

MINUTES OF BOARD OF DIRECTORS MEETING
MAY 18, 2021

THE STATE OF TEXAS
COUNTY OF HARRIS
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

§
§
§

The Board of Directors (the “*Board*”) of Harris County Municipal Utility District No. 109 (the “*District*”) convened in regular session on Tuesday, MAY 18, 2021 at 6:00 p.m. via videoconference pursuant to Section 551.125, Texas Gov’t Code as modified by the temporary suspension of certain provisions thereof pursuant to guidelines issued by the Texas Attorney General and approved by the Governor for use during the COVID-19 statewide disaster. A roll call was taken of the persons present:

Owen H. Parker, President
Chris Green, Vice President
Cheryl Moore, Secretary
Robin Sulpizio, Assistant Secretary
Nancy Frank, Assistant Secretary

All members of the Board were present. Also attending all or parts of the meeting were Mr. Cory Burton of Municipal Accounts & Consulting, LP, bookkeeper for the District; Mr. Tim Spencer of Ad Valorem Appraisals, tax assessor and collector for the District; Mr. Bill Kotlan of BGE, Inc. (“BGE”), engineer for the District; Mr. Clint Gehrke of Water Waste Water Management Services, Inc. (“WWWMS”), operator for the District; and Mr. Dimitri Millas and Ms. Jane Maher of Norton Rose Fulbright US LLP (“NRF”), attorneys for the District.

Pursuant to Section 551.054, Texas Gov’t Code, as modified by the temporary suspension of certain provisions thereof, notice of the meeting was posted on the District’s website within the time limits prescribed by law. The agenda packet was posted on the website as items became available. Certificates of such posting are attached hereto as *Exhibit A*.

Call to Order. President Parker called the meeting to order. He noted that the meeting was being held by teleconference in accordance with federal, state and county directives to slow the spread of COVID-19 by avoiding meetings that bring people together. He said the notice of the meeting included a toll-free dial-in number for members of the public to call so they could hear the meeting and address the Board. He noted that the meeting was being recorded and a recording would be available upon public request. President Parker then set out guidelines for the conduct of the meeting. He asked all participants to identify themselves before speaking. He then proceeded with the meeting business:

1. **Public Comments.** There were no public comments.
2. **Minutes.** The Board considered the proposed minutes of a meeting held on April 20, 2021, previously distributed to the Board. Upon motion by Director Green, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to approve the minutes of the meeting held on April 20, 2021, as presented.
3. **Security Report.** The Board reviewed the Security Report for the month of April 2021, a copy of which is attached hereto as *Exhibit B*.

4. **Engage auditor for fiscal year ending May 31, 2021.** Mr. Millas reviewed with the Board the Auditor Engagement Continuance Letter, a copy of which is attached hereto as *Exhibit C*. He noted that the District currently has an evergreen contract with McCall Gibson Swedlund Barfoot PLLC to prepare the District's audit.

Upon motion by Director Moore, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Auditor Engagement Continuance Letter.

5. **Tax Collector's Report and authorize payment of certain bills.** President Parker recognized Mr. Spencer, who reviewed the Tax Assessor and Collector's Report for the month of April 2021, a copy of which is attached hereto as *Exhibit D*.

Upon motion by Director Moore, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Tax Assessor and Collector's Report and to authorize payment of check numbers 2102 through 2117, from the Tax Account to the persons, in the amounts, and for the purposes listed therein.

6. **Review Bookkeeper's Report.** President Parker recognized Mr. Burton, who presented to and reviewed with the Board the Bookkeeper's Report, a copy of which is attached hereto as *Exhibit E*. Mr. Burton reviewed disbursements from the General Operating Fund.

Upon motion by Director Green, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Bookkeeper's Report, to authorize payment of the checks in the amounts, to the persons, and for the purposes listed therein and to adopt the Bookkeeper's Report as presented.

