr)

EXECUTIVE SESSION

11. Pursuant to Section 551.071, to consult with its attorney 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 on the following matters:
 - a. Expansion of District boundaries.
 - b. Possible transfer of District Assets.

REGULAR SESSION

12. Consider and act regarding item(s) discussed in Executive Session.

FUTURE AGENDA ITEMS

Board Members may provide requests for discussion items for a future agenda in accordance with the board's approved bylaws. No further discussion will be held related to topics proposed until they are posted on a future agenda in accordance with the Texas Open Meetings Act

13. Items for future agendas:

14. Next Regular Meeting date – February 19, 2025, at 6:30 p.m.

[Attachments: Meeting Calendar](#)

THE BOARD OF DIRECTORS RESERVES THE RIGHT TO ADJOURN INTO EXECUTIVE SESSION AT ANY TIME DURING THE COURSE OF THIS MEETING TO DISCUSS ANY MATTERS LISTED ON THE AGENDA, AS AUTHORIZED BY TEXAS GOVERNMENT CODE SECTION 551.071 (CONSULTATION WITH ATTORNEY), 551.072 (DELIBERATIONS ABOUT REAL PROPERTY), 551.073 (DELIBERATIONS ABOUT GIFTS AND DONATIONS), 551.074 (PERSONNEL MATTERS), 551.076 (DELIBERATIONS ABOUT SECURITY DEVICES), AND/OR 418.183 (HOMELAND SECURITY).

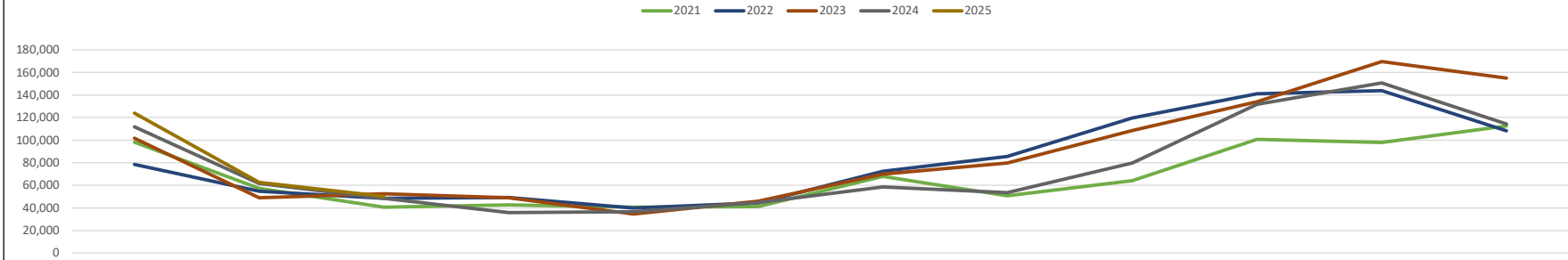
ADJOURN



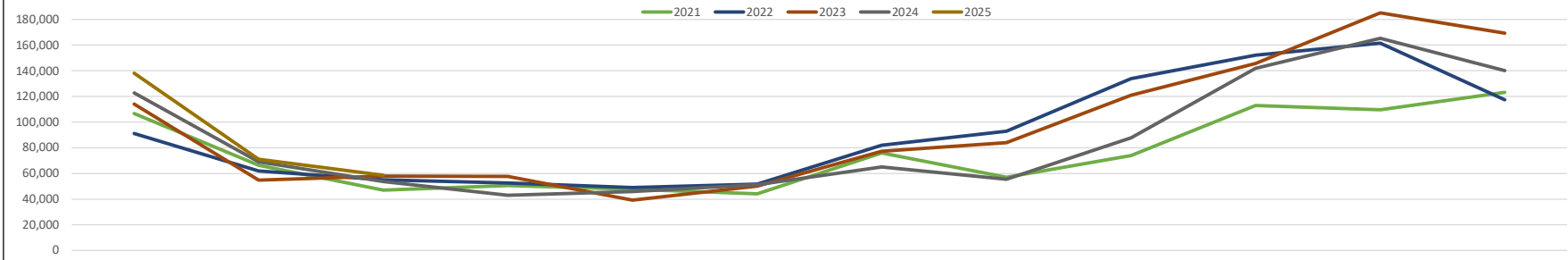
Capital Improvement Projects

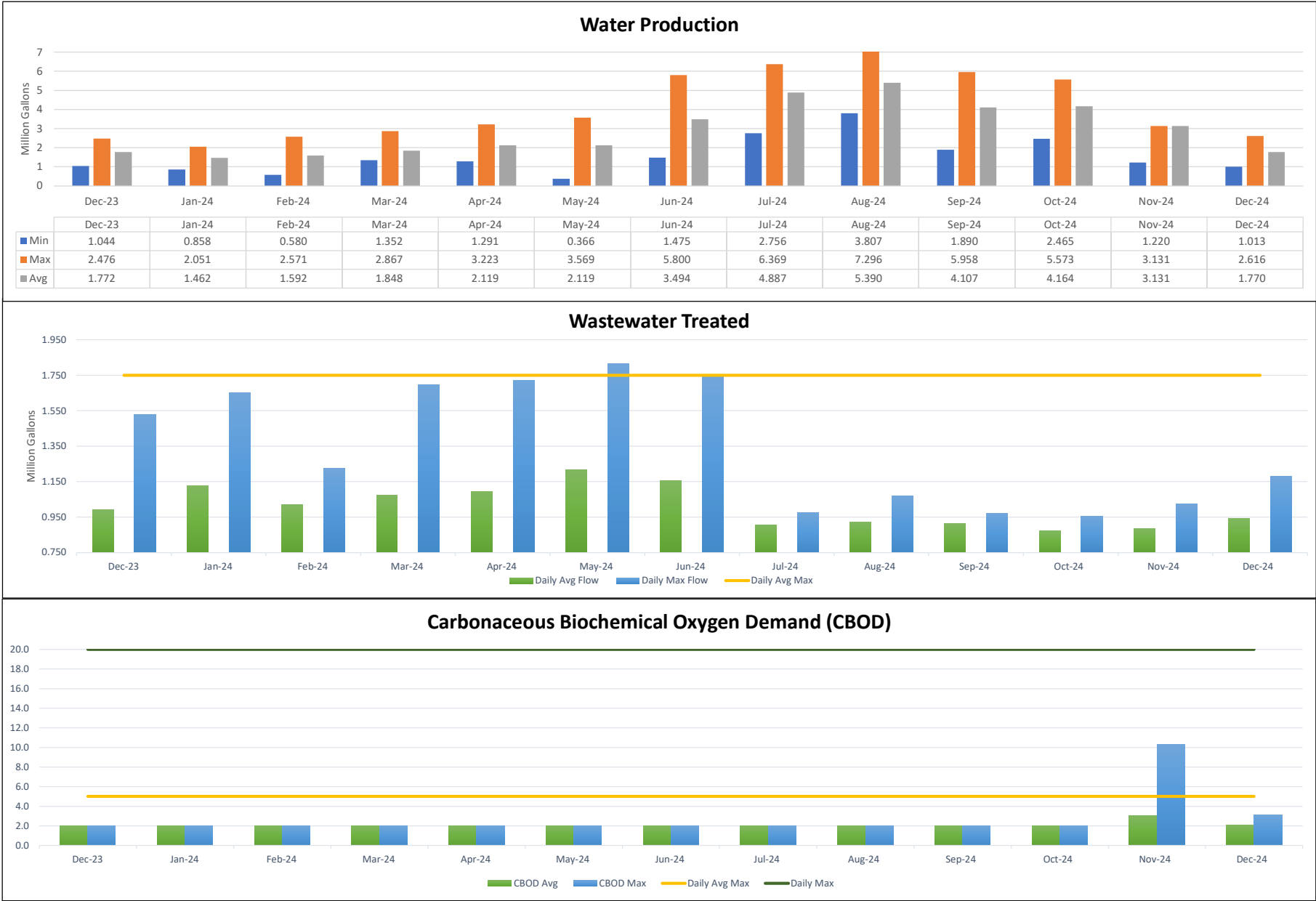
- Pump Station Improvement Project – This project is complete excluding any remaining punch list items and final cleanup.
- FY 2025 Water Line Project – Design is in progress for the replacement of approximately 8,500 linear feet of water lines along and adjacent to Indian Creek Drive, Saint Andrews Court, Lake Forest Court, Turnbury Court, Glen Eagles Court, Alamosa Drive, Monterey Drive, Silver Rock Drive, and Durango Drive.
- Lift Station Improvements – Bidding is underway for miscellaneous improvements at Lift Stations No. 2, 3, 5, and 6.
- Southlake emergency connection – We are awaiting a response from the city of Southlake regarding whether they can accommodate the request for an emergency water connection.

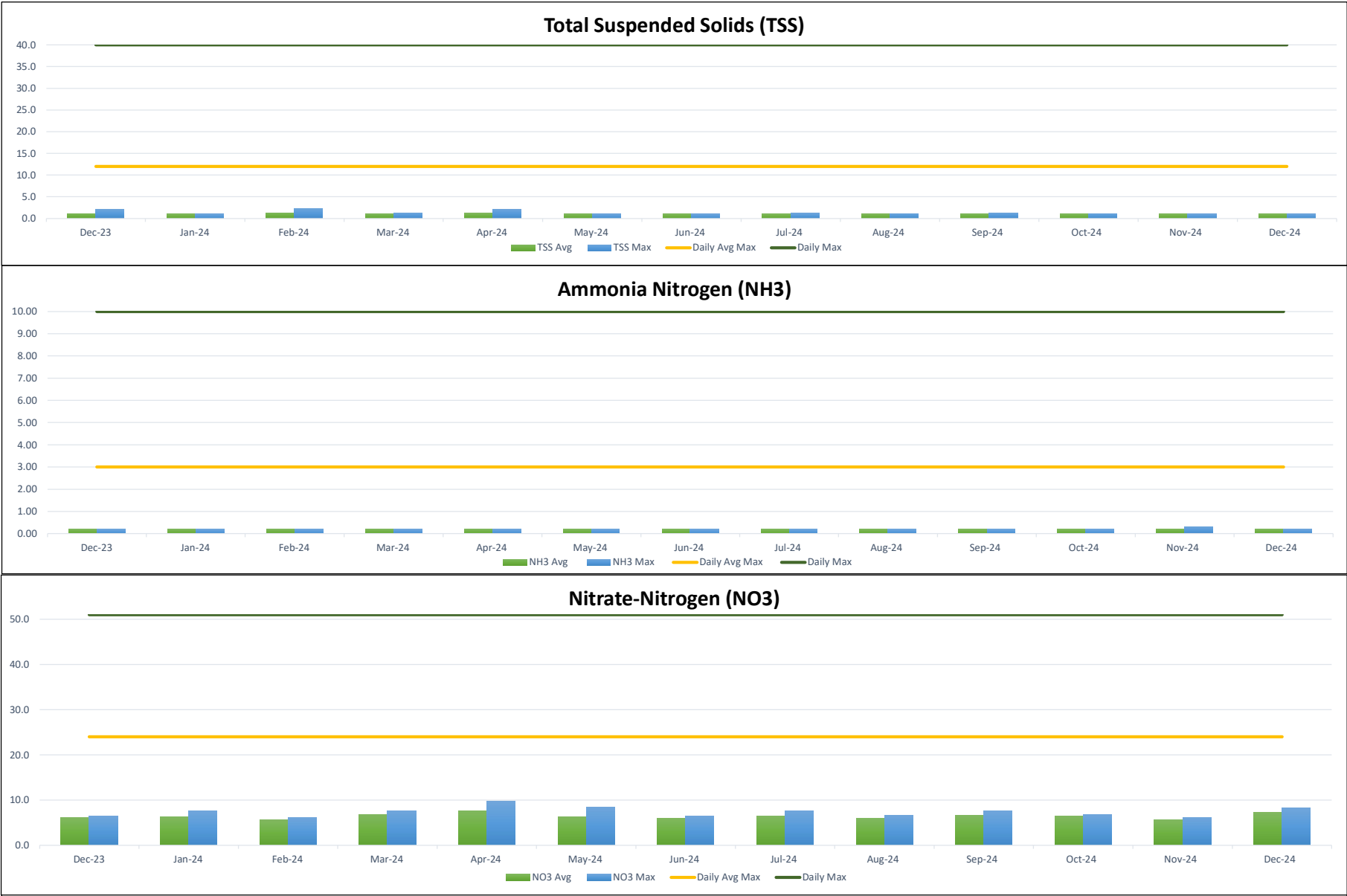
Water Billed

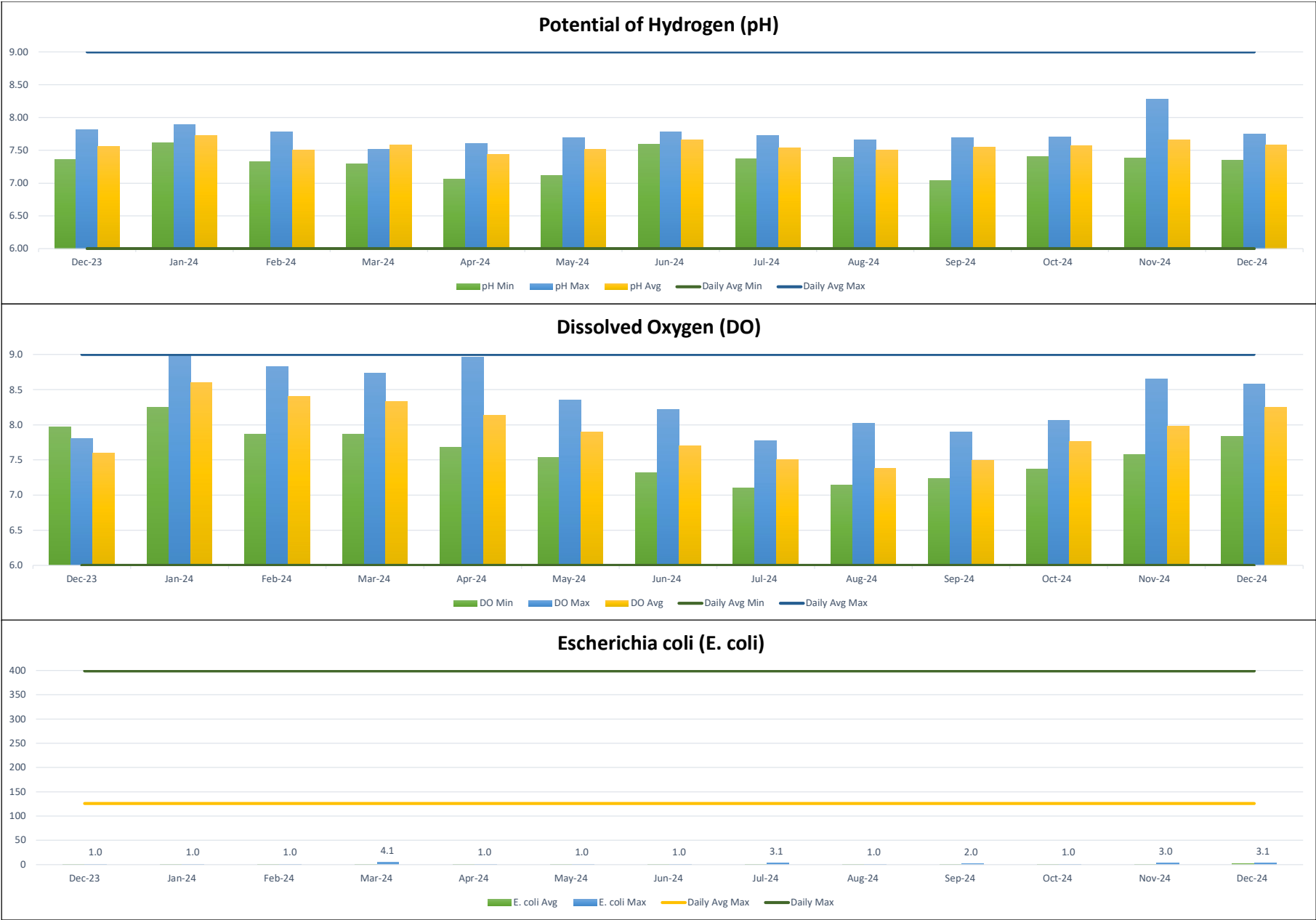


Water Pumped











Trophy Club Municipal Utility District No. 1

Check Report

By Check Number

Date Range: 12/01/2024 - 12/31/2024

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Bank Code: Prosperity Bank-Prosperity Bank						
Payment Type: Regular						
2222	Aflac	12/10/2024	Regular	0	465.35	10863
2691	All Test Fire Protection LLC	12/10/2024	Regular	0	719.88	10864
2772	Allied Waste Industries	12/10/2024	Regular	0	10108.31	10865
3197	BenefitMall	12/10/2024	Regular	0	52	10866
4018	BP Energy Holding Company LLC	12/10/2024	Regular	0	45316.67	10867
2683	Charter Communications	12/10/2024	Regular	0	903.74	10868
1030	City of Fort Worth	12/10/2024	Regular	0	282889.47	10869
4003	CW Janitorial Services	12/10/2024	Regular	0	2600	10870
3184	Dataprose LLC	12/10/2024	Regular	0	2789.96	10871
1018	Denton Central Appraisal District	12/10/2024	Regular	0	8767.12	10872
4088	Entech Sales & Service, LLC	12/10/2024	Regular	0	920	10873
3118	Toby Wayne Zachary	12/10/2024	Regular	0	370	10874
2606	Fiserv Solutions LLC	12/10/2024	Regular	0	50	10875
2796	Garver	12/10/2024	Regular	0	6666.27	10876
3278	Kyocera Document Solutions	12/10/2024	Regular	0	124.08	10877
2754	Lower Colorado River Authority	12/10/2024	Regular	0	828	10878
3216	M3 Networks	12/10/2024	Regular	0	653	10879
4089	Mas Talent LLC	12/10/2024	Regular	0	7589.58	10880
3115	Metlife Group Benefits	12/10/2024	Regular	0	2429.91	10881
2760	NDS Leasing	12/10/2024	Regular	0	175	10882
3110	Pump Solutions Inc	12/10/2024	Regular	0	2000	10883
1737	PVS DX INC	12/10/2024	Regular	0	1557.08	10884
3176	Rey-Mar Construction	12/10/2024	Regular	0	133445.55	10885
3231	SC Tracking Solutions, LLC	12/10/2024	Regular	0	595	10886
3156	Southern Petroleum Lab Inc	12/10/2024	Regular	0	2770.8	10887
2659	Tarrant Appraisal District	12/10/2024	Regular	0	2508.76	10888
2440	Tarrant County Public Health Laboratory	12/10/2024	Regular	0	1590	10889
2696	Texas Excavation Safety System	12/10/2024	Regular	0	225.4	10890
4085	The Liston Law Firm, P.C.	12/10/2024	Regular	0	2133	10891
1001	Town of Trophy Club	12/10/2024	Regular	0	244532.48	10892
4031	Tronic LLC	12/10/2024	Regular	0	39	10893
3225	US Bank Voyager Fleet Systems	12/10/2024	Regular	0	1628.58	10894
3280	Watts Ellison LLC	12/10/2024	Regular	0	1839.67	10895
1738	Ask McConnell, LLC	12/10/2024	Regular	0	5500	10896
4088	Entech Sales & Service, LLC	12/10/2024	Regular	0	2635	10897
2943	JP Morgan Chase Bank NA	12/10/2024	Regular	0	11421.05	10898
3300	2T Underground LLC	12/18/2024	Regular	0	645133.28	10899
2222	Aflac	12/18/2024	Regular	0	221.93	10900
1738	Ask McConnell, LLC	12/18/2024	Regular	0	1575	10901
1926	Badger Meter, Inc	12/18/2024	Regular	0	112.4	10902
2920	CareNow Corporate	12/18/2024	Regular	0	38	10903
3184	Dataprose LLC	12/18/2024	Regular	0	2963.49	10904
2606	Fiserv Solutions LLC	12/18/2024	Regular	0	50	10905
2635	Halff Associates Inc.	12/18/2024	Regular	0	24630	10906
3278	Kyocera Document Solutions	12/18/2024	Regular	0	85.18	10907
4019	Peterson Pump & Motor Service LLC	12/18/2024	Regular	0	750	10908
3175	Red Letter General Contractor, LLC	12/18/2024	Regular	0	4800	10909
3176	Rey-Mar Construction	12/18/2024	Regular	0	13223.09	10910
1578	Smith Pump Company, Inc.	12/18/2024	Regular	0	3280	10911
3156	Southern Petroleum Lab Inc	12/18/2024	Regular	0	338.4	10912
1081	Tri County Electric	12/18/2024	Regular	0	667.98	10913
2634	Valley Solvents & Chemicals	12/18/2024	Regular	0	2635.63	10914
Total Regular:				0	1489344.09	

Check Report

Date Range: 12/01/2024 - 12/31/2024

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Payment Type: Bank Draft						
3197	BenefitMall	12/06/2024	Bank Draft	0	248.33	DFT0000216
3113	TCDRS	12/31/2024	Bank Draft	0	9414.67	DFT0000217
3124	IRS Tax Payment	12/06/2024	Bank Draft	0	12000.78	DFT0000218
3113	TCDRS	12/31/2024	Bank Draft	0	-1041.2	DFT0000219
3124	IRS Tax Payment	12/06/2024	Bank Draft	0	-1814.07	DFT0000220
3113	TCDRS	12/31/2024	Bank Draft	0	1041.2	DFT0000221
3124	IRS Tax Payment	12/06/2024	Bank Draft	0	1663.73	DFT0000222
3197	BenefitMall	12/20/2024	Bank Draft	0	248.33	DFT0000223
3113	TCDRS	12/31/2024	Bank Draft	0	9800.15	DFT0000224
3124	IRS Tax Payment	12/20/2024	Bank Draft	0	11955.32	DFT0000225
Total Bank Draft:				0	43517.24	

Bank Code Prosperity Bank Summary

	Payable	Payment		
Payment Type	Count	Count	Discount	Payment
Regular Checks	72	52	0.00	1,489,344.09
Manual Checks	0	0	0.00	0.00
Voided Checks	0	0	0.00	0.00
Bank Drafts	10	10	0.00	43,517.24
EFT's	0	0	0.00	0.00
	82	62	0.00	1,532,861.33

All Bank Codes Check Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	72	52	0.00	1,489,344.09
Manual Checks	0	0	0.00	0.00
Voided Checks	0	0	0.00	0.00
Bank Drafts	10	10	0.00	43,517.24
EFT's	0	0	0.00	0.00
	82	62	0.00	1,532,861.33

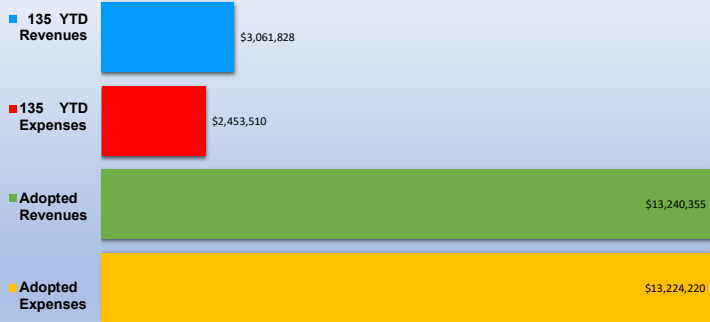
Fund Summary

Fund	Name	Period	Amount
996	MUD Consolidated Cash	12/2024	1532861.33
			1532861.33