7. **Approve budget for fiscal year ending May 31, 2022.** Mr. Burton reviewed the budget for the fiscal year ending May 31, 2022, a copy of which is attached to the Bookkeeper's Report. Discussion ensued. Mr. Millas requested that the legal fees be revised to \$53,000.

Upon motion by Director Moore, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to approve the budget for the fiscal year ending May 31, 2022, as revised.

8. **Engineer's Report.** President Parker recognized Mr. Kotlan, who presented to and reviewed with the Board the Engineer's Report, a copy of which is attached hereto as *Exhibit F*.

Mr. Kotlan stated that the draft Risk Assessment Summary Report for the American Water Infrastructure Act (2018) has been prepared and that BGE expects to finalize the report this week.

Mr. Kotlan reported on the utility relocations related to the FM 1960 widening and stated that BGE had a construction progress meeting with the Texas Department of Transportation ("TxDOT"). He stated that based on the utility agreement with TxDOT, check no. 14727 was presented and approved under the Bookkeeper's Report in the amount of \$988,049.00 for the District's share of the utility relocation. He noted that Angel Brothers Construction is expected to begin work this summer.

Mr. Kotlan reported that for the Water Plant No. 2 Expansion, and stated that BGE is reviewing the contractor submittals at this time.

Mr. Kotlan reported on the Barents Drive Lift Station and stated that BGE is working with the landowner to obtain an easement.

Mr. Kotlan stated that the water line extension project is in design.

Mr. Kotlan stated that BGE is working on the design of the Wastewater Treatment Plant rehabilitation project.

Mr. Kotlan reported on the capacity commitments. He stated that the District has committed 10 equivalent single-family connection so Mr. Ashley for his property. He informed the Board that BGE received a phone call from a broker that is working with a buyer who is considering a multifamily development. He noted that BGE informed the broker that the District has not committed sufficient connections for the proposed development and informed them generally of the process to apply for service for the development. He stated that Mr. Ashley is also concerned about a private service line across his tract. Discussion ensued.

Mr. Kotlan reported on 19715 Oak Branch Court and stated that the District's insurance agent has visited the site and is evaluating the claim.

Mr. Kotlan reviewed the draft Risk Assessment Summary Report for the American Water Infrastructure Act (2018), a copy of which is attached hereto as *Exhibit G*.

Upon motion by Director Frank, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to accept the Engineer's Report.

9. **Review Operations Report and authorize repairs.** President Parker recognized Mr. Gehrke, who presented the Operations Report dated May 18, 2021 and a list of delinquent accounts, copies of which are attached hereto as *Exhibit H*. Mr. Gehrke reported that 93.22% of the water pumped was billed for the period April 1, 2021 through April 30, 2021.

Mr. Gehrke reported on various maintenance items.

The Board discussed the delinquent process. Mr. Gehrke stated that the Board previously approved to continue to suspend service disconnections and waive new late payment charges at least through April 30, 2021, due to Winter Storm Uri. Discussion ensued. It was the consensus of the Board to continue to suspend service disconnections and waive new late payment charges for another month.

Mr. Gehrke informed the Board that WWWMS has been having an issue with a customer coming into the WWWMS office and becoming combative with certain employees. He noted that the customer broke a part of WWWMS' door. He discussed the option of sending a letter to the customer notifying the customer that if there is another instance, the customer will need to provide payment online, through the phone, or by mail and to not come into WWWMS offices. Mr. Gehrke stated that he would coordinate with Mr. Millas on the letter.

Upon motion by Director Green, seconded by Director Moore, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Operations Report and to continue to suspend service disconnections and waive new late payment charges for another month.

10. **Approve Consumer Confidence Report.** Mr. Gehrke reviewed the Consumer Confidence Report, a copy of which is attached hereto as *Exhibit I*. Upon motion by Director Sulpizio, seconded by Director Frank, after full discussion and the question being put to the Board the Board voted unanimously to approve the Consumer Confidence Report.

11. **Renew District insurance policy and authorize indemnification of directors.** Mr. The Board reviewed the insurance proposal from Arthur J. Gallagher Waterworks Insurance Network, a copy of which is attached hereto as *Exhibit J*

Mr. Millas presented to and reviewed with the Board the Resolution Authorizing Indemnification of Directors (the "Resolution"), a copy of which is attached hereto as *Exhibit K*.

Upon motion by Director Moore, seconded by Director Green, after full discussion and the question being put to the Board, the Board voted unanimously to approve the insurance proposal from Arthur J. Gallagher Waterworks Insurance Network and the Resolution.

12. **Discuss TCEQ questionnaire regarding Winter Storm Uri.** President Parker stated that he received an email from the Texas Commission on Environmental Quality ("TCEQ"), regarding a questionnaire for Winter Storm Uri. Director Sulpizio stated that she could complete the questionnaire on behalf of the District. President Parker stated that he would forward the email.

13. **Cyber security training reminder.** Mr. Millas reminded the Board that the cyber security training is due by June 14, 2021.

14. **Approve Arbitrage Compliance Engagement Letter.** Mr. Millas presented to and reviewed with the Board the Engagement Letter for Arbitrage Compliance Services for the District's Unlimited Ta Refunding Bonds, Series 2011 (the "Engagement Letter"), a copy of which is attached hereto as *Exhibit L*.

Upon motion by Director Frank, seconded by Director Moore, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Engagement Letter.

15. **Executive session pursuant to Section 551.076 of the Open Meetings Act to discuss security devices or security audits.** It was the consensus of the Board to not enter into executive session since sensitive information was not discussed under the Engineer's Report regarding the draft Risk Assessment Summary Report.

16. **Return to open session.** No report.

17. **Authorize certification to EPA of completion of Risk and Resiliency Report, and such other matters as may properly come before it.** Upon motion by Director Green, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to authorize BGE to certify the completion of the Risk and Resiliency Report to the Environmental Protection Agency.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned.

* * *

The above and foregoing minutes were passed and approved by the Board of Directors on June 15, 2021.

/s/ Owen Parker

President, Board of Directors

ATTEST:

/s/ Cheryl Moore

Secretary, Board of Directors



HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

NOTICE

In light of the Office of the Governor's statewide disaster declaration related to the spread of the COVID-19 virus, and the temporary suspension by the Texas Attorney General of certain provisions of the Texas Open Meetings Act to allow telephonic or videoconference meetings without requiring a physical meeting location open to the public, take notice that the Board of Directors of Harris County Municipal Utility District No. 109 will meet via telephone and videoconference at 6:00 p.m. on Tuesday, May 18, 2021. Meeting documents will be made available at <https://www.waterdistrict109.com/meetings/index.html> prior to the meeting.

VIDEOCONFERENCE MEETING. You can join by computer or any smart device with the Zoom app. Join Zoom Meeting:

<https://nortonrosefulbright.zoom.us/j/94130280501>

If you decide not to use the Zoom app you can use the dial-in information below to connect by voice with any phone.

**— DIAL IN INSTRUCTIONS:
CALL TOLL FREE: 1-346-248-7799
MEETING ID: 941 3028 0501**

At such meeting, the Board will consider and act on the following matters:

1. Public comments;
2. Approve minutes of the meeting held on April 20, 2021;
3. Report by Harris County Precinct Four Constable and action relating to security;
4. Engage auditor for fiscal year ending May 31, 2021;
5. Review Tax Collector's Report and authorize payment of certain bills;
6. Review Bookkeeper's Report, and authorize payment of certain bills, and approve quarterly investment report;
7. Approve budget for fiscal year ending May 31, 2022;
8. Review Engineer's Report, including approval of pay estimates, authorization of change orders to pending construction contracts, and authorize capacity commitments;
9. Approve Operations Report, authorize repairs and approve termination of delinquent accounts in accordance with the District's Rate Order;
10. Approve Consumer Confidence Report;
11. Renew District insurance policy and authorize indemnification of directors;
12. Discuss TCEQ questionnaire regarding Winter Storm Uri;
13. Cyber security training reminder,
14. Approve Arbitrage Compliance Engagement Letter;
15. Executive Session pursuant to Section 551.076 of the Open Meetings Act to discuss security devices or security audits;
16. Return to open session;
17. Authorize certification to EPA of completion of Risk and Resiliency Report, and such other matters as may properly come before it.