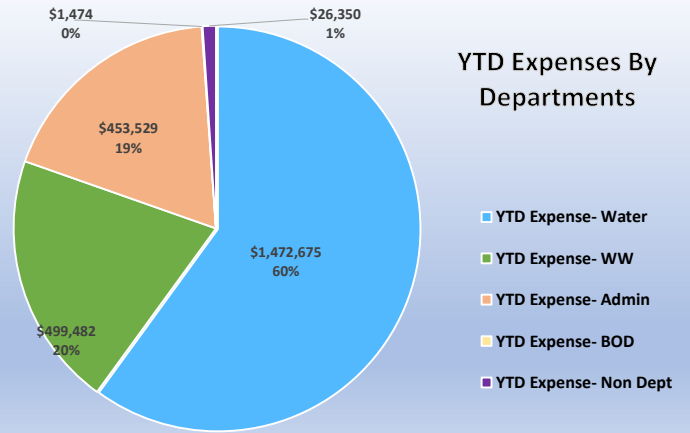
FY 2025 Combined Financials

YTD as of 12/31/2024

Adopted Budget vs YTD Actuals Revenues & Expenses

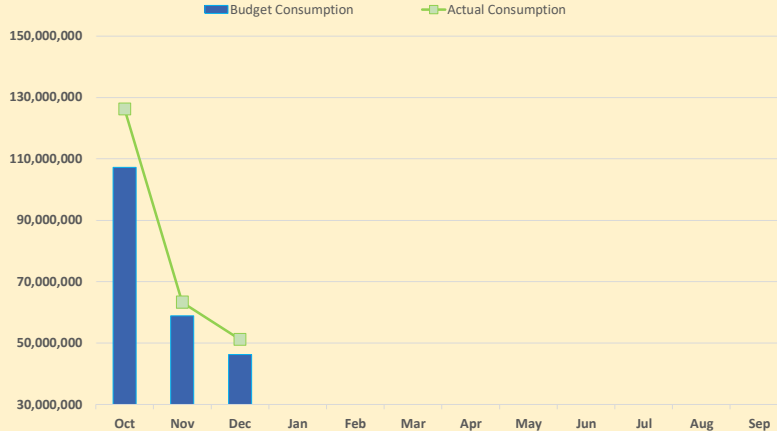


YTD Expenses By Departments

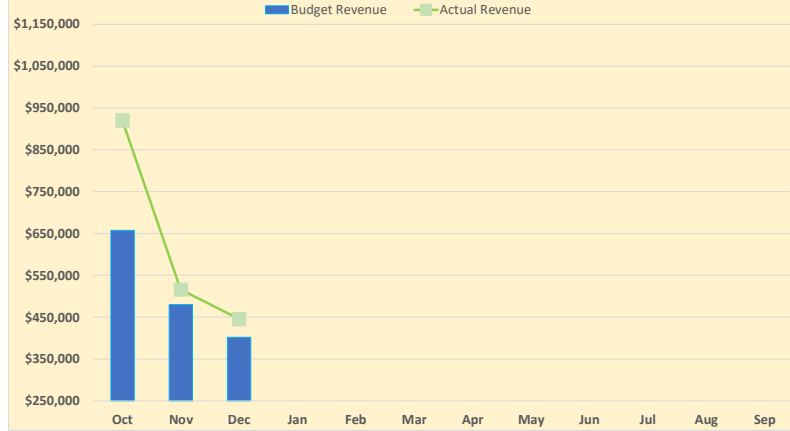


Water Budget vs Actual

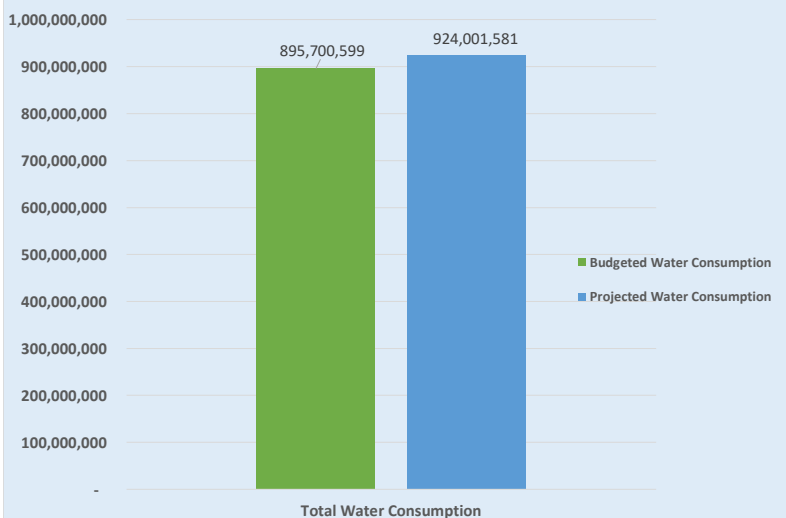
Water Consumption Budget vs Actual



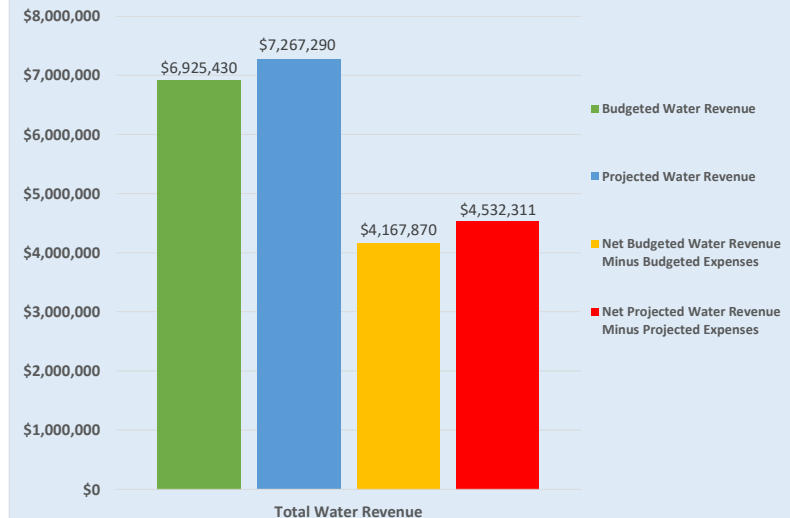
Water Revenue Budget vs Actual



Adopted Budget Water Consumption Vs Actual Water Consumption



Adopted Budget Water Revenue Vs Projected Water Revenue





Trophy Club Municipal Utility District No. 1

Budget Report

Account Summary

For Fiscal: 2024-2025 Period Ending: 12/31/2024

		Original Total Budget	Current Total Budget	Period Activity	Fiscal Activity	Variance Favorable (Unfavorable)	Percent Remaining
Fund: 135 - MUD 1 General Fund							
Revenue							
Department: 000 - Revenue, Asset, Liability, & Equity							
135-000-40000-000	Property Taxes	85,620.00	85,620.00	33,878.08	36,230.66	-49,389.34	57.68 %
135-000-40002-000	Property Taxes/Delinquent	550.00	550.00	-303.98	-271.51	-821.51	149.37 %
135-000-40015-000	Property Taxes/P & I	500.00	500.00	4.21	-18.89	-518.89	103.78 %
135-000-40025-000	PID Surcharges	143,160.00	143,160.00	13,085.74	37,257.46	-105,902.54	73.97 %
135-000-47000-000	Water	6,925,430.00	6,925,430.00	442,315.66	1,877,884.65	-5,047,545.35	72.88 %
135-000-47005-000	Sewer	3,773,500.00	3,773,500.00	293,224.15	900,540.86	-2,872,959.14	76.14 %
135-000-47025-000	Penalties	105,800.00	105,800.00	10,729.63	38,271.17	-67,528.83	63.83 %
135-000-47030-000	Service Charges	3,350.00	3,350.00	450.00	850.00	-2,500.00	74.63 %
135-000-47035-000	Plumbing Inspections	300.00	300.00	300.00	1,650.00	1,350.00	550.00 %
135-000-47045-000	Sewer Inspections	100.00	100.00	100.00	500.00	400.00	500.00 %
135-000-47070-000	TCCC Effluent Charges	119,890.00	119,890.00	3,315.84	20,944.88	-98,945.12	82.53 %
135-000-49011-000	Interest Income	533,725.00	533,725.00	37,233.53	115,318.89	-418,406.11	78.39 %
135-000-49016-000	Cell Tower Revenue	50,930.00	50,930.00	4,243.60	8,487.20	-42,442.80	83.34 %
135-000-49026-000	Proceeds from Sale of Assets	25,000.00	25,000.00	0.00	15,000.00	-10,000.00	40.00 %
135-000-49036-000	GASB Reserves	285,000.00	285,000.00	0.00	0.00	-285,000.00	100.00 %
135-000-49075-000	Oversize Meter Reimbursement	2,100.00	2,100.00	856.00	4,708.00	2,608.00	224.19 %
135-000-49141-000	Interfund Transfer In	1,178,400.00	1,178,400.00	0.00	0.00	-1,178,400.00	100.00 %
135-000-49900-000	Miscellaneous Income	7,000.00	7,000.00	4,039.00	4,474.58	-2,525.42	36.08 %
Department: 000 - Revenue, Asset, Liability, & Equity Total:		13,240,355.00	13,240,355.00	843,471.46	3,061,827.95	-10,178,527.05	76.88%
Revenue Total:		13,240,355.00	13,240,355.00	843,471.46	3,061,827.95	-10,178,527.05	76.88%
Expense							
Department: 010 - Water							
135-010-50005-000	Salaries & Wages	448,840.00	448,840.00	35,762.10	94,201.78	354,638.22	79.01 %
135-010-50010-000	Overtime	17,000.00	17,000.00	1,003.75	2,948.10	14,051.90	82.66 %
135-010-50016-000	Longevity	6,540.00	6,540.00	0.00	6,537.50	2.50	0.04 %
135-010-50017-000	Certification	3,300.00	3,300.00	250.00	800.00	2,500.00	75.76 %
135-010-50020-000	Retirement	57,100.00	57,100.00	4,441.90	12,538.49	44,561.51	78.04 %
135-010-50026-000	Medical Insurance	105,150.00	105,150.00	7,624.66	20,407.00	84,743.00	80.59 %
135-010-50027-000	Dental Insurance	5,080.00	5,080.00	368.03	984.84	4,095.16	80.61 %
135-010-50028-000	Vision Insurance	980.00	980.00	71.34	190.92	789.08	80.52 %
135-010-50029-000	Life Insurance & Other	4,000.00	4,000.00	338.74	912.12	3,087.88	77.20 %
135-010-50030-000	Social Security Taxes	29,490.00	29,490.00	2,223.84	6,327.52	23,162.48	78.54 %
135-010-50035-000	Medicare Taxes	6,897.00	6,897.00	520.09	1,479.80	5,417.20	78.54 %
135-010-50040-000	Unemployment Taxes	1,260.00	1,260.00	0.00	0.00	1,260.00	100.00 %
135-010-50045-000	Workman's Compensation	13,200.00	13,200.00	1,136.90	3,410.70	9,789.30	74.16 %
135-010-50060-000	Pre-emp Physicals/Testing	400.00	400.00	0.00	0.00	400.00	100.00 %
135-010-50070-000	Employee Relations	300.00	300.00	0.00	111.80	188.20	62.73 %
135-010-55080-000	Maintenance & Repairs	222,000.00	222,000.00	1,632.06	3,049.93	218,950.07	98.63 %
135-010-55085-000	Generator Maint. and Repair	2,000.00	2,000.00	0.00	0.00	2,000.00	100.00 %
135-010-55090-000	Vehicle Maintenance	5,000.00	5,000.00	305.60	2,464.63	2,535.37	50.71 %
135-010-55105-000	Maintenance-Backhoe/SkidLoader	1,000.00	1,000.00	0.00	0.00	1,000.00	100.00 %
135-010-55135-000	Lab Analysis	7,500.00	7,500.00	1,074.00	1,074.00	6,426.00	85.68 %
135-010-55135-001	Lab Analysis for PID	3,000.00	3,000.00	1,344.00	1,464.00	1,536.00	51.20 %
135-010-60010-000	Communications/Mobiles	7,500.00	7,500.00	0.00	335.05	7,164.95	95.53 %
135-010-60020-000	Electricity	216,400.00	216,400.00	0.00	44,892.00	171,508.00	79.26 %
135-010-60080-000	Schools & Training	3,000.00	3,000.00	111.00	111.00	2,889.00	96.30 %
135-010-60100-000	Travel & per diem	920.00	920.00	0.00	0.00	920.00	100.00 %
135-010-60135-000	TCEQ Fees & Permits	29,500.00	29,500.00	0.00	8,964.55	20,535.45	69.61 %
135-010-60135-001	TCEQ Fees & Permits for PID	500.00	500.00	0.00	0.00	500.00	100.00 %

Budget Report

For Fiscal: 2024-2025 Period Ending: 12/31/2024

		Original Total Budget	Current Total Budget	Period Activity	Fiscal Activity	Variance Favorable (Unfavorable)	Percent Remaining
135-010-60150-000	Wholesale Water	2,757,560.00	2,757,560.00	282,889.47	282,889.47	2,474,670.53	89.74 %
135-010-60285-000	Lawn Equipment & Maintenance	12,500.00	12,500.00	600.00	1,800.00	10,700.00	85.60 %
135-010-60332-000	Interfund Transfer Out-Rev I&S	568,498.00	568,498.00	103,363.42	155,045.13	413,452.87	72.73 %
135-010-65005-000	Fuel & Lube	23,580.00	23,580.00	1,285.65	2,683.05	20,896.95	88.62 %
135-010-65010-000	Uniforms	4,360.00	4,360.00	1,328.65	1,458.64	2,901.36	66.54 %
135-010-65030-000	Chemicals	35,000.00	35,000.00	1,557.08	7,742.30	27,257.70	77.88 %
135-010-65050-000	Meter Expense	20,000.00	20,000.00	0.00	0.00	20,000.00	100.00 %
135-010-65053-000	Meter Change Out Program	130,000.00	130,000.00	0.00	0.00	130,000.00	100.00 %
135-010-69005-000	Capital Outlays	2,265,000.00	2,265,000.00	807,850.28	807,850.28	1,457,149.72	64.33 %
135-010-69195-000	GASB Reserve for Replacement	426,590.00	426,590.00	0.00	0.00	426,590.00	100.00 %
Department: 010 - Water Total:		7,440,945.00	7,440,945.00	1,257,082.56	1,472,674.60	5,968,270.40	80.21%
Department: 020 - Wastewater							
135-020-50005-000	Salaries & Wages	275,760.00	275,760.00	10,968.54	29,748.25	246,011.75	89.21 %
135-020-50010-000	Overtime	20,000.00	20,000.00	555.24	1,668.03	18,331.97	91.66 %
135-020-50016-000	Longevity	2,770.00	2,770.00	0.00	2,772.50	-2.50	-0.09 %
135-020-50017-000	Certification	5,700.00	5,700.00	225.00	625.00	5,075.00	89.04 %
135-020-50020-000	Retirement	36,500.00	36,500.00	1,409.85	4,177.65	32,322.35	88.55 %
135-020-50026-000	Medical Insurance	60,090.00	60,090.00	3,260.33	8,710.34	51,379.66	85.50 %
135-020-50027-000	Dental Insurance	2,790.00	2,790.00	119.45	319.17	2,470.83	88.56 %
135-020-50028-000	Vision Insurance	590.00	590.00	25.65	68.52	521.48	88.39 %
135-020-50029-000	Life Insurance & Other	3,000.00	3,000.00	183.79	515.85	2,484.15	82.81 %
135-020-50030-000	Social Security Taxes	18,860.00	18,860.00	697.14	2,072.65	16,787.35	89.01 %
135-020-50035-000	Medicare Taxes	4,411.00	4,411.00	163.04	484.74	3,926.26	89.01 %
135-020-50040-000	Unemployment Taxes	1,010.00	1,010.00	0.00	0.00	1,010.00	100.00 %
135-020-50045-000	Workman's Compensation	8,356.00	8,356.00	727.15	2,181.45	6,174.55	73.89 %
135-020-50060-000	Pre-emp Physicals/Testing	400.00	400.00	0.00	0.00	400.00	100.00 %
135-020-50070-000	Employee Relations	300.00	300.00	0.00	111.80	188.20	62.73 %
135-020-55080-000	Maintenance & Repairs	149,000.00	149,000.00	5,189.29	64,819.40	84,180.60	56.50 %
135-020-55081-000	Mainten & Repairs Collections	330,000.00	330,000.00	8,219.42	21,980.78	308,019.22	93.34 %
135-020-55085-000	Generator Maint. and Repair	11,000.00	11,000.00	0.00	0.00	11,000.00	100.00 %
135-020-55090-000	Vehicle Maintenance	4,600.00	4,600.00	0.00	0.00	4,600.00	100.00 %
135-020-55091-000	Veh Maintenance Collections	11,480.00	11,480.00	0.00	332.62	11,147.38	97.10 %
135-020-55105-000	Maintenance-Backhoe/SkidLoader	3,000.00	3,000.00	0.00	0.00	3,000.00	100.00 %
135-020-55125-000	Dumpster Services	103,000.00	103,000.00	10,108.31	16,898.54	86,101.46	83.59 %
135-020-55135-000	Lab Analysis	60,000.00	60,000.00	3,109.20	14,427.60	45,572.40	75.95 %
135-020-60010-000	Communications/Mobiles	5,000.00	5,000.00	0.00	200.60	4,799.40	95.99 %
135-020-60020-000	Electricity	314,100.00	314,100.00	667.98	44,880.68	269,219.32	85.71 %
135-020-60080-000	Schools & Training	2,420.00	2,420.00	0.00	0.00	2,420.00	100.00 %
135-020-60100-000	Travel & per diem	870.00	870.00	0.00	0.00	870.00	100.00 %
135-020-60135-000	TCEQ Fees & Permits	12,000.00	12,000.00	0.00	9,888.02	2,111.98	17.60 %
135-020-60285-000	Lawn Equipment & Maintenance	16,000.00	16,000.00	770.00	2,190.00	13,810.00	86.31 %
135-020-60331-000	Interfund Transfer Out-Tax I&S	115,708.00	115,708.00	21,037.82	31,556.73	84,151.27	72.73 %
135-020-60332-000	Interfund Transfer Out-Rev I&S	704,820.00	704,820.00	128,149.14	192,223.71	512,596.29	72.73 %
135-020-65005-000	Fuel & Lube	13,000.00	13,000.00	342.93	911.09	12,088.91	92.99 %
135-020-65010-000	Uniforms	3,520.00	3,520.00	0.00	0.00	3,520.00	100.00 %
135-020-65030-000	Chemicals	32,500.00	32,500.00	2,635.63	7,906.89	24,593.11	75.67 %
135-020-65031-000	Chemicals Collections	10,000.00	10,000.00	0.00	0.00	10,000.00	100.00 %
135-020-65045-000	Lab Supplies	33,000.00	33,000.00	0.00	22,561.25	10,438.75	31.63 %
135-020-65085-000	Office Supplies	0.00	0.00	-167.40	0.00	0.00	0.00 %
135-020-65095-000	Maintenance Supplies	0.00	0.00	-51.81	0.00	0.00	0.00 %
135-020-69005-000	Capital Outlays	1,140,000.00	1,140,000.00	15,247.91	15,247.91	1,124,752.09	98.66 %
135-020-69195-000	GASB Reserve for Replacement	337,380.00	337,380.00	0.00	0.00	337,380.00	100.00 %
Department: 020 - Wastewater Total:		3,852,935.00	3,852,935.00	213,593.60	499,481.77	3,353,453.23	87.04%
Department: 026 - Board of Directors							
135-026-50045-000	Workman's Compensation	20.00	20.00	0.66	1.98	18.02	90.10 %
135-026-60070-000	Dues & Memberships	750.00	750.00	-320.00	750.00	0.00	0.00 %
135-026-60075-000	Meetings	1,500.00	1,500.00	231.88	231.88	1,268.12	84.54 %
135-026-60080-000	Schools & Training	4,000.00	4,000.00	0.00	490.00	3,510.00	87.75 %

Budget Report

For Fiscal: 2024-2025 Period Ending: 12/31/2024

		Original Total Budget	Current Total Budget	Period Activity	Fiscal Activity	Variance Favorable (Unfavorable)	Percent Remaining
135-026-60100-000	Travel & per diem	5,000.00	5,000.00	0.00	0.00	5,000.00	100.00 %
135-026-60245-000	Miscellaneous Expenses	500.00	500.00	0.00	0.00	500.00	100.00 %
135-026-65085-000	Office Supplies	0.00	0.00	-231.88	0.00	0.00	0.00 %
Department: 026 - Board of Directors Total:		11,770.00	11,770.00	-319.34	1,473.86	10,296.14	87.48%
Department: 030 - Administration							
135-030-50005-000	Salaries & Wages	662,170.00	662,170.00	52,497.59	137,108.79	525,061.21	79.29 %
135-030-50010-000	Overtime	2,000.00	2,000.00	18.44	212.10	1,787.90	89.40 %
135-030-50016-000	Longevity	2,290.00	2,290.00	0.00	2,285.00	5.00	0.22 %
135-030-50020-000	Retirement	79,976.00	79,976.00	6,283.93	16,698.75	63,277.25	79.12 %
135-030-50026-000	Medical Insurance	105,150.00	105,150.00	6,531.00	17,470.43	87,679.57	83.39 %
135-030-50027-000	Dental Insurance	3,810.00	3,810.00	253.55	678.24	3,131.76	82.20 %
135-030-50028-000	Vision Insurance	830.00	830.00	55.36	148.08	681.92	82.16 %
135-030-50029-000	Life Insurance & Other	4,800.00	4,800.00	432.88	1,228.83	3,571.17	74.40 %
135-030-50030-000	Social Security Taxes	41,320.00	41,320.00	2,349.45	7,584.76	33,735.24	81.64 %
135-030-50035-000	Medicare Taxes	9,660.00	9,660.00	736.32	1,960.72	7,699.28	79.70 %
135-030-50040-000	Unemployment Taxes	1,510.00	1,510.00	21.87	21.87	1,488.13	98.55 %
135-030-50045-000	Workman's Compensation	1,703.00	1,703.00	143.71	431.13	1,271.87	74.68 %
135-030-50060-000	Pre-emp Physicals/Testing	400.00	400.00	38.00	38.00	362.00	90.50 %
135-030-50070-000	Employee Relations	4,000.00	4,000.00	323.65	491.37	3,508.63	87.72 %
135-030-55030-000	Software & Support	153,810.00	153,810.00	2,641.21	65,350.10	88,459.90	57.51 %
135-030-55080-000	Maintenance & Repairs	23,000.00	23,000.00	4,404.47	12,323.68	10,676.32	46.42 %
135-030-55085-000	Generator Maint. and Repair	1,000.00	1,000.00	0.00	0.00	1,000.00	100.00 %
135-030-55120-000	Cleaning Services	20,000.00	20,000.00	2,600.00	4,800.00	15,200.00	76.00 %
135-030-55160-000	Professional Outside Services	100,000.00	100,000.00	7,589.58	92,871.51	7,128.49	7.13 %
135-030-55205-000	Utility Billing Contract	9,000.00	9,000.00	1,328.73	1,328.73	7,671.27	85.24 %
135-030-60005-000	Telephone	6,000.00	6,000.00	409.25	885.70	5,114.30	85.24 %
135-030-60010-000	Communications/Mobiles	3,000.00	3,000.00	0.00	48.28	2,951.72	98.39 %
135-030-60020-000	Electricity/Gas	20,300.00	20,300.00	0.00	2,968.36	17,331.64	85.38 %
135-030-60035-000	Postage	30,000.00	30,000.00	4,425.72	4,818.97	25,181.03	83.94 %
135-030-60040-000	Service Charges & Fees	155,000.00	155,000.00	10,806.97	32,477.37	122,522.63	79.05 %
135-030-60050-000	Bad Debt Expense	13,000.00	13,000.00	0.00	0.00	13,000.00	100.00 %
135-030-60055-000	Insurance	129,860.00	129,860.00	10,640.69	31,922.07	97,937.93	75.42 %
135-030-60070-000	Dues & Memberships	2,560.00	2,560.00	320.00	420.00	2,140.00	83.59 %
135-030-60080-000	Schools & Training	3,550.00	3,550.00	350.00	350.00	3,200.00	90.14 %
135-030-60100-000	Travel & per diem	4,270.00	4,270.00	843.91	843.91	3,426.09	80.24 %
135-030-60285-000	Lawn Equipment & Maintenance	6,000.00	6,000.00	469.67	939.34	5,060.66	84.34 %
135-030-65010-000	Uniforms	530.00	530.00	0.00	0.00	530.00	100.00 %
135-030-65055-000	Hardware	50,000.00	50,000.00	0.00	0.00	50,000.00	100.00 %
135-030-65085-000	Office Supplies	5,000.00	5,000.00	-466.83	1,402.40	3,597.60	71.95 %
135-030-65095-000	Maintenance Supplies	6,000.00	6,000.00	3,073.17	3,073.17	2,926.83	48.78 %
135-030-69005-000	Capital Outlays	115,000.00	115,000.00	9,710.00	9,710.00	105,290.00	91.56 %
135-030-69170-000	Copier Lease Installments	4,000.00	4,000.00	384.26	637.56	3,362.44	84.06 %
135-030-69195-000	GASB Reserve for Replacement	25,000.00	25,000.00	0.00	0.00	25,000.00	100.00 %
Department: 030 - Administration Total:		1,805,499.00	1,805,499.00	129,216.55	453,529.22	1,351,969.78	74.88%
Department: 039 - Non Departmental							
135-039-55045-000	Legal	65,000.00	65,000.00	2,133.00	6,537.25	58,462.75	89.94 %
135-039-55055-000	Auditing	30,000.00	30,000.00	0.00	4,500.00	25,500.00	85.00 %
135-039-55060-000	Appraisal	13,070.00	13,070.00	11,275.88	11,275.88	1,794.12	13.73 %
135-039-55065-000	Tax Admin Fees	5,000.00	5,000.00	4,037.00	4,037.00	963.00	19.26 %
Department: 039 - Non Departmental Total:		113,070.00	113,070.00	17,445.88	26,350.13	86,719.87	76.70%
Expense Total:		13,224,219.00	13,224,219.00	1,617,019.25	2,453,509.58	10,770,709.42	81.45%
Fund: 135 - MUD 1 General Fund Surplus (Deficit):		16,136.00	16,136.00	-773,547.79	608,318.37	592,182.37	-3,669.95%
Report Surplus (Deficit):		16,136.00	16,136.00	-773,547.79	608,318.37	592,182.37	-3,669.95%