(SEAL)

A blue ink signature, likely of a representative from Norton Rose Fulbright US LLP, is written over a horizontal line. Below the signature, the text "Norton Rose Fulbright US LLP" and "Attorneys for District" is printed.

Norton Rose Fulbright US LLP
Attorneys for District

If, during the course of the meeting covered by this Notice, the Board should determine that a closed or executive session of the Board should be held or is required in relation to any agenda item included in this Notice, then such closed or executive meeting or session, as authorized by the Texas Open Meetings Act, will be held by the Board at the date, hour, and place given in this Notice concerning any and all subjects for any and all purposes permitted by Sections 551.071-551.084 of the Texas Government Code and the Texas Open Meetings Act, including, but not limited to, Section 551.071 - for the purpose of a private consultation with the Board's attorney on any or all subjects or matters authorized by law.

Maher, Jane

From: Russell Lambert <russ@texasnetwork.com>
Sent: Wednesday, May 12, 2021 9:34 PM
To: Maher, Jane
Cc: The Texas Network
Subject: RE: 109 & AJOB Postings

All files uploaded.

<https://www.waterdistrict109.com/meetings/index.html>

From: Maher, Jane <jane.maher@nortonrosefulbright.com>
Sent: Wednesday, May 12, 2021 5:44 PM
To: Russell Lambert <russ@texasnetwork.com>
Cc: The Texas Network <support@texasnetwork.com>
Subject: RE: 109 & AJOB Postings

Apologies Russ, we had an addition to the 109 agenda. Please post the attached agenda for 109.

Thanks,

Jane Maher | Senior Paralegal
Norton Rose Fulbright US LLP
1301 McKinney, Suite 5100, Houston, Texas 77010-3095, United States
Tel +1 713 651 5589 | Fax +1 713 651 5246
jane.maher@nortonrosefulbright.com

NORTON ROSE FULBRIGHT

Law around the world
nortonrosefulbright.com

From: Maher, Jane
Sent: Wednesday, May 12, 2021 4:05 PM
To: 'Texas Network' <russ@texasnetwork.com>
Cc: 'Texas Network' <support@texasnetwork.com>
Subject: 109 & AJOB Postings

Hi Russ,

Please post the attached documents in the zip folders to 109's website and return the COPs at your earliest convenience.

Thanks,

Jane Maher | Senior Paralegal
Norton Rose Fulbright US LLP

1301 McKinney, Suite 5100, Houston, Texas 77010-3095, United States
Tel +1 713 651 5589 | Fax +1 713 651 5246
jane.maher@nortonrosefulbright.com

NORTON ROSE FULBRIGHT

Law around the world
nortonrosefulbright.com

CONFIDENTIALITY NOTICE: This email, including any attachments, is confidential and may be privileged. If you are not the intended recipient please notify the sender immediately, and please delete it; you should not copy it or use it for any purpose or disclose its contents to any other person. Norton Rose Fulbright entities reserve the right to monitor all email communications through their networks.

Norton Rose Fulbright Australia, Norton Rose Fulbright LLP, Norton Rose Fulbright Canada LLP, Norton Rose Fulbright South Africa Inc and Norton Rose Fulbright US LLP are separate legal entities and all of them are members of Norton Rose Fulbright Verein, a Swiss verein. Norton Rose Fulbright Verein helps coordinate the activities of the members but does not itself provide legal services to clients. Details of each entity, with certain regulatory information, are available at nortonrosefulbright.com.