Budget Report

Group Summary

Departmen...	Original Total Budget	Current Total Budget	Period Activity	Fiscal Activity	Variance Favorable (Unfavorable)	Percent Remaining
Fund: 135 - MUD 1 General Fund						
Revenue						
000 - Revenue, Asset, Liability, & Equity	13,240,355.00	13,240,355.00	843,471.46	3,061,827.95	-10,178,527.05	76.88%
Revenue Total:	13,240,355.00	13,240,355.00	843,471.46	3,061,827.95	-10,178,527.05	76.88%
Expense						
010 - Water	7,440,945.00	7,440,945.00	1,257,082.56	1,472,674.60	5,968,270.40	80.21%
020 - Wastewater	3,852,935.00	3,852,935.00	213,593.60	499,481.77	3,353,453.23	87.04%
026 - Board of Directors	11,770.00	11,770.00	-319.34	1,473.86	10,296.14	87.48%
030 - Administration	1,805,499.00	1,805,499.00	129,216.55	453,529.22	1,351,969.78	74.88%
039 - Non Departmental	113,070.00	113,070.00	17,445.88	26,350.13	86,719.87	76.70%
Expense Total:	13,224,219.00	13,224,219.00	1,617,019.25	2,453,509.58	10,770,709.42	81.45%
Fund: 135 - MUD 1 General Fund Surplus (Deficit):	16,136.00	16,136.00	-773,547.79	608,318.37	592,182.37	-3,669.95%
Report Surplus (Deficit):	16,136.00	16,136.00	-773,547.79	608,318.37	592,182.37	-3,669.95%

Fund Summary

Fund	Original Total Budget	Current Total Budget	Period Activity	Fiscal Activity	Variance Favorable (Unfavorable)
135 - MUD 1 General Fund	16,136.00	16,136.00	-773,547.79	608,318.37	592,182.37
Report Surplus (Deficit):	16,136.00	16,136.00	-773,547.79	608,318.37	592,182.37

CASH STATUS AS OF DECEMBER 2024			Restricted - Unable to be spent	Unrestricted- Available for spending	Total in Accounts (Restricted & Unrestricted)
135-10250	TexPool O & M (XXXXX0002) General Fund Operating		\$0	\$2,208,252	\$2,208,252
135-10300	Prosperity Bank (XXXXX2660) General Fund Operating	*	\$155,945	\$5,145,379	\$5,301,324
135-10305	Prosperity Bank Reserve-Savings Acct (XXXXX7724)		\$2,015,442	\$0	\$2,015,442
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		\$4,866,433	\$0	\$4,866,433
519-10300	Prosperity Bank (XXXXX2660) SWIFT		\$85,052	\$0	\$85,052
519-11155	Cash-Bond Escrow Bank of Texas (SWIFT)		\$863,070	\$0	\$863,070
520-10250	Texpool Revenue Bond Water & Waste Water Systems 2019 (XXXXX018)		\$0	\$0	\$0
520-10300	Prosperity Bank (XXXXX2660)- Construction Water & Waste Water Systems		\$0	\$0	\$0
528-10250	TexPool Revenue Bond Reserve (XXXXX014) WWTP Improvements		\$1,005,744	\$0	\$1,005,744
533-10250	TexPool Tax I & S (XXXXX0003)		\$225,121	\$0	\$225,121
533-10300	Prosperity Bank (XXXXX2660) Tax I&S		\$0	\$0	\$0
534-10250	TexPool Revenue I & S (XXXXX013) WWTP Improvements		\$222,813	\$0	\$222,813
535-10250	Texpool Revenue I & S (XXXXX017) SWIFT		\$94,078	\$0	\$94,078
536-10250	TexPool Revenue I & S (XXXXX020) Water & Waste Water Systems		\$117,036	\$0	\$117,036
				\$7,354,231	\$17,004,964

Amount available in cash for spending (MUD Accounts)

\$7,354,231

*12/31/2024 Customer Water Deposits \$155,945.00

Fire Department Cash

122-10250	TexPool O & M (XXXXX0002)-Fire Operating Cash		\$0	\$825,484	\$825,484
122-10300	Prosperity Bank (XXXXX2660) Fire Operating		\$0	\$140,543	\$140,543
			\$0	\$966,027	\$966,027

Amount available in cash for spending (Fire Department Accounts)

\$966,027**General Fund 135 Available**

\$	5,145,379	Prosperity General Fund
\$	2,208,252	Texpool General Fund
\$	600	Petty Cash
\$	7,354,231	

Total General Fund 135 Available for Spending

General Fund 135 Fund Balances

Nonspendable Fund Balance (Prepays)	\$	5,130
Assigned Fund Balance (FY2024 Capital Projects plus prior year carry forward)	\$	1,946,960
Unassigned Fund Balance	\$	7,612,994
Current Year Revenue/Expenses	\$	608,318
Total Nonspendable, Assigned & Committed Fund Balances - General Fund 135		\$10,173,403

December Utility Billing Report
Fiscal Year 2024 - 2025

	December 2023	January 2024	February 2024	March 2024	April 2024	May 2024	June 2024	July 2024	August 2024	September 2024	October 2024	November 2024	December 2024
ebills	1,737	1,736	1,734	1,744	1,741	1,738	1,724	1,720	1,719	1,721	1,720	1,713	1,710
Bills Mailed	3,742	3,726	3,729	3,737	3,747	3,753	3,758	3,768	3,774	3,759	3,772	3,815	3,785
Bank Draft	567	568	565	565	562	562	557	546	543	544	537	545	537
Online Payments	3,133	3,023	3,036	3,246	2,992	3,152	3,197	3,136	3,263	3,095	3,200	3,070	3,287
Late Notices	342	249	298	299	245	295	277	242	326	275	286	422	361
Disconnects	5	4	8	7	3	3	3	0	4	2	1	5	8
Connections MUD	3,395	3,395	3,395	3,394	3,394	3,394	3,394	3,394	3,394	3,396	3,396	3,396	3,396
Connections Town	1,446	1,446	1,447	1,447	1,450	1,453	1,453	1,454	1,456	1,457	1,457	1,466	1,468

December Permits
Fiscal Year 2024 - 2025

Date of Permit	Permit No.	Customer Deposit	Due to FW Water	Oversize Meter	Plumbing Inspections	Sewer Inspections	Fire Line	Misc. Income	Total
12/4/2024	2025-10	\$ 100.00	\$ 4,953.00	\$ 428.00	\$ 150.00	\$ 50.00			\$ 5,681.00
12/4/2024	2025-11	\$ 100.00	\$ 4,953.00	\$ 428.00	\$ 150.00	\$ 50.00			\$ 5,681.00
									\$ -
									\$ -
									\$ -
									\$ -
									\$ -
									\$ -
									\$ -
									\$ -
									\$ -
									\$ -
Total		\$ 200.00	\$ 9,906.00	\$ 856.00	\$ 300.00	\$ 100.00	\$ -	\$ -	\$ 11,362.00

**REGULAR MEETING MINUTES
TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
BOARD OF DIRECTORS
December 18, 2024, 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 meeting on December 18, 2024, 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
Doug Harper	Secretary/Treasurer
William C. Rose	Director
Jim Thomas	Director

BOARD MEMBERS ABSENT:

Ben Brewster	Vice President
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STAFF PRESENT:

Alan Fourmentin	General Manager
Laurie Slaght	District Secretary
Mike McMahon	Operations Manager
Regina Van Dyke	Finance Manager
Betsy Deck	Communications Specialist
Pam Liston	General Legal Counsel

GUESTS PRESENT:

Jason Wise	Fire Chief
Brandon Wright	Town of Trophy Club Town Manager

CALL TO ORDER AND ANNOUNCE A QUORUM

President Carr announced the date of December 18, 2024, called the meeting to order and announced a quorum present at 6:30 p.m.

CITIZEN COMMENTS

There were no citizen comments.

REPORTS & UPDATES

1. Staff Reports
 - a. Monthly Capital Improvement Projects
 - b. Monthly Operations Reports
 - c. Monthly Finance Reports

General Manager Alan Fourmentin presented the monthly staff reports and answered questions related thereto. The GM introduced Betsy Deck, who is the District's new Communications Specialist.

Due to technical difficulties, the recording was stopped from 6:38 p.m. to 6:41 p.m.

CONSENT AGENDA

2. Consider and act to approve the Consent Agenda.
 - a. November 20, 2024, Regular Meeting minutes

Motion made by Director Harper and seconded by Director Thomas to approve the consent agenda as presented.

Motion carried unanimously.

REGULAR SESSION

3. Consider and act regarding District repository and document management systems:
 - a. Master Service Agreement with MCCI, Inc. (Contract 2024121801)
 - b. Addendum No. 1 to Master Services Agreement.

Motion made by Director Rose and seconded by Director Thomas to approve Contract No. 2024121801 Master Service Agreement and Addendum No. 1 with MCCI, Inc. for document management and repository services for an amount not to exceed \$58,438.50 and utilize the contract which was forwarded to the Board under a redline and authorize the General Manager to execute the necessary documents.

Motion carried unanimously.

4. Consider and act to approve Contract No. 2024121802 with Más Talent Human Resources for employee management services.

Motion made by Director Thomas and seconded by Director Harper to approve Contract No. 2024121802 with Más Talent Human Resources for employment management services and authorize the General Manager to execute the necessary documents.

Motion to amend made by Director Rose and seconded by Director Harper to change the last sentence of Section 6.4 of the contract to read “Any computers or other equipment furnished by the District to the *Consultant*, must be returned to the District immediately upon termination of this Agreement.”

Amendment carried unanimously

Motion as amended carried unanimously.

5. Consider and act regarding approval of Contract No. 2024121803 with Insituform Technologies, LLC for wastewater manhole repairs.

Motion made by Director Rose and seconded by Director Harper to approve Contract No. 2024121803 for wastewater collection system repairs to Insituform Technologies, LLC. for an amount not to exceed \$106,325.00 and authorize the General Manager to execute any necessary documents.

Motion carried unanimously.

6. Consider and take appropriate action to appoint two Directors to serve on a subcommittee to discuss funding options for future fire department capital equipment and infrastructure expenses.

Motion made by Director Carr and seconded by Director Harper to appoint Director Carr and Director Rose to serve on subcommittee with the Town for the purpose of discussing funding options for future fire department capital equipment and infrastructure expenses.

Motion carried unanimously.

7. Discussion regarding 50th anniversary of the District. (Carr)

Director Carr stated the District is approaching its 50th anniversary and would like to make sure it is publicly recognized. Director Harper and Director Thomas volunteered to assist staff and direction was provided.

The Board convened into Executive Session at 7:26 p.m.

EXECUTIVE SESSION

8. Pursuant to Section 551. 076 of the Texas Government Code known as the Texas Open Meetings Act, the Board will convene into closed session for the following purpose: to deliberate the deployment of security devices on District-owned properties.

The Board reconvened into Regular session at 8:32 p.m.

REGULAR SESSION

9. Consider and act regarding item(s) discussed in Executive Session.

Motion made by Director Rose and seconded by Director Thomas to authorize the purchase of security equipment and devices as discussed in executive session and authorize the General Manager to secure installation of those devices.

Motion carried unanimously

FUTURE AGENDA ITEMS

10. Items for future agendas:

Director Duties and performance (Rose)
District goals (Carr)

11. Next Regular Meeting date – January 15, 2025, at 6:30 p.m.

ADJOURN

President Carr called the meeting adjourned at 8:35 p.m.

Kevin R. Carr, President

Doug Harper, Secretary/Treasurer

(SEAL)

Laurie Slaght, District Secretary

Trophy Club Municipal Utility District No. 1

Quarterly Investment Report

For Ending Period 12/31/2024 (October, November, December)

Restricted/ Unrestricted	Investment Type	Account Number	Sec Type	Yield %	Beginning Value 9/30/2024	Deposits	Withdrawals	Interest	Ending Market 9/30/2024	Maturity
Unrestricted- 122	CK	XXXX2660	Prosperity Bank Consolidated Cash-Fire Dept	0.35%	55,363	339,199	(254,020)	-	140,543	N/A
Restricted- 122	PF		TexPool Municipal Fund-Fire Dept	4.52%	576,838	587,846	(339,199)	-	825,484	N/A
Unrestricted- 135	CK	XXXX2660	Prosperity Bank Consolidated Cash-General Fund	0.35%	5,500,875	3,884,486	(4,090,550)	6,513	5,301,325	N/A
Unrestricted- 135	PF	XXXXXX0002	TexPool Municipal Fund-Operating	4.52%	2,462,580	36,355	(382,863)	92,179	2,208,252	N/A
Restricted	SA	XXXXXX7724	Prosperity Bank Cash Reserve- Money Mkt	3.19%	1,998,815	-	-	16,626	2,015,442	N/A
Restricted- 137	PF		TexPool Municipal Fund-GASB Replacement	4.52%	4,866,433	-	-	-	4,866,433	N/A
Restricted- 519	CK	XXXX2660	Prosperity Bank Consolidated Cash-Tax SWIFT	0.35%	85,052	-	-	-	85,052	N/A
Restricted- 519	PF	XXXXXX00015	Texpool Revenue Bond Construction-SWIFT	4.52%	-	-	-	-	-	N/A
Restricted- 519	ES	82-1747-01-1	Revenue Bond Series 2016 Escrow- BOK	3.19%	854,732	-	-	8,338	863,070	
Restricted- 520	PF	XXXXXX00018	Texpool Revenue Bond Construction Series 2019	4.52%	-	-	-	-	-	N/A
Restricted- 528	PF	XXXXXX00014	Texpool Revenue Bond Reserve	4.52%	993,836	-	-	11,908	1,005,744	N/A
Restricted- 533	CK	XXXX2660	Prosperity Bank Consolidated Cash-Tax I&S	0.35%	-	-	-	-	-	N/A
Restricted- 533	PF	XXXXXX0003	TexPool Tax Debt Service	4.52%	102,140	121,484	-	1,497	225,121	N/A
Restricted- 534	PF	XXXXXX00013	Texpool Revenue Bond I&S	4.52%	52,955	168,419	-	1,438	222,813	N/A
Restricted- 535	PF	XXXXXX00017	Texpool Revenue Bond I&S-SWIFT	4.52%	18,149	75,353	-	577	94,078	N/A
Restricted- 536	PF	XXXXXX00020	Texpool Revenue Bond I&S Series 2019	4.52%	12,891	103,497	-	648	117,036	N/A
					<u>\$ 17,580,659</u>	<u>\$ 5,316,639</u>	<u>\$ (5,066,631)</u>	<u>\$ 139,725</u>	<u>\$ 17,970,392</u>	

CK Checking
MM Money Market
PF Pools & Funds
SA Savings Accounts
ES Escrow/ Treasuries
CD Certificate of Deposit

**I certify that this Investment Report complies with requirements of the District's
Investment Policy and the Public Funds Investment Act.**

Prepared By

Regina Van Dyke

DATE

Investment Officer

Alan Fourmentin

DATE

WHEN EXPERIENCE, REPUTATION AND PERFORMANCE MATTER



COLLECTION REPORT TO THE TROPHY CLUB MUNICIPAL UTILITY DISTRICT No. 1

Submitted by: Andrew Brink

*6301 Preston Road, Suite 700
Plano, Texas 75024
www.pbfcml.com*

January 2025

2023 TAX YEAR ANALYSIS

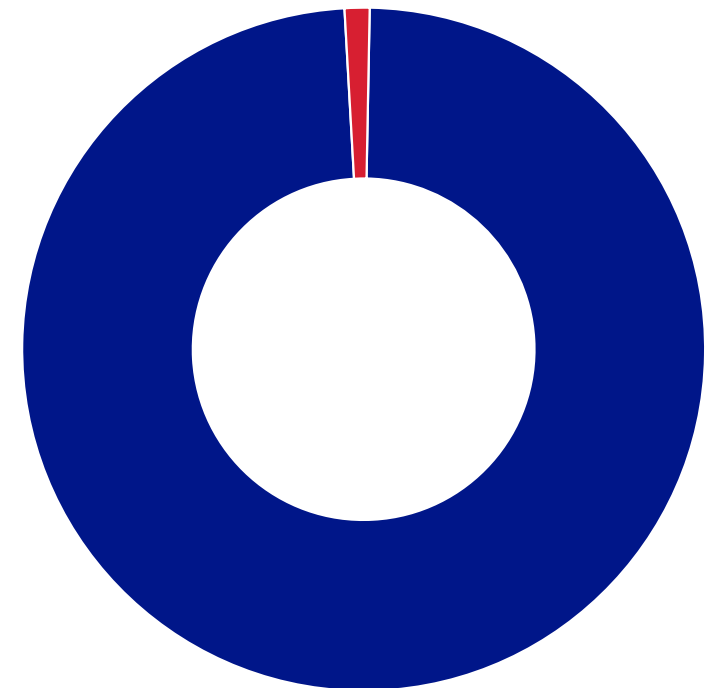
Delinquent Turnover

**Original Tax
Levy**

• \$1,623,338

**Adj.
Delinquent
July 1, 2024
Turnover**

• \$19,432
• 1.20%



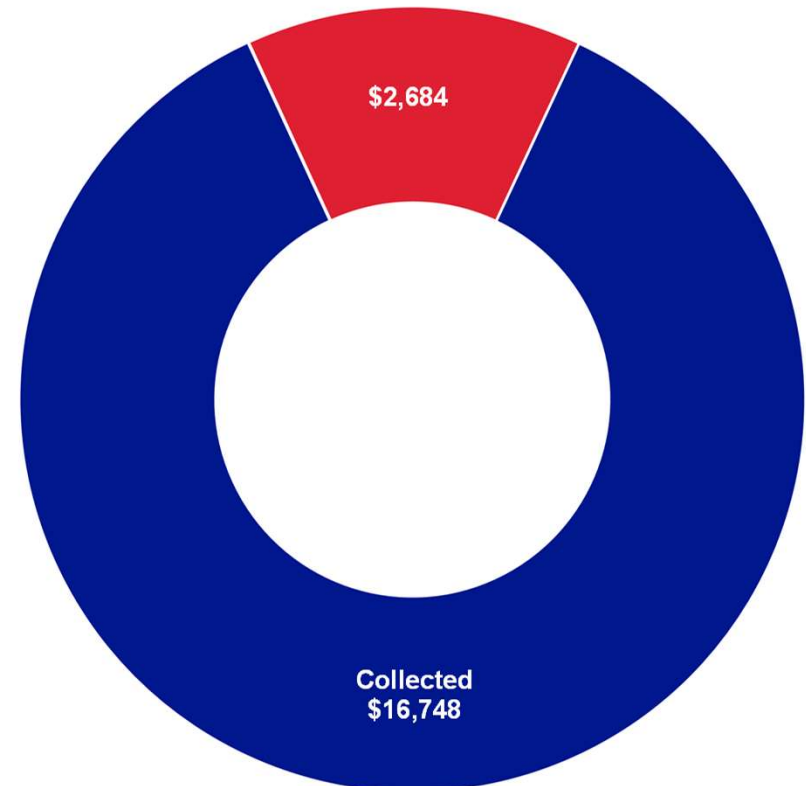
■ Collected 98.80% ■ Delinquent 1.20%

2023 TAX YEAR – DELINQUENT COLLECTIONS

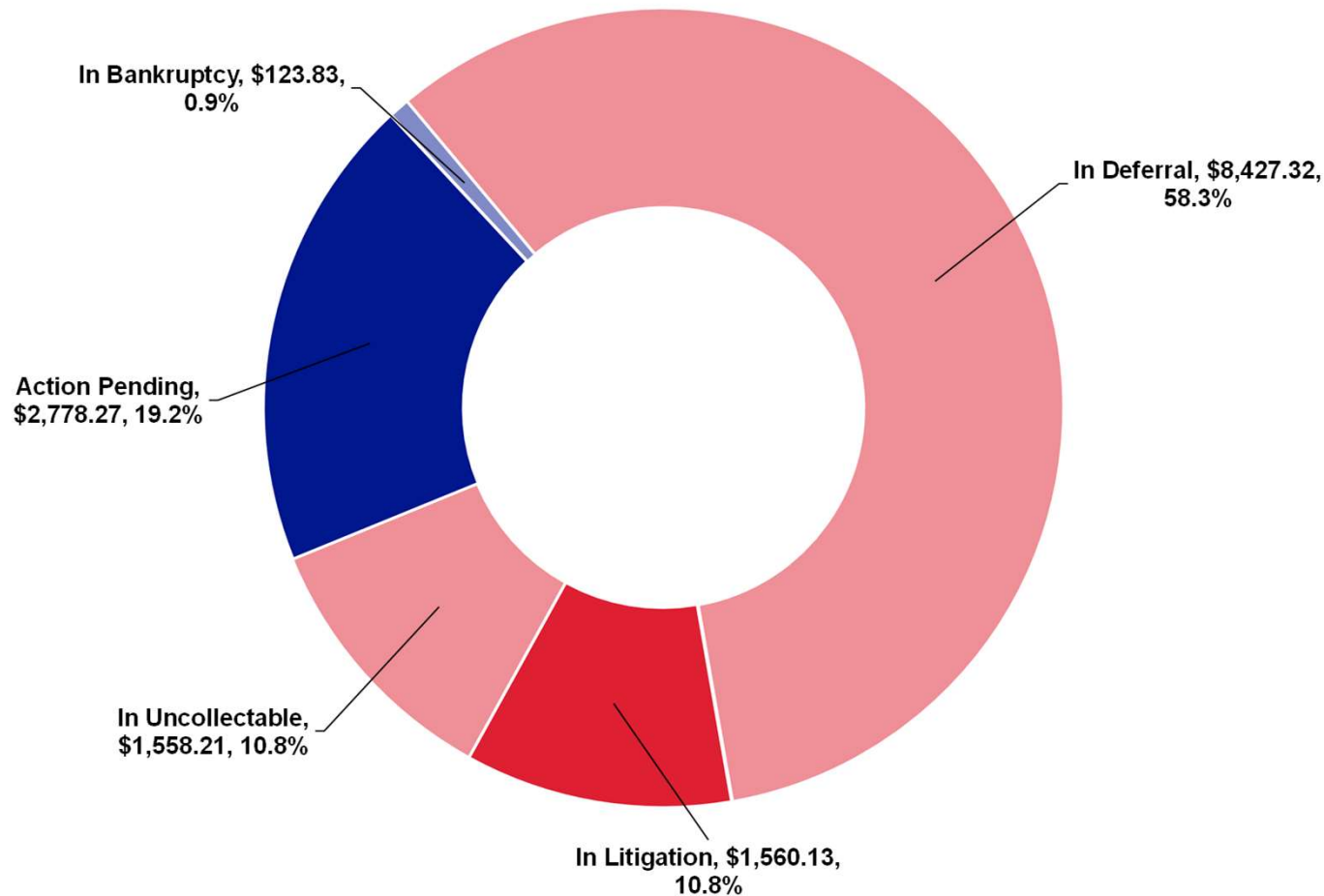
July 1, 2024 – December 31, 2024

Adj. July 1 Turnover	• \$19,432
Base Tax Collected	• \$16,748 • 86.19%
Base Tax Remaining	• \$2,684

Base Tax Only - No Penalties or Interest Added



ACCOUNT BREAKDOWN CHART



As of 1/3/2025 - Total Base Tax: \$14,447 (2023 Tax Year & Prior)

Action Pending Accounts: Notification Letters, Telephone Collections, Lienholder Notification, Title Research, Property Inspection and Payment Agreements. **Source:** Perdue Brandon tape download on 6/29/2024 from the Denton County Tax Office.



AUTHORITY ACTIVITY ANALYSIS

TROPHY CLUB MUNICIPAL UTILITY DISTRICT #1 As Of 1/2/2025, Tax Years Between 1997 And 2023

Description	# Properties	Pct Of Total	Base Tax Amount	Pct Of Total
In Bankruptcy	2	3.17%	\$123.83	0.86%
In Deferral	4	6.35%	\$8,427.32	58.33%
In Litigation	5	7.94%	\$1,560.13	10.80%
In Uncollectable	16	25.40%	\$1,558.21	10.79%
Action Pending	36	57.14%	\$2,778.27	19.23%
Totals	63	100.00%	\$14,447.76	100.00%

Dollar Range	# Properties	Pct Of Total	Base Tax Amount	Pct Of Total
\$0.01 - \$100.00	41	69.49%	\$548.63	3.80%
\$100.01 - \$250.00	8	13.56%	\$1,437.15	9.95%
\$250.01 - \$500.00	6	10.17%	\$2,014.44	13.94%
\$500.01 - \$1000.00	1	1.69%	\$597.63	4.14%
\$1000.01 - \$2500.00	1	1.69%	\$2,020.40	13.98%
\$2500.01 - \$5000.00	1	1.69%	\$2,643.44	18.30%
\$5000.01 - \$10,000.00	1	1.69%	\$5,186.07	35.90%
Totals	59	100.00%	\$14,447.76	100.00%

Year	# Transaction	Pct Of Total	Base Tax Amount	Pct Of Total
2010	1	0.80%	\$414.60	2.87%
2011	1	0.80%	\$378.65	2.62%
2012	1	0.80%	\$295.79	2.05%
2013	4	3.20%	\$705.89	4.89%
2014	8	6.40%	\$857.40	5.93%
2015	10	8.00%	\$502.72	3.48%
2016	6	4.80%	\$485.70	3.36%
2017	8	6.40%	\$865.42	5.99%
2018	8	6.40%	\$1,283.95	8.89%
2019	10	8.00%	\$1,400.46	9.69%
2020	10	8.00%	\$1,265.72	8.76%
2021	13	10.40%	\$1,583.77	10.96%
2022	14	11.20%	\$1,604.42	11.10%
2023	31	24.80%	\$2,803.27	19.40%
Totals	125	100.00%	\$14,447.76	100.00%

****Number of properties may differ in the first two sections because a property may reside in more than one category in the first section.**

Top Tax Due Report

Top 100 Percent Properties - TROPHY CLUB MUNICIPAL UTILITY DISTRICT #1

January 15, 2025 Regular Meeting Agenda Packet

GEO Code	Legal Description	Status	LPBD			
71012DEN	TROPHY CLUB #10 LOT 1219 ACRES: 0.235000	DEFE		D		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
968	BOREN BENJAMIN C & BEVERLY C	N/A	2010-2022	\$4,864.02	\$7,020.98	
71779DEN	TROPHY CLUB # 2 LOT 77 ACRES: 0.253600	DEFE		D		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
91176	PARROW JAMES J & ELENA	N/A	2017-2022	\$2,332.99	\$2,832.08	
650109DEN	PERSONAL PROPERTY - DENTIST LOCATION: 925 TROPHY CLUB DR	<none>,UP		L		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
90829	MEMBERS ONLY DENTAL PA	N/A	2018-2022	\$1,796.51	\$3,455.77	
11514221TAR	DIEGO'S TEX MEX KITCHEN PERSONAL PROPERTY TANGIBLE	BKR,SUIT,UP				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
59	SUMMERS, JAMES M	N/A	2013-2014	\$455.51	\$1,299.37	
40758281TAR	TROPHY CLUB # 9 LOT 723 ACRES: 0.236200	DEFE		D		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
93245	PARKER CHARLES J AND PARKER SYLVIA A	N/A	2022	\$337.04	\$369.33	
620602DEN	PERSONAL PROPERTY - DENTIST OFFICE LOCAITON : 301 TROPHY LAKE	<none>,SUIT		L		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
1560	BURGAR BRANDON	N/A	2013-2014	\$310.41	\$884.50	
926478DEN	PERSONAL PROPERTY - CHIROPRACTOR LOCATION : 100 TROPHY CLUB	<none>,SUIT,UP		L		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
1242	FORD LESLIE	N/A	2013-2017	\$297.77	\$778.19	
11514205TAR	WEINBERGERS DELICATESSEN PERSONAL PROPERTY TANGIBLE	<none>,SUIT,UP				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
58	WEINBERGER DELI TWO LLC	N/A	2016-2019	\$297.12	\$661.81	
339971DEN	PERSONAL PROPERTY - AIRCRAFT CESSNA 150L 1972-N5428Q LOCATION : SUIT			L		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
759	MORRISON AVIATION LLC	N/A	2014-2021	\$218.76	\$503.24	
42641576TAR	KNOLLS AT SOLANA BLOCK B LOT 23 ACRES: 0.247900	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
93256	MAYA WALDEMAR	N/A	2021-2022	\$171.12	\$292.50	
676474DEN	PERSONAL PROPERTY - DRY CLEANERS LOCATION: 2003 SH 114 STE 390	<none>,SUIT		L		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
90856	J.A.E.H.K. INC	N/A	2018-2021	\$139.49	\$277.65	
72034DEN	TROPHY CLUB # 4 LOT 333 ACRES: 0.361600	<none>,BKR,EMP		B		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
1219	BINGHAM GENE C	N/A	2021	\$122.63	\$217.79	
336817DEN	PERSONAL PROPERTY - DRY CLEANERS DROP OFF LOCATION : 2003 SH	UP				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
1164	WALJI SHANIF M	N/A	2014-2015	\$45.93	\$124.28	
14265180TAR	FUSE ENERGY LLC PERSONAL PROPERTY TANGIBLE COMMERCIAL	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
91517	FUSE ENERGY LLC	N/A	2021-2022	\$37.36	\$64.85	
14318755TAR	DYNAMIC ACTION PERSONAL PROPERTY TANGIBLE COMMERCIAL	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
92920	DYNAMIC ACTION INC	N/A	2021	\$36.66	\$65.11	
633172DEN	PERSONAL PROPERTY - AUDIOLOGISTS LOCATION: 501 TROPHY LAKE	UP				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
1730	EARCARE HEARING AIDS	N/A	2014-2015	\$35.18	\$95.20	
676479DEN	PERSONAL PROPERTY - DANCE & MUSIC LESSONS LOCATION: 905	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
90858	FULLER CHRISTINA	N/A	2020-2022	\$20.53	\$36.62	
14689532TAR	CROSSFIT SPT PERSONAL PROPERTY TANGIBLE COMMERCIAL	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
92190	RUTLEDGE SHANNON AND GARNER KASIE	N/A	2022	\$20.41	\$33.31	
563646DEN	PERSONAL PROPERTY - MISC PERSONAL SERVICE LOCATION: 2003 SH	UP				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
1711	STYLES OF INDIA	N/A	2015-2016	\$20.23	\$51.84	
723199DEN	PERSONAL PROPERTY - INSURANCE AGENT LOCATION: 2101 SH 114 STE	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
91433	MILLER CRAIG	N/A	2019-2022	\$18.50	\$34.40	
682747DEN	PERSONAL PROPERTY - RESTAURANT LOCATION: 301 TROPHY LAKE DR	UP				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
91619	7 MILES TASTE GROUP INC	N/A	2019	\$14.43	\$29.78	
13442112TAR	HEART TEST LABORATORIES PERSONAL PROPERTY TANGIBLE	UP				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
91068	HEART TEST LABORATORIES INC	N/A	2017-2019	\$12.32	\$26.34	
72303DEN	TROPHY CLUB # 6 LOT 528 ACRES: 0.266100	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
91664	TABER JOHN K	N/A	2020	\$9.15	\$16.91	
701746DEN	PERSONAL PROPERTY - SPECIAL TRADE CONTRACTORS: 99 TROPHY LAKE	<none>				

Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
93483	GRAY CAROL		N/A	2021-2022	\$6.51	\$11.13
659388DEN	PERSONAL PROPERTY - BUSINESS SERVICES LOCATION: 99 TROPHY	UP				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
91141	CHIP MUNDY INC		N/A	2017	\$4.85	\$11.41
679913DEN	PERSONAL PROPERTY - OFFICE LOCATION: 99 TROPHY CLUB DR	<none>				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
91389	SMITH CLINICAL SERVICES PLLC		N/A	2019	\$4.31	\$8.90
659398DEN	PERSONAL PROPERTY - BUSINESS SERVICES LOCATION: 99 TROPHY	UP				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
90372	RAY DERSTEIN		N/A	2015	\$3.61	\$9.53
13730967TAR	RANDSTAD RANDSTAD US LP PERSONAL PROPERTY TANGIBLE	UP				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
90303	RANDSTAD US LP		N/A	2014-2015	\$2.76	\$7.35
676473DEN	PERSONAL PROPERTY - PERSONAL TRAINER SERVICES LOCATION: 2003	<none>				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
90855	THE FORCE BY LUKE		N/A	2022	\$2.21	\$3.61
727270DEN	PERSONAL PROPERTY - INSURANCE OFFICE LOCATION: 99 TROPHY	<none>				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
92609	FOLEY BEVERLY		N/A	2020-2021	\$1.98	\$3.66
14881042TAR	CARDTRONICS USA INC VARX COMMERCIAL	<none>				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
93915	CARDTRONICS USA INC		N/A	2022	\$1.49	\$2.43
676477DEN	PERSONAL PROPERTY - MEDICAL OFFICE LOCATION: 300 TROPHY CLUB	<none>				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
91387	TRUE MEDICINE PA		N/A	2022	\$0.95	\$1.55
314763DEN	PERSONAL PROPERTY - LEASED EQUIPMENT	<none>				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
298	NORTHERN LEASING SYSTEMS INC		N/A	2020	\$0.68	\$1.31
14461451TAR	DELL MARKETING LP VARX COMMERCIAL	UP				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
91207	DELL MARKETING LP		N/A	2016	\$0.61	\$1.43
42345560TAR	WESTLAKE ENTRADA BLOCK I LOT 13 REF PLAT D218192054	<none>				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
91351	JJP TREVI LLC		N/A	2018	\$0.19	\$0.42
14381350TAR	SONIFI SOLUTIONS INC VARX COMMERCIAL	UP				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
1290	SONIFI SOLUTIONS INC		N/A	2015	\$0.15	\$0.36
13661787TAR	NATIONAL DEFAULT TITLE PERSONAL PROPERTY TANGIBLE	UP				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
1638	NATIONAL DEFAULT TITLE SERVICE		N/A	2017	\$0.07	\$0.16
14448870TAR	NEOPOST USA INC VARX COMMERCIAL	UP				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
91049	NEOPOST USA INC		N/A	2015	\$0.04	\$0.10
70726DEN	TROPHY CLUB #11 LOT 1467 ACRES: 0.293800	<none>,DEFE,QPAY				
Taxpayer #	Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
90912	RUANGSKUL VERONICA IND EXECUTOR FOR BOWO		N/A	2022	\$0.01	\$0.02

Top Tax Due Report

Top 100 Percent Properties - TROPHY CLUB MUNICIPAL UTILITY DISTRICT #1

January 15, 2025 Regular Meeting Agenda Packet

GEO Code	Legal Description	Status	LPBD			
526096DEN	CHURCHILL DOWNS BLK A LOT 1 ACRES: 0.258300	<none>,EMP,PPAY,TPAY				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
895	SEAY MARK SR & TERRI	N/A	2023	\$399.46	\$594.40	
71012DEN	TROPHY CLUB #10 LOT 1219 ACRES: 0.235000	DEFE		D		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
968	BOREN BENJAMIN C & BEVERLY C	N/A	2023	\$322.05	\$336.80	
71779DEN	TROPHY CLUB # 2 LOT 77 ACRES: 0.253600	DEFE		D		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
91176	PARROW JAMES J & ELENA	N/A	2023	\$310.45	\$324.67	
40758281TAR	TROPHY CLUB # 9 LOT 723 ACRES: 0.236200	DEFE		D		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
93245	PARKER CHARLES J AND PARKER SYLVIA A	N/A	2023	\$260.59	\$272.53	
42402369TAR	WESTLAKE ENTRADA BLOCK C LOT 1A SCHOOL BOUNDARY SPLIT	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
94633	MRW INVESTORS LLC	N/A	2023	\$241.49	\$359.34	
40758001TAR	TROPHY CLUB # 3 LOT 254 BALANCE IN DENTON CO ACRES: 0.477400	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
94416	JOHNSON CLAIR G	N/A	2023	\$228.41	\$339.87	
650109DEN	PERSONAL PROPERTY - DENTIST LOCATION: 925 TROPHY CLUB DR	<none>,UP		L		
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
90829	MEMBERS ONLY DENTAL PA	N/A	2023	\$223.89	\$333.15	
42894164TAR	WESTLAKE ENTRADA BLOCK G LOT 1R2 ACRES: 0.168000	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
94431	1 TIM 617 LLC	N/A	2023	\$223.34	\$332.33	
71202DEN	TROPHY CLUB VILLAGE WEST SEC A LOT 893 ACRES: 0.206600	TPAY				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
94516	BARRON ALEJANDRA	N/A	2023	\$148.96	\$221.65	
42616733TAR	WESTLAKE ENTRADA BLOCK C LOT 1B SCHOOL BOUNDARY SPLIT	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
92381	AMR WESTLAKE STORAGE OWNER LLC	N/A	2023	\$114.07	\$169.74	
42400404TAR	WESTLAKE ENTRADA BLOCK C LOT 1A SCHOOL BOUNDARY SPLIT	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
94633	MRW INVESTORS LLC	N/A	2023	\$96.95	\$144.26	
42641576TAR	KNOLLS AT SOLANA BLOCK B LOT 23 ACRES: 0.247900	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
93256	MAYA WALDEMAR	N/A	2023	\$83.05	\$123.58	
42616725TAR	WESTLAKE ENTRADA BLOCK C LOT 1B SCHOOL BOUNDARY SPLIT	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
92381	AMR WESTLAKE STORAGE OWNER LLC	N/A	2023	\$43.80	\$65.17	
1010181DEN	PERSONAL PROPERTY - MARTIAL ARTS SCHOOL LOCATION: 2550	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
94240	PREMIER MARTIAL ARTS TROPHY CLUB	N/A	2023	\$32.64	\$48.57	
14924281TAR	TXRE PROPERTIES PERSONAL PROPERTY TANGIBLE COMMERCIAL	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
94325	TXRE PROPERTIES	N/A	2023	\$24.39	\$36.29	
14689532TAR	CROSSFIT SPT PERSONAL PROPERTY TANGIBLE COMMERCIAL	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
92190	RUTLEDGE SHANNON AND GARNER KASIE	N/A	2023	\$14.26	\$21.22	
1028287DEN	PERSONAL PROPERTY - LEASED EQUIPMENT - S11	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
94609	HUNTINGTON NATIONAL BANK (EQUIPMENT FINA		2023	\$8.55	\$12.52	
943797DEN	PERSONAL PROPERTY - LEASED EQUIPMENT - S11	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
94625	THE COCA-COLA COMPANY		2023	\$7.07	\$10.27	
676479DEN	PERSONAL PROPERTY - DANCE & MUSIC LESSONS LOCATION: 905	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
90858	FULLER CHRISTINA	N/A	2023	\$4.30	\$6.40	
14265180TAR	FUSE ENERGY LLC PERSONAL PROPERTY TANGIBLE COMMERCIAL	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
91517	FUSE ENERGY LLC	N/A	2023	\$3.64	\$5.42	
676473DEN	PERSONAL PROPERTY - PERSONAL TRAINER SERVICES LOCATION: 2003	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
90855	THE FORCE BY LUKE	N/A	2023	\$3.61	\$5.37	
723199DEN	PERSONAL PROPERTY - INSURANCE AGENT LOCATION: 2101 SH 114 STE	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
91433	MILLER CRAIG	N/A	2023	\$2.83	\$4.21	
701746DEN	PERSONAL PROPERTY - SPECIAL TRADE CONTRACTORS: 99 TROPHY	<none>				
Taxpayer #	Taxpayer Name	Primary Phone	Years	Tax Due	Total Due	
93483	GRAY CAROL	N/A	2023	\$2.10	\$3.12	

14635955	TAR	NTT DATA SERVICES LLC VARX COMMERCIAL	<none>				
Taxpayer #		Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
92936		NTT DATA SERVICES LLC		N/A	2023	\$1.75	\$2.52
1030803	DEN	PERSONAL PROPERTY - LEASED EQUIPMENT - S11	BKR				
Taxpayer #		Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
94223		REDBOX AUTOMATED RETAIL LLC		N/A	2023	\$1.20	\$1.79
72496	DEN	TROPHY CLUB # 6 LOT 545 ACRES: 0.284400	DEFE,QPAY				
Taxpayer #		Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
91487		HICKS JAMES O		N/A	2023	\$0.18	\$0.18
14924302	TAR	GKN AEROSPACE PERSONAL PROPERTY TANGIBLE COMMERCIAL	<none>				
Taxpayer #		Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
94326		GKN AEROSPACE		N/A	2023	\$0.16	\$0.24
72301	DEN	TROPHY CLUB # 3 LOT 176 ACRES: 0.350400	<none>,DEFE,QPAY				
Taxpayer #		Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
91663		STAFFEL CARL ALLEN & DESIREE J		N/A	2023	\$0.03	\$0.04
536970	DEN	PERSONAL PROPERTY - CHIROPRACTIC OFFICE LOCATION: 501 TROPHY	<none>				
Taxpayer #		Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
90794		LHK HOLDINGS LLC		N/A	2023	\$0.03	\$0.04
70685	DEN	TROPHY CLUB #11 LOT 1455 ACRES: 0.325100	<none>,QPAY				
Taxpayer #		Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
90911		MOREY BRUCE		N/A	2023	\$0.01	\$0.01
72180	DEN	TROPHY CLUB # 3 LOT 154 ACRES: 0.520600	<none>,QPAY				
Taxpayer #		Taxpayer Name		Primary Phone	Years	Tax Due	Total Due
1585		HALL TERRY & TAEKO		N/A	2023	\$0.01	\$0.01

Deferral Detail Report

Locator: Denton Tax

Clients: Trophy Club MUD 1

TP #	Taxpayer Name								Base Due
93245	PARKER CHARLES J AND PARKER SYLVIA A								
	GEO Code	Client Name	Tax Year	Status	Tran Type	Start Date	End Date	Condition	Base Tax
	40758281TAR	Trophy Club MUD 1	2022	DEFE	TAX	12/06/2021	12/01/2099	Defer	\$337.04
	40758281TAR	Trophy Club MUD 1	2023	DEFE	TAX	12/06/2021	12/01/2099	Defer	\$260.59
Property Base Due									\$597.63
Taxpayer Base Due									\$597.63
968	BOREN BENJAMIN C & BEVERLY C								
	GEO Code	Client Name	Tax Year	Status	Tran Type	Start Date	End Date	Condition	Base Tax
	71012DEN	Trophy Club MUD 1	2010	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$414.60
	71012DEN	Trophy Club MUD 1	2011	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$378.65
	71012DEN	Trophy Club MUD 1	2012	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$295.79
	71012DEN	Trophy Club MUD 1	2013	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$300.56
	71012DEN	Trophy Club MUD 1	2014	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$325.30
	71012DEN	Trophy Club MUD 1	2015	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$355.07
	71012DEN	Trophy Club MUD 1	2016	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$367.89
	71012DEN	Trophy Club MUD 1	2017	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$385.38
	71012DEN	Trophy Club MUD 1	2018	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$380.30
	71012DEN	Trophy Club MUD 1	2019	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$404.59
	71012DEN	Trophy Club MUD 1	2020	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$401.84
	71012DEN	Trophy Club MUD 1	2021	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$437.04
	71012DEN	Trophy Club MUD 1	2022	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$417.01
	71012DEN	Trophy Club MUD 1	2023	DEFE	TAX	06/30/2010	12/01/2099	Defer	\$322.05
Property Base Due									\$5,186.07
Taxpayer Base Due									\$5,186.07
91176	PARROW JAMES J & ELENA								
	GEO Code	Client Name	Tax Year	Status	Tran Type	Start Date	End Date	Condition	Base Tax
	71779DEN	Trophy Club MUD 1	2017	DEFE	TAX	11/03/2017	12/01/2099	Defer	\$276.37
	71779DEN	Trophy Club MUD 1	2018	DEFE	TAX	11/03/2017	12/01/2099	Defer	\$412.53
	71779DEN	Trophy Club MUD 1	2019	DEFE	TAX	11/03/2017	12/01/2099	Defer	\$416.50
	71779DEN	Trophy Club MUD 1	2020	DEFE	TAX	11/03/2017	12/01/2099	Defer	\$404.55
	71779DEN	Trophy Club MUD 1	2021	DEFE	TAX	11/03/2017	12/01/2099	Defer	\$421.13
	71779DEN	Trophy Club MUD 1	2022	DEFE	TAX	11/03/2017	12/01/2099	Defer	\$401.91
	71779DEN	Trophy Club MUD 1	2023	DEFE	TAX	11/03/2017	12/01/2099	Defer	\$310.45
Property Base Due									\$2,643.44
Taxpayer Base Due									\$2,643.44
91487	HICKS JAMES O								
	GEO Code	Client Name	Tax Year	Status	Tran Type	Start Date	End Date	Condition	Base Tax
	72496DEN	Trophy Club MUD 1	2023	DEFE	TAX	12/03/2020	12/01/2099	Defer	\$0.18
Property Base Due									\$0.18
Taxpayer Base Due									\$0.18
Total Base Due									\$8,427.32
TROPHY CLUB MUNICIPAL UTILITY DISTRICT #1			Defer			\$8,427.32			



Rod L. Abbott, CPA PLLC
Certified Public Accountant

January 15, 2025

To the Board of Directors of
 Trophy Club Municipal Utility District No. 1
 Trophy Club, Texas

I have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Trophy Club Municipal Utility District No. 1 (the "District") for the year ended September 30, 2024. Professional standards require that I provide you with information about my responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of my audit. I have communicated such information in my letter to you dated July 15, 2022. Professional standards also require that I communicate to you the following information related to my audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the District are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended September 30, 2024. I noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the government-wide financial statements was:

Management's estimate of the useful lives of long-term assets for which to base depreciation expense. The District's estimates are based on prior experience with actual useful lives performance for District infrastructure, equipment, and other assets. I evaluated the key factors and assumptions used to develop the useful lives estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

I encountered no significant difficulties in dealing with management in performing and completing my audit.

Corrected and Uncorrected Misstatements

Professional standards require me to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all material and immaterial misstatements as shown at Attachment 1.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to my satisfaction, that could be significant to the financial statements or the auditor's report. I am pleased to report that no such disagreements arose during the course of my audit.

Management Representations

I have requested certain representations from management that are included in the management representation letter dated January 15, 2025.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, my professional standards require the consulting accountant to check with me to determine that the consultant has all the relevant facts. To my knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

I generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditor. However, these discussions occurred in the normal course of my professional relationship and my responses were not a condition to my retention.