HARRIS COUNTY CONSTABLE, PRECINCT 4

CONSTABLE MARK HERMAN

"Proudly Serving the Citizens of Precinct 4"

6831 Cypresswood Drive ★ Spring, Texas 77379 ★ (281) 376-3472 ★ www.ConstablePct4.com

Monthly Contract Stats

HARRIS CO MUNICIPAL UTILITY DIST #109

For April 2021

Categories

Burglary Habitation: 0	Burglary Vehicle: 0	Theft Habitation: 1
Theft Vehicle: 3	Theft Other: 5	Robbery: 0
Assault: 0	Sexual Assault: 0	Criminal Mischief: 4
Disturbance Family: 4	Disturbance Juvenile: 0	Disturbance Other: 5
Alarms: 17	Suspicious Vehicles: 17	Suspicious Persons: 10
Runaways: 0	Phone Harrassment: 0	Other Calls: 650

Detailed Statistics By Deputy

Unit Number	Contract Calls	District Calls	Reports Taken	Felony Arrests	Misd Arrests	Tickets Issued	Recovered Property	Charges Filed	Mileage Driven	Days Worked
E112	61	19	19	1	2	23	0	3	893	16
E113	77	14	10	0	1	20	0	1	1010	22
TOTAL	138	33	29	1	3	43	0	4	1903	38

Summary of Events

Alarms:

Deputies responded to 17 alarm calls that were cleared as false.

Checks:

Deputies conducted a total of 271 combined park checks, neighborhood checks, and other miscellaneous checks.

Traffic Enforcement:

Deputies conducted numerous traffic stops and traffic initiatives throughout the contract during the month in the interest of public safety, and in an attempt to reduce the risk of motor vehicle accidents.

5600 Upper Lake Dr – Deputies conducted a traffic stop at listed location. The passenger of the vehicle was in possession of Marijuana. Harris County District Attorney's Office was contacted and advised to place the Suspect on the Misdemeanor Marijuana Diversion Program. Call cleared report.

Exhibit B

19500 Oak Station Dr – Deputies conducted a traffic stop on a vehicle at listed address for a traffic violation. The driver was found to be driving under the influence of an alcoholic beverage. Harris County District Attorney's Office was contacted and accepted charges for DWI. The Drivers was transported to Harris County Jail. Call cleared arrest.

5600 Upper Lake Dr – Deputies conducted a traffic stop at on a vehicle at listed address for a traffic violation. The drivers was found to be driving under the influence of an alcoholic beverage and had a child under 15 in the vehicle. Harris County District Attorney's Office was contacted and accepted charges for DWI w/ child under 15. The driver was transported to Harris County Jail. Call cleared report.

5300 Quail Tree Ln – Deputy conducted a traffic stop on a vehicle and the driver was found to be in possession of marijuana. The District Attorney's Office does not prosecute marijuana charges anymore so he was entered into their diversion program and his vehicle was towed.

4600 FM 1960 Rd E – Deputy conducted a traffic stop on a vehicle and found the driver to be under the influence. The driver was arrested for DWI.

Theft Residence:

5400 Deer Timbers Trl – Deputy responded to a theft from residence. Investigation revealed a known male stole property from the complainant. The property was recovered and the District Attorney's Office declined any charges.

Theft Vehicle:

5900 Gnarled Oaks Ct – Deputies responded to a call in reference to vehicle theft. Investigation revealed an unknown suspect stole the complainant's vehicle from the driveway sometime during the night.

5300 FM 1960 RD E – Deputy responded to a stolen vehicle call in which the complainant's vehicle was left in a parking lot and upon return no longer there. A report was completed and it was later found to have been private property towed.

5700 Deer Timbers Trl – Deputy responded to a stolen vehicle call in which the complainant reported her drug addict daughter stole her vehicle.