Other Matters

I applied certain limited procedures to management's discussion and analysis, the General Fund's budget versus actual schedule, and the TCDRS pension and OPEB schedules, which are required supplementary information (RSI) that supplements the basic financial statements. My procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

I was engaged to report on the individual schedules and other supplementary information required by the Texas Commission on Environmental Quality, which accompany the financial statements, but are not RSI. With respect to this supplementary information, I made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to my audit of the financial statements. I compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the information and use of the Board of Directors and management of Trophy Club Municipal Utility District No. 1 and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,



Rod L. Abbott, CPA PLLC

**TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
ADJUSTING AUDIT ENTRIES
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

<u>AJE#</u>	<u>DESCRIPTION</u>	<u>DEBIT</u>	<u>CREDIT</u>
AJE #1	316-26100-000-000 Net Pension Liability	118,869	
	316-16100-000-000 Deferred Outflows of Resources - TCDRS Pension Contributions	660	
	316-16102-000-000 Deferred Outflows of Resources - Change in Pension Assumptions		22,615
	316-16103-000-000 Deferred Inflows of Resources - Pension Diff. in Projected/Actual Earnings		60,321
	316-16101-000-000 Deferred Inflows of Resources - PensionDiff. in Expected/Actual Experience	48,504	
	316-16104-000-000 Deferred Outflows of Resources - Diff. in Expected/Actual Experience		2,936
	316-16000-000-000 Amount to be Provided		82,161
		168,033	168,033
	TO PROPERLY UPDATE PENSION BALANCES IN THE L-T DEBT ACCOUNT GROUP.		
AJE #2	316-26110-000-000 Total OPEB SDBF Liability-Asset		7,519
	316-16110-000-000 Deferred TCDRS OPEB Subseq Contributions		179
	316-16112-000-000 Deferred Outflows- Difference in Assumptions OPEB	477	
	316-16113-000-000 Deferred Inflows - Difference in Assumptions OPEB	2,010	
	316-16111-000-000 Deferred Expected/Actual OPEB	3,340	
	316-26015-000-000 Capital Leases	265	
	316-16000-000-000 Amount to be Provided	1,606	
		7,698	7,698
	TO PROPERLY UPDATE OTHER POST-EMPLOYMENT BENEFIT BALANCES IN THE L-T DEBT ACCOUNT GROUP.		
AJE #3	316-16000-000-000 Amount to be Provided		11,289
	316-26020-000-000 Compensated Absences	11,289	
		11,289	11,289
	TO UPDATE THE VACATION TIME LIABILITY BALANCE IN THE L-T DEBT ACCOUNT GROUP.		
AJE #4	135-000-20070-000 Retainage Payable		132,098
	135-69005-010-000 Capital Outlays	132,098	
	136-15065-000-000 Construction in Progress	132,098	
	136-33005-000-000 Investment in Gen Fixed Assets		132,098
		264,196	264,196
	TO RECORD RETAINAGE AT FISCAL YEAR-END 2024.		
AJE #5	519-31100-000-000 Assigned Fund Balance		81,691
	519-49900-000-000 Miscellaneous Income (new)		3,361
	519-69005-010-000 Capital Outlays	85,052	
		85,052	85,052
	TO PROPERLY STATE CAPITAL OUTLAYS FOR THE CAPITAL PROJECTS FUND.		
AJE #6	135-000-10996-000 Claim On Cash	22,596	
	135-20200-000-000 Accrued Payroll		22,596
		22,596	22,596
	TO PROPERLY STATE WAGES PAYABLE AT FISCAL YEAR-END 2024.		
AJE #7	135-31070-000-000 Non-spendable Fund Balance		1,250
	135-31100-000-000 Assigned Fund Balance	4,569,047	
	135-31110-000-000 Unassigned Fund Balance		4,567,797
	137-31110-000-000 Unassigned Fund Balance		537,542
	137-32111-000-000 Assigned/Water Replacement	920,912	
	137-32113-000-000 Assigned/Sewer Replacement		383,370
		5,489,959	5,489,959
	ADJUSTMENT PROVIDED BY CLIENT TO UPDATE ASSIGNED FUND BALANCES.		

**TROPHY CLUB
MUNICIPAL UTILITY DISTRICT NO.1
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
SEPTEMBER 30, 2024**

**ANNUAL FILING
AFFIDAVIT**

THE STATE OF TEXAS }
COUNTY OF DENTON }

I, Kevin R. Carr
(Name of Duly Authorized Representative)

Of Trophy Club Municipal Utility District No. 1
(Name of District)

Hereby swear, or affirm, that the district named above has reviewed and approved at a meeting of the Board of Directors of the District on the 15th day of January 2025, its annual audit report for the fiscal year or period ended September 30, 2024 and that copies of the annual audit report have been filed in the district office, located at 100 Municipal Drive, Trophy Club, Texas, 76262.

The annual filing affidavit and the attached copy of the annual audit report are being submitted to the Texas Commission on the Environmental Quality in satisfaction of the annual filing requirements of Texas Water Code Section 49.194.

Date: January 15, 2025.

By: _____
(Signature of District Representative)

Kevin R. Carr, President, Board of Directors
(Typed Name & Title)

Sworn to and subscribed to before me this _____ day of _____, 20____.

(SEAL)

(signature of notary)

My Commission Expires On: _____, 20____.

Notary Public in and for the State of Texas

**TROPHY CLUB
MUNICIPAL UTILITY DISTRICT NO.1
AUDITED FINANCIAL STATEMENTS
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Rod L. Abbott, CPA PLLC
Certified Public Accountant

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Trophy Club Municipal Utility District No. 1
Trophy Club, Texas

Opinions

I have audited the accompanying financial statements of the governmental activities, each major fund, and the remaining aggregate fund information of the Trophy Club Municipal Utility District No. 1 (the "District"), as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the remaining aggregate fund information of the Trophy Club Municipal Utility District No. 1 as of September 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am required to be independent of the District, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, I:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, General Fund budgetary comparison schedule, pension schedules, and other post-employment benefit schedules be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming an opinion on the basic financial statements of Trophy Club Municipal Utility District No. 1. The Texas TCEQ Supplemental Information on pages 41-54 is required by the Texas Commission on Environmental Quality as published in the *Water District Financial Management Guide*. The Texas TCEQ Supplemental Information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, I do not express an opinion or provide any assurance on it.

Sincerely,



Rod L. Abbott, CPA PLLC
Van Alstyne, Texas
January 15, 2025

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1 January 15, 2025 Regular Meeting Agenda Packet
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

Trophy Club Municipal Utility District No. 1, Texas (the "District") Management's Discussion and Analysis (MD&A) is a narrative overview and analysis designed to provide the reader a means to identify and understand the financial activity of the District and changes in the District's financial position during the fiscal year ended September 30, 2024.

The Management's Discussion and Analysis is supplemental to, and should be considered along with, the District's financial statements.

Financial Highlights

- At the close of the fiscal year, the assets and deferred outflows of the District exceeded its liabilities and deferred inflows by \$46,694,490 (net position). Of this amount, \$15,468,690 is unrestricted net position and may be used to meet the District's ongoing commitments.
- The District's net position increased by \$3,375,340 during 2024 on the Statement of Activities. The Statement of Activities is on the full-accrual basis of accounting, which capitalizes the \$4,835,000 of capital outlays that are expensed on the fund financial statements. This capitalization of new long-term assets is the main reason for the healthy 7.8% increase in net position in 2024.
- At the end of the fiscal year, the District's governmental type funds reported a combined fund balance of \$17,102,140. As of September 30, 2024, the unassigned fund balance of the General Fund was \$8,733,510. The unassigned fund balance is equal to 8.3 months of 2024 General Fund expenditures and is considered a very healthy unassigned fund balance.

Overview of the Financial Statements

The MD&A is intended to introduce the reader to the District's basic financial statements, which are comprised of three components: 1. Government-Wide Financial Statements, 2. Fund Financial Statements, and 3. Notes to Basic Financial Statements. The report also contains other required supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements - the government-wide financial statements are designed to provide the reader with a general overview of the District's finances in a way that is comparable with financial statements from the private sector. The government-wide financial statements consist of two statements:

1. The Statement of Net Position - This statement presents information on all of the District's assets, deferred inflows, deferred outflows, liabilities, and net position. The net position is the difference between assets plus deferred outflows less deferred inflows plus liabilities. Over an extended period, the increase or decrease in net position will serve as a good indicator of whether the financial position of the District is improving or deteriorating.
2. The Statement of Activities – This statement gives information showing how the District's net position has changed during the fiscal year. All revenues and expenses are reported on the full accrual basis.

**TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1 January 15, 2025 Regular Meeting Agenda Packet
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

Overview of the Financial Statements - Continued

Fund Financial Statements - Fund financial statements provide detailed information about the most important funds and not about the District as a whole as in the government-wide financial statements.

The District uses fund accounting to demonstrate compliance with finance related legal requirements which can be categorized as governmental fund activities.

Governmental Funds - All of the District's activities are reported in governmental funds. They are used to account for those functions known as governmental activities. But unlike government-wide financial statements, governmental fund financial statements focus on how monies flow into and out of those funds and their resulting balances at the end of the fiscal year. Statements of governmental funds provide a detailed short-term view of the District's general government operations and the basic services it provides. Such information can be useful in evaluating a government's short-term financing requirements.

The District maintains three governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Debt Service Fund and Capital Projects Fund.

The District adopts an annual appropriated budget for the General Fund. A budgetary comparison statement is provided for the General Fund to demonstrate compliance with its budget.

Notes to the Basic Financial Statements - The notes provide additional information that is essential to a full understanding of the data presented in the government-wide and fund financial statements.

Government-wide Financial Analysis

The Management's Discussion and Analysis highlights the information provided in both the Statement of Net Position and Statement of Activities in the government-wide financial statements. It may serve over an extended period of time, as a useful indicator of the District's financial position. At the end of the fiscal year, the District's assets and deferred outflows exceeded liabilities and deferred inflows by \$46,694,490. Of this amount, \$30,127,934 (65%) reflects the District's investment in capital assets (e.g., land, buildings, machinery and equipment, net of accumulated depreciation), less any related outstanding debt used to acquire those assets and unspent bond proceeds, \$1,097,867 (2%) restricted for debt service and capital projects, and the remaining \$15,468,690 (33%) is unrestricted.

Governmental activities have increased the District's net position by \$3,375,340, which amounts to a 7.8% increase in net position for the year ended September 30, 2024.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

Government-wide Financial Analysis – Continued

District operational analysis - The following table provides a summary analysis of the District's Statements of Net Position for the fiscal years ending on September 30, 2024 and 2023.

Table 1
Condensed Statements of Net Position

	Governmental Activities	
	FY24	FY23
Current and other assets	\$ 19,379,240	\$ 18,827,852
Capital assets	48,888,256	46,164,516
Total assets	68,267,496	64,992,368
Deferred outflows of resources	236,244	321,158
Long-term liabilities	20,861,156	20,861,156
Other liabilities	840,322	1,053,284
Total liabilities	21,701,478	21,914,440
Deferred inflows of resources	107,772	161,626
Net position:		
Net investment in capital assets	30,127,934	27,323,898
Restricted	1,097,867	1,003,815
Unrestricted	15,468,690	14,909,747
Total net position	\$ 46,694,490	\$ 43,237,459

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

Government-wide Financial Analysis - Continued

District operational analysis - The following table provides a summary analysis of the District's consolidated operations for the fiscal years ending on September 30, 2024 and 2023.

Table 2
Condensed Statements of Activities

	Governmental Activities	
	FY24	FY23
Revenues:		
Program Revenues:		
Charges for services	\$ 11,144,460	\$ 11,973,510
Operating grants and contributions	-	-
Capital grants and contributions	-	-
General Revenues:		
Property taxes	1,625,152	2,047,252
Other unrestricted contributions	145,031	151,357
Investment income	675,135	573,996
Gain on sold assets	51,450	103,373
Other	71,692	17,432
	<u>13,712,919</u>	<u>14,866,920</u>
Expenses:		
Water	4,110,091	4,621,529
Wastewater	2,530,521	2,706,051
Administration	1,655,338	1,544,270
Fire protection	1,399,134	1,157,569
Non-departmental and Board	79,562	71,379
Interest on long-term debt	562,933	603,112
	<u>10,337,579</u>	<u>10,703,910</u>
Excess (deficiency) of revenues over expenditures before transfers	3,375,340	4,163,010
Transfers In (Out)	-	-
Increase in net position	3,375,340	4,163,010
Net position - October 1	43,237,459	39,074,449
Prior period adjustments	81,691	-
Net position - September 30	<u>\$ 46,694,490</u>	<u>\$ 43,237,459</u>

**TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

Financial analysis of the District's funds

Governmental Funds - the main focus of the District's governmental funds is to provide information on the flow of monies to and from the funds, and to note the unassigned fund balance, which is a good indicator of resources available for spending in the near term. The information derived from these funds is highly useful in assessing the District's financial requirements. The unassigned fund balance may serve as a useful measure of the District's net resources available for use at the fiscal year-end.

At the end of the fiscal year, the District's governmental funds reported combined ending fund balances of \$17,102,140, of which 51%, or \$8,733,510, is unassigned and available to the District for future spending.

General Fund budgetary highlights

The District's General Fund budget versus actual schedule is presented on page 36.

Revenue: Revenues were \$707,305 (5.6%) more than budgeted

- Investment earnings totaled \$521,771 and were \$371,771 (248%) more than budgeted.

Expenditures: Expenditures were \$1,094,113 (8.0%) less than budgeted

- Capital Outlay expenditures were \$415,000 (7.9%) less than budgeted.
- Water Operations were \$436,085 (10.8%) less than budgeted.
- Wastewater operations expenditures were \$223,666 (15.3%) less than budgeted.

Capital Assets

The District's investment in capital assets for its governmental activities as of September 30, 2024 amounted to \$48,888,256, net of accumulated depreciation. This represents a broad range of capital assets including, but not limited to land, buildings, improvements, machinery and equipment, vehicles, water, wastewater treatment, and wastewater collection systems.

Net capital assets increased \$2,723,740 or 5.9% during 2024 primarily due to over \$4 million of new improvements to the District's water and wastewater system. Additional information about capital assets may be found in Note 5 in the notes to financial statements.

**TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

Debt administration

Long-Term Debt - at the end of the current fiscal year, the District had \$19,490,000 of outstanding general obligation bonds and revenue bonds, which is a decrease of 6.1% from the previous fiscal year due to \$1,257,398 of 2024 principal payments. All 2024 debt service requirements were met and the District did not issue any new debt during fiscal year 2024.

Economic factors and next year's budgets and rates:

General Fund 2024 - 2025 budgetary highlights:

Revenue: The 2025 General Fund budgeted revenues for the District reflect a projected decrease of \$1,183,578, or 8.21%, when compared to the adopted 2024 budget.

- Water revenue is budgeted to decrease from \$6,939,998 for fiscal year 2024 to \$6,925,430 for fiscal year 2025 for a total of \$14,568.
- Sewer revenue is budgeted to increase from \$3,679,786 for fiscal year 2024 to \$3,773,500 for fiscal year 2025 for a total of \$93,714.
- The District's M&O tax rate decreased from fiscal year 2024 to fiscal year 2025. The fiscal year 2025 segregated M&O property tax revenue is budgeted to increase by \$73,083 for Fire and decrease by \$114 for the MUD when compared to 2024.

Expenses: The 2025 General Fund budgeted expenses for the District reflect a projected decrease of \$1,199,713, or 8.32%, when compared to the 2024 adopted budget.

- Wholesale water expenses from the City of Fort Worth increased by \$102,063, or 3.85%, due to the consumption demands and the pass thru rate increase.
- The capital outlay collectively decreased by \$1,730,000, or 32.96% due to the proactive asset replacement schedule in the prior years.
- The maintenance and repairs collectively decreased by \$278,129, or 44.05% due to reduction in required repairs with the proactive replacement schedule.
- The electricity collectively increased by \$106,327, or 23.93%.
- The personnel cost collectively decreased by \$52,554, or 2.5% due to the salary savings from vacant positions.

Overall: The 2025 General Fund budget for the District is anticipated to have revenues of \$13,240,355 and expenses of \$13,224,220 for a total projected net surplus of \$16,135.

Debt Service Fund 2024 - 2025 budgetary highlights:

- The Debt Service expenses are budgeted to increase from \$1,800,479 in fiscal year 2024 to \$1,805,645 in fiscal year 2025 for a total of \$5,166.
- Property tax revenues collected for Debt Service are budgeted to decrease from \$219,481 in fiscal year 2024 to \$217,408 in fiscal year 2025 for a total of \$2,073.

Rates highlights:

Effective October 1st, 2024, the Board of Directors for the District adopted an increase in effluent and volumetric water rates. Base water rates and sewer rates remained the same.

**TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

Requests for information

This financial report is designed to provide a general overview of the District's consolidated finances for all interested parties. Questions concerning any of the information in this report or requests for additional information should be directed to the Trophy Club Municipal Utility District No. 1, Finance Manager, 100 Municipal Drive, Trophy Club, Texas 76262.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1**Statement of Net Position****September 30, 2024**

	<u>Governmental Activities</u>
Assets	
Cash and cash equivalents	\$ 7,520,536
Investments	7,905,851
Restricted assets:	
Restricted cash	148,950
Restricted investments	2,034,288
Prepaid assets	5,130
Receivables:	
Accounts receivables - net	1,544,017
Property taxes	15,095
Net pension asset	205,374
Capital assets:	
Non-depreciable capital assets	4,553,192
Depreciable capital assets (net)	44,335,064
Total assets	<u>68,267,496</u>
Deferred outflows of resources	
Deferred outflows of resources - OPEB	7,829
Deferred outflows of resources - Pension	228,415
Total deferred outflows of resources	<u>236,244</u>
Liabilities	
Accounts payable	1,863,821
Accrued liabilities	43,862
Interest payable	44,858
Customer meter deposits	148,950
Non-current liabilities:	
Due within one year	1,264,998
Due in more than one year	18,303,010
OPEB liability	31,979
Total liabilities	<u>21,701,478</u>
Deferred inflows of resources	
Deferred inflows of resources - OPEB	10,764
Deferred inflows of resources - Pension	97,008
Total deferred inflows of resources	<u>107,772</u>
Net Position	
Net investment in capital assets	30,127,934
Restricted for:	
Capital projects	912,146
Debt service	185,721
Unrestricted	15,468,690
Total net position	<u>\$ 46,694,490</u>

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

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
Statement of Activities
For the Year Ended September 30, 2024

Governmental Activities						Net (Expense)
						Revenue and
						Changes in Net
						Position
Functions/Programs	Expenses	Program Revenues			Capital Grants and Contributions	Total Governmental Activities
		Charges for Services	Operating Grants and Contributions			
Primary government:						
Governmental activities:						
Water operations	\$ 4,110,091	\$ 7,368,914	\$ -	\$ -	\$ -	\$ 3,258,823
Wastewater operations	2,530,521	3,711,300	-	-	-	1,180,779
Administration	1,655,338	64,246	-	-	-	(1,591,092)
Fire protection	1,399,134	-	-	-	-	(1,399,134)
Non-departmental	77,194	-	-	-	-	(77,194)
Board of directors	2,368	-	-	-	-	(2,368)
Interest on long-term debt	562,933	-	-	-	-	(562,933)
Total governmental activities	\$ 10,337,579	\$ 11,144,460	\$ -	\$ -	\$ -	806,881
General revenues:						
Property taxes						1,625,152
Contributions not restricted to specific programs						145,031
Investment earnings						675,135
Miscellaneous						71,692
Gain on sale of assets						51,450
Total general revenues						2,568,460
Change in net position						3,375,340
Net position - beginning						43,237,459
Prior period adjustments						81,691
Net position - ending						\$ 46,694,490

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

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
BALANCE SHEET -
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

	General Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
Assets				
Cash	\$ 7,435,484	\$ -	\$ 85,052	\$ 7,520,536
Investments	7,905,851	-	-	7,905,851
Restricted assets:				
Restricted cash	148,950	-	-	148,950
Restricted investments	-	185,720	1,848,568	2,034,288
Prepaid assets	5,130	-	-	5,130
Receivables:				
Accounts receivable - net	1,544,017	-	-	1,544,017
Property taxes	10,776	4,319	-	15,095
Due from other funds	81,691	-	-	81,691
Total assets	<u>\$ 17,131,898</u>	<u>\$ 190,039</u>	<u>\$ 1,933,620</u>	<u>\$ 19,255,557</u>
Liabilities				
Current liabilities:				
Accounts payable	\$ 1,863,821	\$ -	\$ -	\$ 1,863,821
Accrued payroll liabilities	43,862	-	-	43,862
Customer deposits	148,950	-	-	148,950
Due to other funds	-	-	81,691	81,691
Total current liabilities	<u>2,056,633</u>	<u>-</u>	<u>81,691</u>	<u>2,138,324</u>
Deferred Inflows of Resources				
Unavailable revenue - Property taxes	10,775	4,319	-	15,094
Total deferred inflows of resources	<u>10,775</u>	<u>4,319</u>	<u>-</u>	<u>15,094</u>
Fund Balances				
Non-spendable:				
Prepaid assets	5,130	-	-	5,130
Restricted for:				
Debt service	-	185,721	-	185,721
Capital projects	-	-	1,851,929	1,851,929
Assigned for:				
Capital projects	6,325,851	-	-	6,325,851
Unassigned	8,733,510	-	-	8,733,510
Total fund balances	<u>15,064,490</u>	<u>185,721</u>	<u>1,851,929</u>	<u>17,102,140</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 17,131,899</u>	<u>\$ 190,039</u>	<u>\$ 1,933,620</u>	<u>\$ 19,255,559</u>

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

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
at September 30, 2024

Fund balances of governmental funds	\$	17,102,140
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		48,888,256
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Deferred outflows of resources related to pension and OPEB balances do not provide current financial resources and, therefore, are not reported in the governmental funds.		236,244
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Deferred inflows of resources related to pension and OPEB balances do not require the use of current financial resources and, therefore, are not reported in the governmental funds.		(107,772)
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		(19,599,987)
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Accrued interest payable for governmental-type long-term debt is recognized in the governmental activities in the statement of net position.		(44,858)
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The District's net pension asset balance does not provide current financial resources and, therefore, is not reported in the governmental funds.		205,374
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Property tax receivables not received within sixty days after fiscal year-end are deferred income on the fund financial statements, but these amounts are realized as income on the government-wide financials.		15,092
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Net position of governmental activities	\$	46,694,490
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The accompanying notes are an integral part of these financial statements.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1

**Statement of Revenues, Expenditures, and
Changes in Fund Balances - Governmental Funds
For the Year Ended September 30, 2024**

	General Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
Revenues				
Water charges	\$ 7,274,883	\$ -	\$ -	\$ 7,274,883
Wastewater charges	3,711,300	-	-	3,711,300
Property taxes	1,404,929	217,202	-	1,622,131
Intergovernmental	145,031	-	-	145,031
Late charges	94,031	-	-	94,031
Rental income	49,320	-	-	49,320
Inspections and other charges for services	14,926	-	-	14,926
Other revenue	68,329	-	3,363	71,692
Investment earnings	521,771	42,885	110,479	675,135
Total revenues	<u>13,284,519</u>	<u>260,087</u>	<u>113,842</u>	<u>13,658,448</u>
Expenditures				
Current:				
Water	3,599,392	-	-	3,599,392
Wastewater	1,239,627	-	-	1,239,627
Administration	1,616,384	-	-	1,616,384
Fire	1,220,000	-	-	1,220,000
Non-departmental	77,194	-	-	77,194
Board of directors	2,368	-	-	2,368
Capital outlays	4,835,000	-	-	4,835,000
Debt service:				
Principal retirement	22,132	1,235,000	-	1,257,132
Interest and fees	426	564,727	-	565,153
Total expenditures	<u>12,612,524</u>	<u>1,799,727</u>	<u>-</u>	<u>14,412,251</u>
Excess of revenues over (under) expenditures	671,995	(1,539,640)	113,842	(753,803)
Other financing sources (uses)				
Proceeds from sold assets	51,450	-	-	51,450
Transfers in	-	1,582,198	-	1,582,198
Transfers (out)	<u>(381,867)</u>	<u>-</u>	<u>(1,200,331)</u>	<u>(1,582,198)</u>
Total other financing sources(uses)	<u>(330,417)</u>	<u>1,582,198</u>	<u>(1,200,331)</u>	<u>51,450</u>
Net changes in fund balances	341,578	42,558	(1,086,489)	(702,353)
Fund balances - beginning (restated)	14,722,912	143,163	2,938,418	17,804,493
Fund balances - ending	<u>\$ 15,064,490</u>	<u>\$ 185,721</u>	<u>\$ 1,851,929</u>	<u>\$ 17,102,140</u>

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

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended September 30, 2024

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

Net change in fund balances - total governmental funds	\$ (702,353)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay expense exceeded depreciation expense in the fiscal year.	2,723,740
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Accrued interest does not require the use of current financial resources and, therefore, is not reported as an expenditure in the governmental funds. This is the (increase) decrease in accrued interest.	2,220
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Principal payments on long-term debt are an expenditure for the governmental funds, but this expenditure is a reduction of long-term debt for the government-wide financial statements.	1,257,132
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Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing a \$2,755 decrease in deferred revenue, an \$11,289 increase in accrued compensated absences, and various other smaller items. The net effect of these reclassifications is to decrease net position.	14,310
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Modifications are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting for OPEB and pension expense. The net effect of these adjustments is to increase net position.	80,291
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Change in net position of governmental activities:	<div style="border-top: 1px solid black; border-bottom: 3px double black; padding: 2px 0;">\$ 3,375,340</div>
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The accompanying notes are an integral part of these financial statements.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. General Statement

Denton County Municipal Utility District No. I (the District) was created by the Texas Water Rights Commission (later known as Texas Commission on Environmental Quality (TCEQ)) on March 4, 1975 and confirmed by the electorate of the District at a confirmation election on October 7, 1975. The Board of Director's held its first meeting on April 24, 1975. The Bonds were first sold on June 8, 1976. The District operates pursuant to Article XVI, Chapter 59 of the Texas Constitution and Chapter 54 of the Texas Water Code, as amended. Effective April 1, 1983, the District's name was officially changed by order from Denton County Municipal Utility District No. I to Trophy Club Municipal Utility District No. 1.