Theft Other:

19700 Oakhall Dr –Deputies responded to a theft type. Investigation revealed an unknown suspect stole the complainant's package from the front door of the residence. Call cleared report.

5300 FM 1960 Rd E – Deputy responded to a theft from business. Investigation revealed an unknown female stole a demo phone from the cell phone store.

4500 FM 1960 Rd E – Deputy responded to a theft call in which unknown suspect (s) stole the catalytic converter from the complainant's vehicle.

19100 Moon Trail Dr - Deputy responded to a theft call in which unknown suspect (s) stole the catalytic converter from the complainant's vehicle

5100 FM 1960 Rd E – Deputy responded to a theft call in which an unknown suspect ordered food and left the restaurant without paying.

Criminal Mischief:

4500 FM 1960 Rd E – Deputy responded to a criminal mischief call in which an unknown suspect damaged the complainant's vehicle by punching it.

20100 Timber Forest Dr – Deputy responded to a criminal mischief call in which unknown suspect (s) damaged the neighborhood park property.

5800 FM 1960 Rd E – Deputy responded to a criminal mischief in which suspects attempted to force entry into a vending machine causing damage.

5800 FM 1960 Rd E – Deputy responded to a criminal mischief in which suspects attempted to force entry into a vending machine causing damage.

Family Disturbance:

5700 Deer Timbers Trl – Deputy responded to a family disturbance. Investigation revealed family members engaged in an altercation that ended without injury. No charges filed.

19800 Dawn Mist Dr – Deputy responded to a family disturbance. Investigation revealed family members engaged in an altercation that ended without injury. No charges filed.

5300 Quail Tree Ln – Deputy responded to a family disturbance. Investigation revealed family members engaged in an altercation that ended without injury. No charges filed.

20000 Faye Oaks Dr - Deputy responded to a family disturbance. Investigation revealed family members engaged in an altercation that ended without injury. No charges filed.

SUSPICIOUS VEHICLES:

Deputies responded to 17 suspicious vehicle calls within the community. All calls were investigated and cleared without further action necessary.

SUSPICIOUS PERSON:

Deputies responded to 10 suspicious person calls within the community. All calls were investigated and cleared without further action necessary.

Other:

19500 Spoonwood Dr - Deputies responded to a mental health call. Investigation revealed an individual at the listed location was having a medical episode and was transported to a local hospital for further evaluation. Call cleared report.

5600 Timbers Trail Dr – Deputies responded to a fraudulent use type call. Investigation revealed an individual attempted to cash a fraudulent check that was attached to the Complainants bank account. The bank caught the discrepancy and a report was taken for documentation purposes. Call cleared report.

6000 Silent Oaks Dr - Deputies responded to a medical call. Investigation revealed an individual at the listed location was having a medical episode and was transported to a local hospital for further evaluation. Call cleared report.

19200 Merrillwood Dr – Deputies responded to a dog bite call. Investigation revealed Complainant's child was bitten by a friend's dog while at the location. The child was taken to the hospital for medical treatment prior to contacting police. Animal control was notified of the incident. Call cleared report.

5400 Palamino Ct – Deputies responded to a meet the citizen type call. Investigation revealed an unknown individual was arriving at location and honking their horn before driving off. Complainant believes it was due to an incident that occurred at the residence years prior. Call cleared report.

6000 Upper Lake Dr – Deputies responded to a loud noise disturbance type call. Investigation revealed while on scene an individual was attempting to leave and stuck another vehicle. The now suspect proceeded to leave the scene of the accident without exchanging information. The Harris County District Attorney's Office was contacted and accepted charges for FSGI on the suspect. The suspect was previously identified and a warrant was issued. Call cleared report.

5700 Enchanted Timbers Dr – Deputies responded to a computer crime type call. Investigation revealed Complainant agreed to purchase a phone from a cellular phone application. Complainant sent money to suspect who never shipped the item. Call cleared report.