On May 9, 2009, citizens voted to consolidate the District and Trophy Club Municipal Utility District No. 2 (MUD 2). As a result, the District reports consolidated activity and balances for the District and the entities formerly known as MUD 2 and the Trophy Club Master District Joint Venture (a joint venture of MUD 1 and MUD 2).

The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for the District. The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units.

B. Financial Reporting Entity

As required by accounting principles generally accepted in the United States of America, these financial statements include the activities of the District and any organizations for which the District is financially accountable or for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

A primary government has the ability to impose its will on an organization if it can significantly influence the programs, projects, or activities of, or the level of services performed or provided by, the organization. A financial benefit or burden relationship exists if the primary government (a) is entitled to the organization's resources; (b) is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization; or (c) is obligated in some manner for the debt of the organization. Some organizations are included as component units because of their fiscal dependency on the primary government.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

An organization is fiscally dependent on the primary government if it is unable to adopt its budget, levy taxes, set rates or charges, or issue bonded debt without approval by the primary government. The District has determined it has no component units.

C. Government-Wide and Fund Financial Statements

The government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information on all of the activities of the District, except for fiduciary funds. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The activities of the District are comprised only of governmental activities.

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

Fund Financial Statements

The District segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. These statements are required to present each major fund in a separate column on the fund financial statements. For fiscal year 2024, the major funds are the General Fund, Debt Service Fund, and the Capital Projects Fund.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The District has presented the following governmental funds:

General Fund

The General Fund is the main operating fund of the District. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

Debt Service Fund

The Debt Service Fund is used to account for resources accumulated and payments made for principal and interest on the long-term debt of the District.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Capital Projects Fund

The Capital Projects Fund is used to account for funds received and expended for the acquisition and construction of infrastructure and other capital assets.

D. Measurement Focus and Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements are reported using the economic resources measurement focus and the accrual basis of accounting.

The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the Statement of Net Position and the operating statements present increases (revenues) and decreases (expenses) in net total position. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized at the time the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available.

"Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers receivables collected within sixty days after year-end to be available and recognizes them as revenues of the current year. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

E. Cash and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments of three months or less from the date of acquisition.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

The District's investment policy requires that all monies be deposited with the authorized District depository or in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (5) certificates of deposit by state and national banks domiciled in this state that are (A) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (B) secured by obligations that are fully collateralized.

All investments are recorded at fair value based on quoted market prices. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties.

F. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized.

Assets capitalized have an original cost of \$5,000 or more and over one year of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Asset Category	Depreciable Life in Years
Buildings	50
Improvements other than Buildings	15-30
Machinery and Equipment	5-15
Vehicles	6-12
Water & Wastewater Infrastructure	30-65

G. Compensated Absences

Employees earn vacation pay based upon seniority that accrues at various rates up to a maximum four weeks per year. Upon termination, employees will be paid for their unused earned vacation. The District accrues a liability for the value of these compensated absences on the full-accrual basis statement of net position.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

H. Net Position

Net position represents the difference between assets and deferred outflows of resources, less deferred inflows of resources and liabilities. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

I. Estimates

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities, and the reported amounts of revenue and expenses/expenditures. Actual results could differ from those estimates.

J. Fund Balances

Governmental Accounting Standards Board (GASB) *Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54) defines the different types of fund balances that a governmental entity must use for financial reporting purposes in the fund financial statements for governmental type funds. It does not apply for the government-wide financial statements.

GASB 54 requires the fund balance amounts to be properly reported within one of the following fund balance categories:

Nonspendable - such as fund balance associated with inventories, prepaids, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned),

Restricted - fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation,

Committed - fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Board of Directors (the District's highest level of decision-making authority),

Assigned - fund balance classifications are assigned by the District Manager with the intentions to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed, and

Unassigned - fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications, and other funds that have total negative fund balances.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

K. Accounts Receivable and Allowances for Bad Debt

Accounts receivable consists primarily of receivables related to water and sewer services. Accounts receivable includes an accrual for unbilled revenue earned during the month of September 2024. Trade accounts receivable are evaluated periodically for collectability based on customer history and current economic conditions. When considered necessary, an allowance is made for doubtful accounts.

NOTE 2. CASH AND INVESTMENTS

The funds of the District must be deposited and invested under the terms of a contract, contents of which are set out in the Depository Contract Law. The depository bank places approved pledged securities for safekeeping and trust with the District's agent bank in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation (FDIC) insurance.

At September 30, 2024, the carrying amount of the District's cash deposits was \$7,668,886 and the bank balance was \$7,692,489. Of the District's cash deposits at September 30, 2024, \$250,000 was insured by FDIC and \$7,442,489 was covered by pledged securities,

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the District to adopt, implement, and publicize an investment policy. That policy must address the following areas; (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity, allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit.

Cash and investments as of September 30, 2024 consist of the following:

Deposits with financial institutions	\$ 7,668,886
Unrestricted TexPool investments	7,905,851
Restricted TexPool investments	1,179,556
Restricted escrow investments	854,731
Petty cash	600
Total Cash and Investments	<u><u>\$ 17,609,624</u></u>

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 2. CASH AND INVESTMENTS – CONTINUED

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the District manages its exposure to interest rate risk is by investing mainly in investment pools which purchase a combination of shorter-term investments with an average maturity of less than 60 days thus reducing the interest rate risk. The District monitors the interest rate risk inherent in its portfolio by measuring the weighted average maturity of its portfolio. The District monitors its interest rate risk, which is governed by adopted Investment Policies.

As of September 30, 2024, the District had the following investments:

Investment Type	Carrying Amount	Weighted Avg. Maturity
TexPool Pooled Investments	\$ 9,085,407	31 days
BOK Financial - U.S. Securities	\$ 854,731	53 days

As of September 30, 2024, the District did not invest in any securities which are highly sensitive to interest rate fluctuations.

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the Public Funds Investment Act, the District's investment policy, or debt agreements, and the actual rating as of year-end for each investment type.

Investment Type	Carrying Amount	Minimum Legal Rating	Rating at Year-End
TexPool Pooled Investments	\$ 9,085,407	AAAm	AAAm
BOK Financial - U.S. Securities	\$ 854,731	AAAm	AAAm

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 2. CASH AND INVESTMENTS – CONTINUED

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Public Funds Investment Act and the District's investment policy have the following provision for deposits: They require that a financial institution secure deposits made by state or local governmental units by either 1) pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit), or 2) an irrevocable standby letter of credit with the District named as the beneficiary. The market value of pledged securities in the collateral pool or the value of the letter of credit must equal at least the bank balance less FDIC insurance at all times.

Investment in State Investment Pools

The District is a voluntary participant in TexPool. The State Comptroller of Public Accounts exercises responsibility over TexPool. This oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. TexPool operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexPool uses amortized costs rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in TexPool is the same as the value of TexPool shares. The TexPool and the mutual fund investments are measured at amortized cost and are exempt for fair value reporting under GASB Statement No. 72, *Fair Value Measurement and Application*.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 3. ACCOUNTS RECEIVABLE

Receivables as of September 30, 2024 are as follows:

Accounts Receivable:

Water sales	\$ 854,494
Wastewater sales	319,383
Unbilled receivables	224,126
Refuse (as an agent for the Town of Trophy Club)	94,898
Storm drainage (as an agent for the Town of Trophy Club)	38,681
Refuse tax (as an agent for the Town of Trophy Club)	7,975
PID surcharge (as an agent for the Town of Trophy Club)	12,199
Property taxes	15,095
Other	4,312
Gross receivables	1,571,163
Less: Allowance for uncollectables	(12,051)
Net receivables	<u>\$ 1,559,112</u>

NOTE 4. INTERFUND TRANSFERS AND BALANCES

Transfers between funds during the year-ended September 30, 2024 are as follows:

<u>Fund</u>	Transfers to Other Funds	Transfers from Other Funds	Purpose
General Fund	\$ (1,582,198)		Debt service assistance
General Fund		\$ 1,200,331	Transfer of remaining 2019 bond funds
Capital Projects Fund	(1,200,331)	-	Transfer of remaining 2019 bond funds
Debt Service Fund		\$ 1,582,198	Debt service assistance
	<u>\$ (2,782,529)</u>	<u>\$ 2,782,529</u>	

Interfund due to/due from balances as of September 30, 2024 are as follows:

<u>Fund</u>	Due From Other Funds	Due To Other Funds
General Fund	\$ 81,691	
Capital Projects Fund		81,691
	<u>\$ 81,691</u>	<u>\$ 81,691</u>

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 5. CAPITAL ASSETS

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

<u>Governmental Activities:</u>	<u>Beginning</u> <u>Balances</u>	<u>Additions</u>	<u>Retirements/</u> <u>Transfers</u>	<u>Ending</u> <u>Balance</u>
Capital assets - Non-Depreciable				
Land	\$ 648,178	\$ -	\$ -	\$ 648,178
Construction in progress	4,571,377	2,820,851	(4,351,892)	3,040,336
Water rights	864,678	-	-	864,678
Total non-depreciable assets:	6,084,233	2,820,851	(4,351,892)	4,553,192
Capital assets - Depreciable				
Buildings	3,535,137	-	-	3,535,137
Improvements other than buildings	694,429	-	-	694,429
Machinery and equipment	3,523,316	-	(57,480)	3,465,836
Organization costs	2,676,156	-	-	2,676,156
Vehicles	3,280,264	98,701	(26,264)	3,352,701
Water system	19,545,084	527,011	4,011,575	24,083,670
Wastewater treatment system	22,765,755	318,567	-	23,084,322
Wastewater collection system	5,366,949	1,069,870	340,317	6,777,136
Total capital assets being depreciated:	61,387,090	2,014,149	4,268,148	67,669,387
Less accumulated depreciation for:				
Buildings	998,471	81,102	-	1,079,573
Improvements other than buildings	360,641	24,663	-	385,304
Machinery and equipment	1,792,579	214,575	(57,480)	1,949,674
Organization costs	2,412,908	70,556	-	2,483,464
Vehicles	2,002,035	247,614	(26,264)	2,223,385
Water system	5,343,563	396,830	-	5,740,393
Wastewater treatment system	6,387,344	963,336	-	7,350,680
Wastewater collection system	2,009,266	112,584	-	2,121,850
Total accumulated depreciation:	21,306,807	2,111,260	(83,744)	23,334,323
Total depreciable capital assets, net:	40,080,283	(97,111)	4,351,892	44,335,064
Capital assets, net:	\$ 46,164,516	\$ 2,723,740	\$ -	\$ 48,888,256

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1**NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024****NOTE 5. CAPITAL ASSETS - CONTINUED**

Depreciation expense was charged as direct expense to programs of the primary government as follows:

Governmental activities:

General government	\$ 77,006
Water operations	537,462
Wastewater collections and treatment	1,317,658
Fire department	179,134
Total depreciation expense	<u>\$ 2,111,260</u>

NOTE 6 LONG-TERM DEBT

At September 30, 2024, the District's long-term debt issuances consisted of the following:

	<u>Interest Rate (%)</u>	<u>Maturity Date</u>	<u>Outstanding</u>	<u>Due Within One Year</u>
<u>General Obligation Bonds</u>				
Series 2014 Tax Bonds	1.5-3.5%	8/31/2034	\$ 3,435,000	\$ 295,000
Series 2020 Refunding Bonds	1.30%	8/31/2031	855,000	120,000
<u>Revenue Bonds</u>				
Series 2015 Bonds	2.0-3.25%	8/31/2035	5,845,000	450,000
Series 2016 Bonds	0.5-2.2%	8/31/2036	2,925,000	225,000
Series 2019 Bonds	3.0-3.5%	8/31/2049	6,430,000	175,000
Total long-term debt:			<u>\$ 19,490,000</u>	<u>\$ 1,265,000</u>

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 6. LONG-TERM DEBT - CONTINUED

The following is a summary of long-term liabilities activity for the District for the year ended September 30, 2024:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental activities:</u>					
General Obligation Bonds	\$ 4,700,000	\$ -	\$ (410,000)	\$ 4,290,000	\$ 415,000
Revenue Bonds	16,025,000	-	(825,000)	15,200,000	850,000
Type A Financing Leases	22,398	-	(22,398)	-	-
Compensated Absences	89,297	-	(11,289)	78,008	-
Total Governmental activities long-term liabilities:	<u>\$ 20,836,695</u>	<u>\$ -</u>	<u>\$ (1,268,687)</u>	<u>\$ 19,568,008</u>	<u>\$ 1,265,000</u>

The annual debt service requirements for the District's bonds are as follows:

<u>Fiscal Year Ending</u>	<u>General Obligation and Revenue Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2025	\$ 1,265,000	\$ 538,295	\$ 1,803,295
2026	1,285,000	511,555	1,796,555
2027	1,325,000	482,948	1,807,948
2028	1,360,000	452,287	1,812,287
2029	1,400,000	419,307	1,819,307
2030-2034	7,265,000	1,517,432	8,782,432
2035-2039	2,415,000	683,930	3,098,930
2040-2044	1,460,000	436,800	1,896,800
2045-2049	1,715,000	179,806	1,894,806
Totals:	<u>\$ 19,490,000</u>	<u>\$ 5,222,360</u>	<u>\$ 24,712,360</u>

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 7. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; injuries to employees; employee health benefits; and other claims of various nature. Commercial insurance is purchased for the risks of loss to which the District is exposed. Any losses reported but unsettled or incurred and not reported, are believed to be insignificant to the District's basic financial statements.

Additionally, the District must operate in compliance with rules and regulations mandated for public water supply systems by federal and state governments. The District is subject to compliance oversight by the Texas Commission on Environmental Quality (TCEQ).

NOTE 8. RETIREMENT PLAN

The District provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar-year basis. The CAFR is available at www.tcdrs.org.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 10 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 80 or more. Members are vested after 10 years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

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

Membership information is shown in the chart below:

Inactive employees or beneficiaries currently receiving benefits:	8
Inactive employees entitled, but not yet receiving benefits:	13
Active employees:	14
Total:	35

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 8. RETIREMENT PLAN - CONTINUED

Contributions

The employer has elected the annually determined contribution rate (ADCR) plan provision of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The employer contributed using the actuarially determined rates of 11.8% and 11.82% for calendar years 2023 and 2024, respectively. Total employer contributions for the year ended September 30, 2024 was \$159,654.

The contribution rate payable by the employee members for calendar years 2023 and 2024 is the rate of 7.00% as adopted by the governing body of the employer. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Actuarial Assumptions

The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date:	December 31, 2023
Actuarial Cost Method:	Entry Age (level percentage of pay)
Asset Valuation Method:	
Smoothing Period	5 Years
Recognition Method	Level percentage of payroll, closed
Corridor	None
Inflation:	2.50%
Salary Increase:	4.70%
Investment Rate of Return:	7.50% (net)

Discount Rate

The discount rate used to measure the total pension liability was 7.60%. There was no change in the discount rate since the previous year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers and the non-employer contributing entity are made at the statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term rate of return on pension plan investments is 7.60%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 8. RETIREMENT PLAN - CONTINUED

Best estimates of geometric real rates of return for each major asset class included in the Systems target asset allocation as of December 31, 2023 are summarized below:

Asset Class	Benchmark	Target Allocation	Geometric Real Rate of Return
U.S. Equities	Dow Jones U.S. Total Stock Market Index	11.50%	4.75%
Global Equities	MSCI World (net) Index	2.50%	4.75%
Int'l Equities - Developed Markets	MSCI World Ex USA (net) Index	5.00%	4.75%
Int'l Equities - Emerging Markets	MSCI Emerging Markets (net) Index	6.00%	4.75%
Investment Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	2.35%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	3.65%
Direct Lending	Morningstar LSTA US Leveraged Loan TR USD Index	16.00%	7.25%
Distressed Debt	Cambridge Associates Distressed Securities Index	4.00%	6.90%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT Index	2.00%	4.10%
Master Limited Partnerships	Alerian MLP Index	2.00%	5.20%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index	6.00%	5.70%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index	25.00%	7.75%
Hedge Funds	Hedge Fund Research, Inc. Fund of Funds Composite Index	6.00%	3.25%
Cash Equivalents	90-Day U.S. Treasury	2.00%	0.60%

Discount Rate Sensitivity Analysis

The following schedule shows the impact of the Net Pension Liability (Asset) if the discount rate used was 1% less than and 1% greater than the discount rate that was used (7.60%) in measuring the Net Pension Liability:

	1% Decrease 6.60%	Current Discount Rate 7.60%	1% Increase 8.60%
Net pension liability (asset) \$	214,234	\$(205,374)	\$(558,505)

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 8. RETIREMENT PLAN - CONTINUED

Pension Assets/Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At September 30, 2024, the District reported (\$205,374) for the net pension (asset) and pension expense of \$77,493 related to the December 31, 2023 valuation. The breakdown of the components of the total pension liability, plan fiduciary net position, and the net pension liability follows:

Changes in the Net Pension Liability (Asset)	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liab./(Asset) (a) - (b)
Balances at 12/31/2022:	\$ 2,666,301	\$ 2,752,806	\$ (86,505)
Changes for the year:			
Service cost	217,433		217,433
Interest	216,080		216,080
Effect of plan changes	-		-
Effect of economic/demographic gains or losses	13,112		13,112
Effect of assumptions changes or inputs	-		-
Refund of contributions	(11,957)	(11,957)	-
Benefit payments	(70,711)	(70,711)	-
Administrative expenses		(1,690)	1,690
Member contributions		94,318	(94,318)
Net investment income		304,225	(304,225)
Employer contributions		158,994	(158,994)
Other changes		9,647	(9,647)
Balances at 12/31/2023:	\$ 3,030,258	\$ 3,235,632	\$ (205,374)

The District reported deferred outflows of resources and deferred inflows of resources related to the pension from the following sources:

Deferred Inflows / Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources
Difference between expected and actual experience	\$ 97,008	\$ 29,333
Changes of assumptions	-	45,227
Net difference between projected and actual earnings	-	32,751
Contributions subsequent to the measurement date	N/A	121,104
Totals:	\$ 97,008	\$ 228,415

\$121,104 reported as deferred outflow of resources for contributions made subsequent to the measurement date will be recognized as an addition to the net pension asset in the 2024 measurement year.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 8. RETIREMENT PLAN - CONTINUED

The net amounts of the employer's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Measurement Year Ending:</u>		
2024	\$	(20,038)
2025		(15,583)
2026		63,593
2027		(17,669)
Thereafter		-
	\$	<u>10,303</u>

NOTE 9. OTHER POST-EMPLOYMENT BENEFITSPlan Description

The District participates in the retiree Group Term Life program for the Texas County & District Retirement System (TCDRS), which is a statewide, multiple-employer, public employee retirement system.

All full and part-time non-temporary employees participate in the plan, regardless of the number of hours they work in a year and are eligible for the TCDRS pension plan. Only employers that have elected participation in the retiree Group Term Life program are included in the OPEB plan.

The plan provides a \$5,000 post-retirement death benefit to beneficiaries of service retirees and disability retirees of employers that have elected participation in the retiree GTL program. The OPEB benefit is a fixed \$5,000 lump-sum benefit. No future increases are assumed in the \$5,000 benefit amount.

Benefit terms are established under the TCDRS Act. Participation in the retiree GTL program is optional and the employer may elect to opt out of (or opt into) coverage as of January 1 each year. The District's contribution rate for the retiree GTL program is calculated annually on an actuarial basis, and is equal to the cost of providing a one-year death benefit equal to \$5,000.

Membership information is shown in the chart below:

Inactive employees or beneficiaries currently receiving benefits:	7
Inactive employees entitled, but not yet receiving benefits:	3
Active employees:	14
Total:	<u>24</u>

Total OPEB Liability

The District's total OPEB liability was determined by an actuarial valuation dated December 31, 2023. Estimates include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions (ARC) of the employer are subject to continual revisions as actual results are compared with past expectations and new estimates are made about the future.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 9. OTHER POST-EMPLOYMENT BENEFITS - CONTINUED

Discount Rate

The discount rate is based on a yield or index for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or better for benefits not covered by plan assets. The 20 Year Bond GO Index published by bondbuyer.com was used in determining the discount rate used to measure the Total OPEB Liability as of December 31, 2023 (measurement date under GASB 75). At this date, the discount rate was 3.26%.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the District's Total OPEB Liability if it were calculated using a discount rate that is 1% point lower (2.26%) or 1% point higher (4.26%) than the current rate, for measurement period ended December 31, 2023:

	1% Decrease 2.26%	Current Discount Rate 3.26%	1% Increase 4.26%
Total OPEB liability \$	38,792	\$ 31,979	\$ 26,632

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

For the fiscal year ended September 30, 2024, the District recognized expense related to OPEB of \$1,692.

As of September 30, 2024, the District reported deferred inflows of resources related to OPEB from the following sources:

Deferred Inflows / Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources
Difference between expected and actual experience	\$ 5,446	\$ 1,567
Changes of assumptions	6,885	5,966
Net difference between projected and actual earnings	-	-
Contributions subsequent to the measurement date	N/A	1,863
Totals:	\$ 12,331	\$ 9,396

The \$1,863 of contributions made after the measurement date of the total OPEB liability but before the end of the District's reporting period will be recognized as a reduction of the total OPEB liability in the next measurement year.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE 9. OTHER POST-EMPLOYMENT BENEFITS – CONTINUED

The other amounts reported as deferred inflows/outflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Measurement Year Ending:</u>		
2024	\$	(1,420)
2025		(936)
2026		(1,657)
2027		(1,534)
2028		749
Thereafter		-
	\$	<u>(4,798)</u>

NOTE 10. PRIOR PERIOD ADJUSTMENTS

The District's fund balances and net position at the beginning of fiscal year 2024 were restated as follows:

<u>Governmental Fund Types</u>	
Capital Projects Fund - Fund balance - beginning	\$ 2,856,727
Prior period adjustment for understated receivables	81,691
Capital Projects Fund - Fund balance - beginning as restated	<u>\$ 2,938,418</u>
<u>Governmental-Type Activities Net Position</u>	
Net position - beginning	\$ 43,237,459
Prior period adjustment for understated receivables	81,691
Net position - beginning as restated	<u>\$ 43,319,150</u>

NOTE 11. SUBSEQUENT EVENTS

The District has evaluated all events and transactions after September 30, 2024 up through the audit report date, which is the date the financial statements were issued. The District has no subsequent events to disclose.

REQUIRED SUPPLEMENTARY INFORMATION

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual - General Fund
For the Year Ended September 30, 2024

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues			
Water charges	\$ 6,939,998	\$ 7,274,883	\$ 334,885
Wastewater charges	3,749,786	3,711,300	(38,487)
Property taxes	1,411,279	1,404,929	(6,350)
Intergovernmental	143,223	145,031	1,808
Late charges	105,800	94,031	(11,769)
Rental income	49,320	49,320	-
Inspections and other charges for services	5,808	14,926	9,118
Other revenue	22,000	68,329	46,329
Investment earnings	150,000	521,771	371,771
Total revenues	12,577,214	13,284,519	707,305
Expenditures			
Current:			
Water	4,035,477	3,599,392	436,085
Wastewater	1,463,293	1,239,627	223,666
Administration	1,587,937	1,616,384	(28,447)
Fire	1,222,254	1,220,000	2,254
Non-departmental	113,071	77,194	35,877
Board of directors	11,765	2,368	9,397
Capital outlays	5,250,000	4,835,000	415,000
Debt service:			
Principal retirement	22,398	22,132	266
Interest and fees	442	426	16
Total expenditures	13,706,638	12,612,524	1,094,113
Excess of revenues over (under) expenditures	(1,129,423)	671,995	1,801,418
Other financing sources (uses)			
Proceeds from sold assets	25,000	51,450	26,450
Transfers in	1,228,400	1,200,331	(28,069)
Transfers (out)	(2,221,740)	(1,582,198)	639,542
Total other financing sources (uses)	(968,340)	(330,417)	637,923
Net changes in fund balances	(2,097,763)	341,578	\$ 2,439,341
Fund balances - beginning	14,722,912	14,722,912	
Fund balances - ending	\$ 12,625,149	\$ 15,064,490	

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

**TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS (LAST TEN MEASUREMENT YEARS)
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	December 31, 2023	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015	December 31, 2014
Total Pension Liability										
Service cost	\$ 217,433	\$ 233,536	\$ 227,965	\$ 183,103	\$ 164,365	\$ 153,752	\$ 176,975	\$ 200,990	\$ 150,689	\$ 170,600
Interest on total pension liability	216,080	205,110	175,365	145,931	121,767	100,515	83,553	57,230	41,351	27,449
Effect of plan changes	-	-	-	-	-	-	-	-	(22,086)	-
Difference between expected and actual experience	13,112	(194,016)	27,195	21,485	8,770	13,723	(25,170)	(9,790)	(11,320)	(7,057)
Effect of assumptions changes or inputs	-	-	7,163	127,091	-	-	5,971	-	7,686	-
Benefit payments/Refund of contributions	(82,668)	(85,649)	(19,329)	(14,049)	(16,533)	(15,970)	(1,695)	(2,091)	(1,902)	(3,156)
Net Change in Total Pension Liability	363,957	158,981	418,359	463,561	278,369	252,020	239,634	246,339	164,418	187,836
Total pension liability, beginning	2,666,301	2,507,320	2,088,961	1,625,400	1,347,031	1,095,011	855,377	609,038	444,620	256,784
Total pension liability, ending	\$ 3,030,258	\$ 2,666,301	\$ 2,507,320	\$ 2,088,961	\$ 1,625,400	\$ 1,347,031	\$ 1,095,011	\$ 855,377	\$ 609,038	\$ 444,620
Fiduciary Net Position										
Employer contributions	158,994	148,993	127,080	122,021	103,641	94,803	102,802	95,185	97,043	93,694
Member contributions	94,318	95,508	98,621	94,695	80,287	73,880	79,868	78,388	74,784	74,784
Investment income (net of expenses)	304,225	(174,486)	475,821	173,686	212,168	(19,840)	126,587	46,440	(15,011)	18,561
Benefit payments/Refund of contributions	(82,668)	(85,649)	(19,329)	(14,049)	(16,533)	(15,970)	(1,695)	(2,091)	(1,902)	(3,156)
Administrative expenses	(1,690)	(1,613)	(1,485)	(1,506)	(1,278)	(1,039)	(769)	(505)	(394)	(285)
Other	9,647	24,660	6,414	6,162	5,966	4,667	2,418	19,889	(47)	(21)
Net Change in Fiduciary Net Position	482,826	7,413	687,122	381,009	384,251	136,501	309,211	237,306	157,860	183,577
Fiduciary Net Position, beginning	2,752,806	2,745,393	2,058,271	1,677,262	1,293,011	1,156,510	847,300	609,994	452,134	268,527
Fiduciary Net Position, ending	3,235,632	2,752,806	2,745,393	2,058,271	1,677,262	1,293,011	1,156,511	847,300	609,994	452,134
Net pension liability / (asset), ending	\$ (205,374)	\$ (86,505)	\$ (238,073)	\$ 30,690	\$ (51,862)	\$ 54,020	\$ (61,500)	\$ 8,077	\$ (956)	\$ (7,994)

Fiduciary net position as a percentage of total pension liability	106.78%	103.24%	109.50%	98.53%	103.19%	95.99%	105.62%	99.06%	100.16%	101.69%
Covered-employee payroll	\$ 1,347,404	\$ 1,364,405	\$ 1,408,871	\$ 1,352,780	\$ 1,150,893	\$ 1,055,433	\$ 1,140,976	\$ 1,119,822	\$ 1,116,721	\$ 1,068,342

Net pension liability as a percentage of covered payroll	-15.24%	-6.34%	-16.90%	2.27%	-4.51%	5.12%	-5.39%	0.72%	-0.09%	-0.73%
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Note 1 - GASB 68 requires that information on this schedule be presented on the measurement date basis, which is on a calendar year basis.

**TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
SCHEDULE OF EMPLOYER PENSION CONTRIBUTIONS (LAST TEN FISCAL YEARS)
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contributions	\$ 159,654	\$ 158,013	\$ 148,867	\$ 117,151	\$ 97,337	\$ 92,561	\$ 102,802	\$ 97,875	\$ 97,043	\$ 93,694
Contributions in relation to the contractually required contributions	159,654	158,013	148,867	122,021	103,641	94,803	102,802	97,875	97,043	93,694
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,870)</u>	<u>\$ (6,304)</u>	<u>\$ (2,242)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 1,351,263	\$ 1,364,747	\$ 1,436,437	\$ 1,352,780	\$ 1,146,956	\$ 1,055,433	\$ 1,140,976	\$ 1,119,822	\$ 1,116,721	\$ 1,068,342
Contributions as a percentage of covered employee payroll	11.8%	11.6%	10.4%	9.0%	9.0%	9.0%	9.0%	8.7%	8.7%	8.8%

GASB 68 requires that information on this schedule be presented on the District's fiscal year basis.

**TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS (LAST TEN MEASUREMENT YEARS)
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	December 31, 2023	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017
Total OPEB Liability							
Service cost	\$ 2,034	\$ 4,273	\$ 4,121	\$ 3,314	\$ 2,241	\$ 2,503	\$ 2,889
Interest on total pension liability	986	771	736	771	778	669	595
Effect of plan changes	-	-	-	-	-	-	-
Difference between expected and actual experience	1,880	(3,949)	(2,610)	(2,345)	(1,422)	(678)	(321)
Effect of assumptions changes or inputs	2,619	(9,745)	408	4,033	6,476	(2,704)	946
Benefit payments/Refund of contributions	-	(136)	-	-	-	-	-
Net Change in Total OPEB Liability	7,519	(8,786)	2,655	5,773	8,073	(210)	4,109
Total OPEB liability, beginning	24,460	33,246	30,591	24,818	16,745	16,955	12,846
Total OPEB liability, ending	\$ 31,979	\$ 24,460	\$ 33,246	\$ 30,591	\$ 24,818	\$ 16,745	\$ 16,955
Covered payroll	\$ 1,347,404	\$ 1,364,405	\$ 1,408,871	\$ 1,352,780	\$ 1,150,893	\$ 1,055,433	\$ 1,140,976
Total OPEB liability as a percentage of covered payroll	2.37%	1.79%	2.36%	2.26%	2.16%	1.59%	1.49%

Note 1 - GASB 75 requires that information on this schedule be presented on the measurement date basis, which is on a calendar year basis. This schedule will also ultimately present the last ten years of information. The measurement year 2017 is the first year for which this information is available.

**TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
SCHEDULE OF EMPLOYER OPEB CONTRIBUTIONS (LAST TEN FISCAL YEARS)
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	2024	2023	2022	2021	2020	2019	2018
Contractually required contributions	\$ 2,516	\$ 3,005	\$ 3,964	\$ 3,886	\$ 4,552	\$ 2,635	\$ 2,673
Contributions in relation to the contractually required contributions	2,516	3,005	3,964	3,886	4,552	2,635	2,673
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 1,351,263	\$ 1,364,747	\$ 1,364,747	\$ 1,436,437	\$ 1,352,780	\$ 1,146,956	\$ 1,055,433
Contributions as a percentage of covered employee payroll	0.19%	0.22%	0.29%	0.27%	0.34%	0.23%	0.25%

Note 1 - GASB 75 requires that information on this schedule be presented on the District's fiscal year basis. This schedule will also ultimately present the last ten years of information. 2018 is the first year for which this information is available.

OTHER SUPPLEMENTARY INFORMATION

TSI-1 SERVICES AND RATES

SEPTEMBER 30, 2024

1. Services provided by the District:
 - a) Retail Water
 - b) Retail Wastewater
 - c) Wholesale Water
 - d) Wholesale Wastewater Treatment
 - e) Fire Protection
 - f) Irrigation
 - g) Participates in regional system and/or wastewater service (other than emergency interconnect)

2. Retail service providers: Current Rates

Water Base Rates		Water Volumetric Rates	
Residential and Commercial			
Meter Size	Base Rate	Rates per 1,000	Gallons
5/8"	\$20.26		
1"	\$38.08	\$4.60	0 to 6,000
1.5"	\$67.54	\$5.35	6,001 to 17,000
2"	\$108.06	\$6.19	17,001 to 25,000
3"	\$204.80	\$7.19	25,001 to 50,000
4"	\$337.68	\$8.36	50,001 +
6"	\$675.38		

Sewer Base Fee		Sewer Volumetric Rates	
	Base Rate	Rates per 1,000	Gallons
Residential*	\$22.15	\$3.57	0 to 4,000
		\$5.09	4,001 to 8,000
		\$7.18	8,001 to 12,000
		\$10.22	12,000 +
Commercial**	\$22.15	\$8.57	1,000 +

*Effective October 1, 2016 Winter Averaging for Sewer Rates were adopted for Residential Customers. Residential sewer rates each year are based on average water usage for the months of December, January, and February.

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

NOTE: Water rates noted above were effective October 1, 2022 and the Wastewater rates effective April 1, 2023.

District employs winter averaging for wastewater usage? Yes

***Total water and wastewater charges per 10,000 gallons usage (including surcharges) effective April 1, 2020 (based on 5/8" & 3/4")

First 10,000 gallons used	10,000	\$	140.41
Next 10,000 gallons used	20,000	\$	196.43
Next 10,000 gallons used	30,000	\$	263.33
Next 10,000 gallons used	40,000	\$	335.23
Next 10,000 gallons used	50,000	\$	407.13
Next 10,000 gallons used and subsequent	60,000	\$	490.73

*** The above sewer calculations are based on a Winter Average of 10,000 gallons per month.

TSI-1 SERVICES AND RATES

SEPTEMBER 30, 2024

- b) Retail service providers: number of retail water and/or wastewater* connections within the District as of the fiscal year end. Provide actual numbers and single family equivalents (ESFC).

Meter Size	Connections		ESFC Factor	Active ESFC's
	Total	Active		
Unmetered	-	-	1	-
Less than 3/4"	2,497	2,509	1	2,509
1"	707	698	3	1,745
1 1/2"	28	28	5	140
2"	105	102	8	816
3"	42	40	15	600
4"	17	17	25	425
6"	5	4	50	200
8"	1	1	80	80
10"	-	-	115	-
Total Water	3,402	3,399		6,515
Total Wastewater	3,407	3,404	1	3,404

- * Number of connections relates to water service if provided. Otherwise, the number of wastewater connections should be provided.

Note: Total water connections does not include Fire Lines or Portable meters

Note: "inactive" means that water and wastewater connections were made, but service is not being provided.

Note: District provides wholesale services to the Town of Trophy Club through 1,443 connections

3. Total water consumption (in thousands) during the fiscal year:

Gallons pumped into the system	1,040,854
Gallons billed to customers	927,485
Water accountability ratio	89.11%

4. Standby Fees:

Does the District assess standby fees? No

For the most recent fiscal year, FY2024:

	Total Levy	Total Collected	Percentage Collected
Debt Service	\$ 218,531	\$ 218,113	99.8%
Operations and Maintenance	\$ 1,404,807	\$ 1,402,119	99.8%

Have standby fees been levied in accordance with Water Code Section 49.231, thereby constituting a lien on property? No

5. Location of District:

Counties in which District is located: Denton
Tarrant

Is the District located entirely in one county? No

Is the District located within a city? Partially

Cities in which District is located: Town of Trophy Club
Town of Westlake

Is District located within a city's extra territorial jurisdiction (ETJ)? Unknown

ETJ's in which District is located: Unknown

Is the general membership of the Board appointed by an office outside the District? No

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
TSI - 2
General Fund Expenditures and Other Financing Uses
Year End September 30, 2024

	<u>Current Year</u> 2024	<u>Prior Year</u> 2023
Administrative	\$ 1,695,946	\$ 1,546,351
Water Operations	3,599,392	4,157,215
Wastewater Operations	1,239,627	1,460,607
Contribution to Trophy Club Fire Dept.*	1,220,000	978,435
Capital Outlay	4,835,000	3,553,442
Transfers Out and Debt Service	<u>404,425</u>	<u>1,694,176</u>
Total Expenditures	<u><u>\$ 12,994,390</u></u>	<u><u>\$ 13,390,226</u></u>
<u>Number of employees employed by the District:</u>		
Full time Equivalents (FTEs)	14	14
Part time	0	0

- * The Town of Trophy Club handles the operations of the Fire Department based on an Interlocal Agreement with Trophy Club Municipal Utility District No.1.
The District reimburses the annual Town's Fire Budget in equal monthly payments.

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1**TSI-3 TEMPORARY INVESTMENTS****September 30, 2024**

<u>Funds</u>	<u>Identification Number</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Balance End of Year</u>	<u>Accrued Interest Paid Term</u>
Reserve Fund Prosperity Bank	XXXXX7724	3.19%	Demand (Money Market)	\$ 1,998,815	Paid monthly
General Fund Prosperity Bank	XXX2660	0.35%	Demand	\$ 5,693,674	Paid monthly
General Fund, Fire Fund, & GASB Reserves TexPool	XXXXX0002	4.98%	Demand	\$ 7,905,564	Paid daily
Debt Service Fund TexPool	XXXXX0003	4.98%	Demand	\$ 102,084	Paid daily
Debt Service-Revenue Bond Texpool	XXXXX0013	4.98%	Demand	\$ 52,955	Paid daily
Revenue Bond Reserve Texpool	XXXXX0014	4.98%	Demand	\$ 993,836	Paid daily
SWIFT Revenue Bond Debt Service Texpool	XXXXX0017	4.98%	Demand	\$ 18,149	Paid daily
W&WW 19 Revenue Bond Debt Service Texpool	XXXXX0020	4.98%	Demand	\$ 12,891	Paid daily
SWIFT Revenue Bond Escrow Account Bank of Texas BOKF	0500-0004577.1	4.01%	Demand	\$ 854,731	Paid daily
Total - All Funds				<u>\$ 17,632,700</u>	

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TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
TSI-4 TAXES LEVIED AND RECEIVABLE
SEPTEMBER 30, 2024

	General Fund			Debt Service	
	Operations	Fire	Total		Total
Taxes receivable beginning of year	\$ 2,089	\$ 6,868	6,868	\$ 3,384	\$ 12,341
			-		
2023 tax levy	85,479	1,319,328	1,404,807	218,531	1,623,338
Total to be accounted for	87,568	1,326,197	1,413,764	221,915	1,635,679
Less collections and adjustments:					
Current year	(85,283)	(1,316,310)	(1,401,594)	(218,031)	(1,619,625)
Prior years	(1,375)	(19)	(1,395)	435	(959)
Total to be accounted for	(86,659)	(1,316,330)	(1,402,988)	(217,596)	(1,620,584)
Taxes receivable, end of year	\$ 909	\$ 9,867	\$ 10,776	\$ 4,319	\$ 15,095

Taxes receivable by year					
2009 and prior	\$ -	\$ -	\$ -	\$ -	\$ -
2010	\$ 19	\$ 232	\$ 251	\$ 164	\$ 415
2011	\$ 21	\$ 236	\$ 258	\$ 121	\$ 379
2012	\$ 22	\$ 231	\$ 253	\$ 43	\$ 296
2013	\$ 54	\$ 501	\$ 554	\$ 210	\$ 765
2014	\$ 90	\$ 470	\$ 561	\$ 251	\$ 812
2015	\$ 18	\$ 274	\$ 292	\$ 206	\$ 498
2016	\$ 17	\$ 281	\$ 298	\$ 183	\$ 480
2017	\$ 56	\$ 484	\$ 540	\$ 307	\$ 847
2018	\$ 82	\$ 717	\$ 798	\$ 441	\$ 1,239
2019	\$ 90	\$ 806	\$ 896	\$ 453	\$ 1,349
2020	\$ 80	\$ 731	\$ 811	\$ 405	\$ 1,216
2021	\$ 98	\$ 917	\$ 1,015	\$ 499	\$ 1,514
2022	\$ 68	\$ 969	\$ 1,037	\$ 537	\$ 1,574
2023	\$ 196	\$ 3,018	\$ 3,214	\$ 500	\$ 3,713
	<u>\$ 909</u>	<u>\$ 9,867</u>	<u>\$ 10,776</u>	<u>\$ 4,319</u>	<u>\$ 15,095</u>

	FY 23/24	FY 22/23	FY 21/22	FY 20/21	FY 19/20
Property valuations (in 000's)					
Land	\$ 637,372	\$ 581,303	\$ 458,430	\$ 453,286	\$ 448,076
Improvements	2,231,649	1,834,151	1,603,969	1,499,313	1,405,356
Personal property	83,718	76,823	121,053	108,700	111,040
Exemptions	(407,769)	(272,548)	(165,072)	(152,209)	(143,923)
	<u>\$ 2,544,970</u>	<u>\$ 2,219,729</u>	<u>\$ 2,018,380</u>	<u>\$ 1,909,090</u>	<u>\$ 1,820,549</u>

Tax rate per \$100 valuation					
Operations	0.00336	0.00393	0.00687	0.00709	0.00748
Fire department	0.05186	0.05625	0.06412	0.06476	0.06738
Debt service	0.00859	0.03115	0.03489	0.03589	0.03787
Tax rate per \$100 valuation	<u>0.06381</u>	<u>0.09134</u>	<u>0.10588</u>	<u>0.10774</u>	<u>0.11273</u>

Tax levy:	\$ 1,623,946	\$ 2,027,500	\$ 2,137,060	\$ 2,056,855	\$ 2,052,305
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Percent of taxes collected to taxes levied	99.77%	99.80%	99.85%	99.71%	99.76%
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TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
TSI-4 TAXES LEVIED AND RECEIVABLE
SEPTEMBER 30, 2024

Tax rate for any other special district which (a) encompass less than a county, (b) provides water, wastewater collection, drainage or roads to property in the district and (c) taxes property in the district.

Name of Special Districts	Service Provided	Tax Rate
None		\$
Total rate(s) of special districts		\$

Tax rates (per \$100 net taxable value) for all overlapping jurisdictions. Include any taxing entities which overlap 10% or more of the District.

		Denton County	Tarrant County
County	Denton/Tarrant	0.189485	0.1945
City	Town of Trophy Club	0.415469	0.415469
School District	Northwest ISD/Carroll ISD	1.0902	1.0025
		1.695154	1.612469
Special Districts not included above			
	Tarrant County Hospital District	0	0.1875
	Tarrant County Comm. College	0	0.11217
Total Special Districts		0	0.29967
MUD 1 District Tax Rate		0.06381	0.06381
Total Overlapping Tax District		1.758964	1.975949

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO.1
TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS
SEPTEMBER 30, 2024

Due During Fiscal Years Ending	All Bonded Debt Series		Total
	Principal Due 1-Sep	Interest Due Mar 1/ Sep 1	
2025	1,265,000	538,296	1,803,296
2026	1,285,000	511,556	1,796,556
2027	1,325,000	482,948	1,807,948
2028	1,360,000	452,287	1,812,287
2029	1,400,000	419,307	1,819,307
2030	1,440,000	383,809	1,823,809
2031	1,485,000	344,703	1,829,703
2032	1,400,000	304,049	1,704,049
2033	1,440,000	263,749	1,703,749
2034	1,500,000	221,124	1,721,124
2035	1,130,000	175,675	1,305,675
2036	515,000	142,612	657,612
2037	250,000	129,538	379,538
2038	255,000	122,038	377,038
2039	265,000	114,069	379,069
2040	275,000	105,788	380,788
2041	285,000	96,850	381,850
2042	290,000	87,588	377,588
2043	300,000	78,163	378,163
2044	310,000	68,413	378,413
2045	320,000	58,338	378,338
2046	330,000	47,538	377,538
2047	345,000	36,400	381,400
2048	355,000	24,756	379,756
2049	365,000	12,775	377,775
	<u>\$ 19,490,000</u>	<u>\$ 5,222,362</u>	<u>\$ 24,712,362</u>

General Obligation Bonds - Series 2014
(5,765,000)

Due During Fiscal Years Ending	Principal Due 1-Sep	Interest Due Mar 1/ Sep 1	Total
2025	295,000	105,063	400,063
2026	305,000	97,688	402,688
2027	315,000	90,063	405,063
2028	325,000	81,400	406,400
2029	335,000	72,463	407,463
2030	345,000	62,413	407,413
2031	360,000	51,200	411,200
2032	370,000	39,500	409,500
2033	385,000	27,475	412,475
2034	400,000	14,000	414,000
	<u>\$ 3,435,000</u>	<u>\$ 641,263</u>	<u>\$ 4,076,263</u>

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO.1
TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS (CONTINUED)
SEPTEMBER 30, 2024

Unlimited Tax Refunding Bonds, Series 2020
Refunded Bond: M1 Series 2010
(1,220,000)

Due During Fiscal Years Ending	Principal Due 1-Sep	Interest Due Mar 1/ Sep 1	Total
2025	120,000	11,115	131,115
2026	115,000	9,555	124,555
2027	120,000	8,060	128,060
2028	125,000	6,500	131,500
2029	125,000	4,875	129,875
2030	125,000	3,250	128,250
2031	125,000	1,625	126,625
	<u>\$ 855,000</u>	<u>\$ 44,980</u>	<u>\$ 899,980</u>

Revenue Bonds - Series 2015
(9,230,000)

Due During Fiscal Years Ending	Principal Due 1-Sep	Interest Due Mar 1/ Sep 1	Total
2025	450,000	167,138	617,138
2026	460,000	157,013	617,013
2027	475,000	145,513	620,513
2028	490,000	133,638	623,638
2029	510,000	120,163	630,163
2030	525,000	106,138	631,138
2031	545,000	90,388	635,388
2032	565,000	74,038	639,038
2033	585,000	57,088	642,088
2034	610,000	39,538	649,538
2035	630,000	20,475	650,475
	<u>\$ 5,845,000</u>	<u>\$ 1,111,125</u>	<u>\$ 6,956,125</u>

Revenue Bonds - Series 2016
(4,635,000)

Due During Fiscal Years Ending	Principal Due 1-Sep	Interest Due Mar 1/ Sep 1	Total
2025	225,000	50,893	275,893
2026	225,000	48,463	273,463
2027	230,000	45,875	275,875
2028	230,000	42,862	272,862
2029	235,000	39,619	274,619
2030	240,000	35,671	275,671
2031	245,000	31,303	276,303
2032	250,000	26,624	276,624
2033	250,000	21,749	271,749
2034	260,000	16,749	276,749
2035	265,000	11,262	276,262
2036	270,000	5,724	275,724
	<u>\$ 2,925,000</u>	<u>\$ 376,794</u>	<u>\$ 3,301,794</u>

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO.1
TSI-5 LONG-TERM DEBT SERVICE REQUIREMENTS - BY YEARS (CONTINUED)
SEPTEMBER 30, 2024

Revenue Bonds - Series 2019
(7,080,000)

Due During Fiscal Years Ending	Principal Due 1-Sep	Interest Due Mar 1/ Sep 1	Total
2025	\$ 175,000	\$ 204,088	\$ 379,088
2026	180,000	198,838	378,838
2027	185,000	193,438	378,438
2028	190,000	187,888	377,888
2029	195,000	182,188	377,188
2030	205,000	176,338	381,338
2031	210,000	170,188	380,188
2032	215,000	163,888	378,888
2033	220,000	157,438	377,438
2034	230,000	150,838	380,838
2035	235,000	143,938	378,938
2036	245,000	136,888	381,888
2037	250,000	129,538	379,538
2038	255,000	122,038	377,038
2039	265,000	114,069	379,069
2040	275,000	105,788	380,788
2041	285,000	96,850	381,850
2042	290,000	87,588	377,588
2043	300,000	78,163	378,163
2044	310,000	68,413	378,413
2045	320,000	58,338	378,338
2046	330,000	47,538	377,538
2047	345,000	36,400	381,400
2048	355,000	24,756	379,756
2049	365,000	12,775	377,775
	<u>\$ 6,430,000</u>	<u>\$ 3,048,200</u>	<u>\$ 9,478,200</u>

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
TSI-6 CHANGES IN LONG-TERM BONDED DEBT
SEPTEMBER 30, 2024

	Series 2014 GO Bonds	M1 GO Series 2020 GO Bonds	Series 2015 Revenue Bonds	Series 2016 Revenue Bonds	Series 2019 Revenue Bonds	Total
Interest rate	1.50-3.50%	1.3%	2.0-3.25%	0.53-2.12%	3.00-3.50%	
Date interest payable	3/1 & 9/1	3/1 & 9/1	3/1 & 9/1	3/1 & 9/1	3/1 & 9/1	
Maturity date	9/1/2034	9/1/2031	9/1/2035	9/1/2036	9/1/2049	
Bonds outstanding at beginning of year	\$ 3,725,000	\$ 975,000	\$ 6,280,000	\$ 3,145,000	\$ 6,600,000	\$ 20,725,000
Retirements of principal	\$ 290,000	\$ 120,000	\$ 435,000	\$ 220,000	\$ 170,000	\$ 1,235,000
Bonds outstanding at end of fiscal year	<u>\$ 3,435,000</u>	<u>\$ 855,000</u>	<u>\$ 5,845,000</u>	<u>\$ 2,925,000</u>	<u>\$ 6,430,000</u>	<u>\$ 19,490,000</u>
Retirements of interest	<u>\$ 112,313</u>	<u>\$ 12,675</u>	<u>\$ 175,838</u>	<u>\$ 53,115</u>	<u>\$ 209,188</u>	<u>\$ 563,127</u>

Paying agent's name & city:

The Bank of TX Corporate Trust Austin, TX	JP Morgan Chase New York, NY	The Bank of TX Corporate Trust Austin, TX	The Bank of TX Corporate Trust Austin, TX	The Bank of TX Corporate Trust Austin, TX
General Obligation Bonds				

Amount authorized by voters	\$ 34,859,217
Amount issued	\$ 34,855,000
Remaining to be issued	<u>\$ 4,217</u>

The general obligation bonds were authorized on October 7, 1975

Debt Service Fund cash and cash equivalents balance as of September 30, 2024:

\$ 1,179,971

Average annual debt service payment (principal & interest) for remaining term of debt:

\$ 1,822,847

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
TS1-7 COMPARATIVE SCHEDULES OF REVENUES AND EXPENDITURES-FIVE YEARS
GENERAL FUND
SEPTEMBER 30, 2024

	Amounts					Percentages of total revenues/expenses				
	2024	2023	2022	2021	2020	2024	2023	2022	2021	2020
REVENUE										
Ad valorem property taxes	\$ 1,404,929	\$ 1,355,148	\$ 1,434,197	\$ 1,378,844	\$ 1,371,466	10.5%	9.7%	11.3%	12.5%	12.6%
Water and wastewater charges	10,986,183	11,847,030	10,809,305	9,222,445	9,109,566	82.4%	84.6%	85.0%	83.7%	83.6%
Inspection and tap fees	14,926	4,100	8,099	12,500	20,300	0.1%	0.0%	0.1%	0.1%	0.2%
Interest earned	521,771	397,122	66,251	18,386	81,518	3.9%	2.8%	0.5%	0.2%	0.7%
Debt proceeds	-	-	-	-	-	0.0%	0.0%	0.0%	0.0%	0.0%
Transfers In	-	-	-	-	-	0.0%	0.0%	0.0%	0.0%	0.0%
Proceeds from Sale of Assets	51,450	110,979	21,001	23,975	12,520	0.4%	0.8%	0.2%	0.2%	0.1%
Type A Lease Financing	-	-	-	-	-	0.0%	0.0%	0.0%	0.0%	0.0%
Miscellaneous and other	356,710	291,169	377,827	359,189	300,746	2.7%	2.1%	3.0%	3.3%	2.8%
Total revenue	\$ 13,335,969	\$ 14,005,548	\$ 12,716,680	\$ 11,015,339	\$ 10,896,116	100.0%	100.0%	100.0%	100.0%	100.0%
or										
EXPENDITURES										
Administrative	\$ 1,695,946	\$ 1,546,349	\$ 1,424,573	\$ 1,405,997	\$ 1,388,918	13.1%	11.5%	12.2%	13.2%	14.4%
Water operations	3,599,392	4,157,215	4,025,300	2,982,828	2,919,210	27.7%	31.0%	34.3%	28.1%	30.3%
Wastewater operations	1,239,627	1,460,607	1,530,667	1,508,659	1,252,392	9.5%	10.9%	13.1%	14.2%	13.0%
Contribution to Trophy Club Fire Dept.	1,220,000	978,435	918,658	839,816	738,348	9.4%	7.3%	7.8%	7.9%	7.7%
Capital outlay	4,835,000	3,553,442	2,000,049	1,034,637	931,856	37.2%	26.5%	17.1%	9.7%	9.7%
Transfers Out and Debt Service	404,426	1,694,176	1,823,389	2,858,279	2,405,409	3.1%	12.7%	15.6%	26.9%	25.0%
Total expenditures	\$ 12,994,391	\$ 13,390,224	\$ 11,722,635	\$ 10,630,215	\$ 9,636,133	100%	100.0%	100.0%	100.0%	100.0%
Excess (deficiency) of revenues over (under) expenditures	\$ 341,578	\$ 615,324	\$ 994,045	\$ 385,123	\$ 1,259,983	2.6%	4.4%	7.8%	3.5%	11.6%
Total active retail water and/or wastewater connections	3,404	3,407	3,379	3,374	3,371					Regular Metered

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
TSI-7 COMPARATIVE SCHEDULES OF REVENUES AND EXPENDITURES-FIVE YEARS (Continued)
DEBT SERVICE FUND
SEPTEMBER 30, 2024

	Amounts					Percentage of total revenues/expenses				
	2024	2023	2022	2021	2020	2024	2023	2022	2021	2020
REVENUE										
Ad valorem property taxes	\$ 217,202	\$ 701,238	\$ 704,644	\$ 688,651	\$ 693,604	11.8%	30.2%	30.8%	30.5%	31.0%
Penalties and interest	-	-	-	-	-	0.0%	0.0%	0.0%	0.0%	0.0%
Transfers in from other funds	1,582,198	1,573,226	1,574,226	1,565,786	1,535,035	85.9%	67.7%	68.8%	69.4%	68.6%
Interest earned	42,885	49,191	7,980	286	6,776	2.3%	2.1%	0.3%	0.0%	0.3%
Miscellaneous and other	-	-	-	-	1,220	0.0%	0.0%	0.0%	0.0%	0.1%
Total revenue	1,842,285	2,323,655	2,286,850	2,254,723	2,236,635	100.0%	100.0%	100.0%	100.0%	100.0%
of 10										
EXPENDITURES										
Principal retirement	1,235,000	1,665,000	1,625,000	1,580,000	1,370,000	68.6%	73.4%	71.8%	70.2%	62.0%
Interest and fiscal charges	562,627	601,296	636,539	665,987	837,477	31.3%	26.5%	28.1%	29.6%	37.9%
Bond admin fees	2,100	2,100	2,600	3,350	3,292	0.1%	0.1%	0.1%	0.1%	0.1%
Total expenditures	1,799,727	2,268,396	2,264,139	2,249,337	2,210,769	100.0%	100.0%	100.0%	100.0%	100.0%
Excess (deficiency) of revenues over (under) expenditures	\$ 42,558	\$ 55,259	\$ 22,711	\$ 5,386	\$ 25,865	2.3%	2.4%	1.0%	0.2%	1.2%

January 15, 2025 Regular Meeting Agenda Packet

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
TSI-8 BOARD MEMBERS, KEY PERSONNEL, AND CONSULTANTS
September 30, 2024

Complete District Mailing Address: 100 Municipal Drive, Trophy Club, Texas 76262

District Business Telephone Number: Metro (682) 831-4600

Limit of Fees of Office that a Director may receive during a fiscal year: \$0
 (Set by Board Resolution - TWC Section 49.060)

Name and Address	Term of Office Elected/Expires or Date Hired	Fees of Office Paid FY2024	Expense Reimbursements FY2024	Title at Year End
<u>Board Members:</u>				
Kevin Carr 15 Edgemere Drive Trophy Club, TX 76262	5/24-5/28	\$ -	\$ -	President
Ben Brewster 222 Fresh Meadow Drive Trophy Club, TX 76262	5/22-5/26	\$ -	\$ -	Vice-President
Doug Harper 16 Fair Green Drive Trophy Club, TX 76262	5/22-5/26	\$ -	\$ -	Secretary/Treasurer
William Rose 219 Inverness Drive Trophy Club, TX 76262	5/24-5/28	\$ -	\$ -	Director
Jim Thomas 7 Meadowbrook Lane Trophy Club, TX 76262	12/23-5/26	\$ -	\$ -	Director

TROPHY CLUB MUNICIPAL UTILITY DISTRICT NO. 1
TSI-8 BOARD MEMBERS, KEY PERSONNEL, AND CONSULTANTS (Continued)
SEPTEMBER 30, 2024

Name and Address	Date of Contract or Vendor Created	Total Paid Out FY 2024	Type of Vendor
<u>Consultants/Legal:</u>			
Denton Central Appraisal District P.O. Box 2816 Denton, TX 76202	4/1/1981	\$ 7,871	Appraiser
Tarrant Appraisal District 2500 Handley-Ederville Rd. Fort Worth, TX 76262	10/1/2007	\$ 2,143	Appraiser
Rod L Abbott CPA LLC 553 Ridgewood Dr. Van Alstyne, TX 75495	8/27/2020	\$ 21,784	Auditors
Halff Associates, Inc. P.O. Box 678316 Dallas, TX 75267-8316	1/1/2017	\$ 124,726	Engineers
Garver P.O. Box 736556 Dallas, TX 75373-6556	12/3/2021	\$ 127,079	Engineers
Bickerstaff Heath Delgado Acosta LLP 901 S. Mopac Expressway Building #1, Suite 300 Austin, TX 78746	4/1/2023	\$ 25,181	Legal Counsel
The Liston Law Firm, P.C. PO Box 188 Rowlett, TX 75030	4/16/2024	\$ 16,274	Legal Counsel
New Gen Strategies & Solutions 1300 E. Lookout Dr. Suite 100 Richardson, TX 75082	7/1/2013	\$ 6,480	Rate Consultant
Mas Talent LLC 3801 Island Court Carrollton, TX 75007	6/6/2024	\$ 13,688	HR Consultant



STAFF REPORT

AGENDA ITEM: Consider and act to approve the purchase and installation of a return pump from Smith Pump Company, Inc.

DESCRIPTION: This request is to replace an existing Wilo return pump in MBR 6 with a Landia pump, including installation. This is the third return pump being replaced as part of the planned replacement of all five MBR return pumps. Pricing is provided utilizing Buyboard Purchasing Cooperative contract #672-22 and included as part of the FY 2025 budget.

RECOMMENDATION: Staff recommends approval of pump purchase from Smith Pump Company, Inc. in the amount of \$48,050.00 and authorize the General Manager to execute the necessary documents.



Smith Pump Company, Inc.

301 MB Industrial Blvd
Waco, TX 76712 US

Phone: 800-299-8909
Fax: 254-776-0023
www.smithpump.com

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Prepared For:

Trophy Club M.U.D.

finance@tcmud.org
100 Municipal Drive
Trophy Club, TX 76262
Phone: 682-831-4600
Fax: 682 831 0913

Shipping: Mike McMahon

Trophy Club M.U.D.

finance@tcmud.org
100 Municipal Drive
Trophy Club, TX 76262

Shipping Method
Bestway

Freight Terms
FOB Destination

Payment Terms
Net 30 Days

Salesperson:
TXNW - Eduardo Garcia

*** QUOTE IS PER BUYBOARD CONTRACT # 672-22 ***

Eduardo Garcia

eduardog@smithpump.com

Line: 1

Part ID: 0910-M

Rev: 0

Landia Wall Pump

- Landia Wall Pump Model AXD-I 3000
6.5 HP, 900rpm, 460V/3ph,
- CI Motor
- Thermal Sensors in Windings
- 2-Component Epoxy Coating
- Moisture Sensor & Seal Control Relay
- SS Propeller
- Polypropylene Cable Mesh
- SS Suspension Bracket
- Grab-Link Lift Chain/Wire
- Coupling flange for bolting onto 12" ANSI Flange
- Upper Fixing Bracket
- Guide Pipe

- Start-Up and Training by Landia

Lead Time: 9-10 weeks ARO

Quantity	U/M	Unit Price	Discount	Discounted Unit Price	Line Price
1.00	EA	25,120.00000			\$25,120.00 *

Line: 2

Part ID: 0910-M

Rev: 0

Installation

Rey-Mar Construction to complete:

- Demo out existing pump, concrete support, guide rail, minor dewatering. welder to cut existing horizontal piece of spool - labor intense due to being inside of a tank. extra clean.
- Installation of proposed pump. Install new concrete base, weld additional 12" SS 304 piece with (1) 12" SS flange, bolts and gaskets / install new guide rails, anchors & epoxy. minor disinfection

Exclusions:

- Full Tank disinfection, RMC start-up, major dewatering of existing tank



Smith Pump Company, Inc.

301 MB Industrial Blvd
Waco, TX 76712 US

Phone: 800-299-8909
Fax: 254-776-0023
www.smithpump.com

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<i>Quantity</i>	<i>U/M</i>	<i>Unit Price</i>	<i>Discount</i>	<i>Discounted Unit Price</i>	<i>Line Price</i>
1.00 EA		22,930.00000			\$22,930.00 *

* Indicates which quantity price is included in the Total

Total:

\$48,050.00

Prices are Valid Until Wednesday, December 18, 2024

ACCEPTED BY: _____

PRINTED NAME: _____

PURCHASE ORDER (IF APPLICABLE): _____

SIGNED ON DATE: _____

This quotation is made in accordance to BuyBoard Contract Number 672-22.



Smith Pump Company, Inc.

301 MB Industrial Blvd
Waco, TX 76712 US

Phone: 800-299-8909
Fax: 254-776-0023
www.smithpump.com

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Quote No: 40153

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Terms and Conditions

1. **Applicability** - These Terms and Conditions of Sale ("Terms") shall govern all sales of equipment or services to Customer. These Terms supersede any prior written or oral agreement, understanding, representation or promise and any pre-printed or standard terms and conditions contained in Customer's request for quote, purchase order, invoice, order acknowledgement or similar document. These Terms may not be amended, supplemented, changed or modified except by concurrent or subsequent written agreement signed by an authorized representative of both Smith Pump Company ("SPCO") and Customer. SPCO's acknowledgement of Customer's purchase order shall not constitute acceptance of any terms or conditions contained therein which are in any way inconsistent with the Terms. Any additional or different terms or conditions included in any acceptance of this quotation are expressly disclaimed and rejected in advance, and unless there is prior mutual agreement otherwise, shall not become a part of any contract resulting from this quotation.
2. **Price** - Unless otherwise stated in this quotation, all prices are FOB shipping point. All transportation, insurance and similar charges incident to delivery shall be borne by the Customer. This quotation is valid for thirty (30) days only. Shipping dates are approximate and are based on prompt receipt of all necessary information. In the case of delay in furnishing complete information to SPCO, dates of shipment may be extended for a reasonable time. In the event SPCO provides transport services, these will be quoted as a lump sum price based on destination and shipping mode. In the event Customer requests a delay or suspension in the completion and/or shipment of equipment or services covered by this quotation, or any part thereof, for any reason, the parties shall agree upon any cost and/or scheduling impact of such delay and all such costs to Customer's account. Any delay period beyond thirty (30) days after original scheduled shipment date shall require Customer to (i) take title and risk of loss of any equipment covered by this quotation, and (ii) make arrangements for the storage of such equipment with SPCO or other party. SPCO's invoice, which is contractually based on shipment, shall be issued upon SPCO's readiness to ship the equipment covered by this quotation. SPCO shall not be liable for delay and delivery due to causes beyond its reasonable control including, but not limited to, acts of God, acts of government, acts of Customer, fires, labor disputes, boycotts, floods, epidemics, quarantine restrictions, war, insurrection, terrorism, riot, civil or military authority, freight embargos, transportation shortages or delays, unusually severe weather or inability to obtain necessary labor, materials or manufacturing facilities due to such causes. In the event of any such delay, the date of delivery shall be extended for a length of time equal to the period of the delay.
3. **Warranty** - SPCO warrants new equipment or parts to be free from defects in materials and workmanship for a period of eighteen (18) months from the date of shipment or twelve (12) months from the date of startup or initial use, whichever comes first. SPCO SHALL NOT BE RESPONSIBLE FOR ANY CONSEQUENTIAL, INCIDENTAL, SPECIAL OR LIQUIDATED DAMAGES. NO EXPRESSED OR IMPLIED WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE SHALL APPLY. Repairs performed by SPCO are warranted against defects in workmanship and/or materials for a period of twelve (12) months from the date of shipment. SPCO will not be responsible for any removal or reinstallation charges or transportation charges in cases where equipment has failed under these warranty conditions. SPCO's sole obligation and Customer's sole remedy under this warranty is repair or replacement at SPCO's election. Customer agrees to provide SPCO reasonable and clear access to any equipment covered by this warranty which may include removal or materials or structures as well as supplying any equipment, materials or structures which are necessary to provide reasonable access to the equipment being repaired or replaced. Costs to remove and/or reinstall equipment for warranty purposes shall be the responsibility of Customer. Replacement parts or repairs furnished under this warranty shall be subject to warranty provisions herein for the remaining warranty period. All equipment repaired or replaced will be re-warranted only for the remainder of the original warranty period. SPCO does not warrant the equipment covered by this quotation or any repair/replacement part against the effects of erosion, corrosion, or normal wear and tear due to operation or the environment. The warranty and remedies set forth herein are conditioned upon proper storage, installation, use and maintenance of the equipment covered by this quotation in all material respects, and in accordance with SPCO's written recommendations. Customer must notify SPCO in writing of any warranty claim during the warranty period or within thirty (30) days thereafter. SPCO will not be liable under this warranty if warranted goods have been exposed or subjected to any (1) maintenance, repair, installation, handling, packaging, transportation, storage, operation, or use which is improper or otherwise not in compliance with SPCO's instructions, (2) alteration, modification or repair by anyone other than SPCO or those specifically authorized by SPCO, (3) accident, contamination, foreign object damage, abuse, neglect, or negligence after shipment to Customer, (4) damage caused by failure of a SPCO supplied product not under warranty or by any hardware or software not supplied by SPCO, (5) use of counterfeit or replacement parts that are not manufactured by the manufacturer of goods provided by SPCO or approved by SPCO for use in goods provided by SPCO, or (6) goods which are normally consumed in operation or which have normal life inherently shorter than the warranty period including, but not limited to, consumables (e.g. lamps, batteries, storage capacitors).
4. **Payment** - All prices are net cash to be paid thirty (30) days after date of invoice. Customer agrees to make payment within that period. Discounts will apply only as stated on the invoice. Invoices unpaid for thirty (30) days after issuance shall bear interest at the highest lawful rate due and payable on any invoiced account, which is delinquent and not paid within the stated terms. Should Customer for any reason fail to pay in accordance with these terms, Customer agrees to pay all collection costs, attorney's fees and expenses incurred in collecting payment. If Customer's financial condition is or becomes unsatisfactory to SPCO, SPCO reserves the right to (a) require payment from Customer on a cash in advance basis, (b) require a letter of credit or other acceptable security before shipment, (c) cancel shipment at any time prior to delivery without further obligation or liability on SPCO's part, (d) terminate any contract or obligation on the part of SPCO, or (e) require other special payment terms acceptable to SPCO to assure payment. All extensions of credit are subject to the approval of SPCO's credit department and management.
5. **Joint Check Agreement** - If Customer fails to pay laborers and materialmen within thirty (30) days after payment by SPCO, SPCO will have the right to make future payments by check payable jointly to Customer and laborers or materialmen to the extent of unpaid indebtedness arising out of the job. SPCO will credit joint checks against the contract sum on the next payment application.
6. **Taxes** - The amount of all federal, state or local taxes applicable to the sale, use, delivery or transportation of the equipment or services sold hereunder and all duties, imports, tariffs, and other similar levies shall be added to the contract price and paid by the Customer except where the Customer shall furnish an appropriate certificate of exemption.
7. **Property Damage** - SPCO shall not be responsible for damage to topsoil or groundcover in connection with the work or service performed under this contract. SPCO shall not be responsible for claims arising from the pumping of water onto the ground which is necessary in connection with the service or work provided by SPCO. The customer agrees to hold SPCO harmless from claims arising out of damage caused by the pumping of water onto the ground.
8. **Startup** - If the equipment supplied pursuant to this quotation has a warranty requirement, qualified SPCO personnel must be present during the initial equipment startup and commissioning. Failure to request and assure the presence of qualified SPCO personnel will void any warranty herein. Requests for startup must occur at least seven (7) days prior to the scheduled date of the startup.
9. **Limitation of Liability** - The remedies set forth herein are exclusive and the total liability of SPCO with respect to this quotation, and any contract for goods or services arising from this quotation, or for any breach thereof, whether based on contract, warranty, torts (including negligence), indemnity, strict liability or otherwise, shall not exceed the quotation or sales price of the specific equipment or service which gives rise to the claim.
10. **Setoff** - All amounts that Customer owes SPCO under this quotation shall be due and payable in accordance with the terms of the quotation. Customer shall not setoff such amounts or any portion thereof, whether or not liquidated, against sums which Customer asserts are due to it, its parent, affiliates, subsidiaries or other division under other transactions with SPCO.
11. **Customer Cancellation** - Customer may cancel this order only upon written notice and payment to SPCO of reasonable and proper cancellation charges. In the event of cancellation, Customer must pay for all material, expense and labor costs incurred by SPCO in connection with the materials and services to be provided pursuant to this quotation, as well as all expenses relating to any specially fabricated materials and restocking charges.
12. **Assignment** - Neither party may assign this order or any portion thereof without the advance, written consent of the other party, which consent shall not be unreasonably withheld.
13. **Waiver/Severability** - Failure by SPCO to assert all or any of its rights upon any breach by Customer shall not be deemed a waiver of such rights either with respect to such breach or any subsequent breach, nor shall any waiver be implied from the acceptance of any payment. No waiver of any right shall extend to or affect any other right Customer may possess nor shall such waiver extend to any subsequent similar or dissimilar breach. If any portion of these Terms are determined to be illegal, invalid or unenforceable for any reason, such provision shall be deemed stricken for the purposes of the dispute in question and all other provisions shall remain in full force and effect.
14. **Applicable Law** - The contract involving the sale of the equipment and services covered by this quotation shall be interpreted in accordance with the laws of the State of Texas. This contract is performable in McLennan County, Texas and venue for any court action in any way relating to or arising out of this contract shall be McLennan County, Texas.



STAFF REPORT

AGENDA ITEM: Consider and act to adopt Order No. 2025-0115 declaring the following vehicle and CIP trailer to be surplus property of the District and authorize staff to sell such property.

DESCRIPTION: This vehicle currently has 83,355 miles and has met the criteria set forth in the Vehicle Replacement Policy and its replacement is included as part of the FY 2025 Capital Improvements. The CIP trailer is no longer needed due to the CIP tank project. And the loading forks are no longer needed due to the purchase of the new skid steer loader.

- a. 2017 Dodge 2500
- b. CIP trailer
- c. Loading forks

RECOMMENDATION: Approve Order No. 2025-0115 declaring the operations vehicle, CIP trailer and backhoe forks as surplus property.

ATTACHMENTS: Order No. 2025-0115

ORDER NO. 2025-0115

**ORDER DECLARING PROPERTY SURPLUS AND AUTHORIZING
DISPOSITION THEREOF**

WHEREAS, Trophy Club Municipal Utility District No. 1 (the “District”) is a conservation and reclamation district, a body corporate and politic and governmental agency of the State of Texas, created under Article XVI, Sec. 59 of the Texas Constitution by order of the Texas Water Commission, now the Texas Commission on Environmental Quality (“TCEQ”), and the District operates under Chapters 49 and 54 of the Texas Water Code, as amended;

WHEREAS, Section 49.226 of the Texas Water Code provides that any personal property valued at more than \$300 which is found by the board to be surplus and is not needed by the district may be sold under order of the board either by public or private sale;

WHEREAS, the District owns that certain property more particularly described in **Exhibit “A”** attached hereto, which property is surplus and no longer used, useful or needed by the District for its operations (the “Property”); and

WHEREAS, the Board of Directors desires to declare the Property to be surplus and not needed by the District and further desires to authorize the disposal thereof.

**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 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. The Board of Directors of the District hereby finds and declares that the Property is surplus and not needed by the District.

Section 3. The Board of Directors hereby orders and directs that the Property be disposed of by public sale.

Section 4. The General Manager is hereby authorized to take any and all actions necessary to effectuate this Order.

Section 5. Upon adoption of this Order, an original Order shall be filed in the permanent records of the District.

PASSED AND APPROVED this 15th day of January, 2025.

Kevin R. Carr, President

Doug Harper, Secretary/Treasurer

(SEAL)

Laurie Slaght, District Secretary

Exhibit “A”
Surplus Property

1. 2017 Dodge 2500 (Water)
2. CIP Trailer
3. Forks for backhoe

February 2025

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Wed

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Jan 26, 2025

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