5600 Kiowa Timbers Dr – Deputies responded to a disturbance type call. Investigation revealed Complainant was approached at their residence by suspect asking for money in regards to a civil issue. The suspect was given a criminal trespass warning and advised not to return to the location and handle the issue in court. Call cleared report.

5100 Enchanted Timbers Dr – Deputy responded to a mental health call in which the consumer was taken to the hospital for evaluation.

19700 Dawn Mist Ct – Deputy responded to a fraudulent use of identification call in which unknown suspect (s) used the complainant's information to file for unemployment benefits.

5300 FM 1960 Rd E – Deputy responded to a mental health call in which the consumer was transported to a hospital for evaluation.

50 New Oak Trl - Deputy responded to a fraudulent use of identification call in which unknown suspect (s) used the complainant's information to file for unemployment benefits.

5000 Steel Meadows Ln – Deputy responded to a fraud call in which unknown suspect deposited and then withdrew money from the complainant's bank account.

19900 Burle Oak Dr – Deputy responded to a lost property call in which the complainant reported losing his wallet.

20200 Misty Pines Dr - Deputy responded to a mental health call in which the consumer was transported to a hospital for evaluation.

20200 Dawn Mist Dr – Deputy responded to a disturbance call in which subjects had a verbal

argument and accused each other of crimes that could not be supported with evidence. The subjects dispersed and advised to stay away from each other.

20600 Fawn Timber Trl – Deputy responded to a computer crime type call. Investigation revealed a father reported their son had communicated online with adults. The phone was submitted for analysis and case referred to the high tech crimes division.

4000 FM 1960 Rd E - Deputy responded to a mental health call in which the consumer was transported to a hospital for evaluation.

20000 Burle Oak Dr – Deputy responded to a medical call regarding a subject passed out in a vehicle. Upon arrival, the subject was awake and outside of the vehicle being uncooperative. He had warrants so he was arrested and taken to jail.

5600 Deer Timbers Trl – Deputy responded to a FSGI accident in which a crash occurred and the at fault party fled without providing information.

5400 Heronwood Dr - Deputy responded to a FSGI accident in which a crash occurred and the at fault party fled without providing information.

5800 FM 1960 Rd E - Deputy responded to a FSGI accident in which a crash occurred and the at fault party fled without providing information.

McCALL GIBSON SWEDLUND BARFOOT PLLC

Certified Public Accountants

13100 Wortham Center Drive
Suite 235
Houston, Texas 77065-5610
(713) 462-0341
Fax (713) 462-2708

PO Box 29584
Austin, Texas 78755-5126
(512) 610-2209
www.mgsbpllc.com
E-Mail: mgsb@mgsbpllc.com

May 18, 2021

Board of Directors
Harris County Municipal Utility
District No. 109
Harris County, Texas

We previously provided you with an evergreen audit engagement letter dated May 16, 2017. This letter serves as a reminder of the terms of the evergreen audit engagement letter including audit objectives, an overview of the audit procedures to be performed, management's responsibilities, auditor's responsibilities and any other services we may perform as part of the annual audit or developer reimbursement engagements.

ANNUAL AUDIT OF FINANCIAL STATEMENTS

Accounting standards generally accepted in the United States of America provide for certain required supplementary information (RSI), such as management's discussion and analysis (MD&A), to supplement the District's basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board (GASB) 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. As part of our engagement, we will apply certain limited procedures to the District's RSI in accordance with auditing standards generally accepted in the United States of America. These limited procedures will consist of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The following RSI is required by generally accepted accounting principles and will be subjected to certain limited procedures, but will not be audited:

- 1) Management's Discussion and Analysis, and
- 2) Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund

We have also been engaged to report on supplementary information other than RSI that accompanies the District's financial statements. The document we submit to you will include various supplementary schedules as required by the Texas Commission on Environmental Quality (the "Commission") as published in the *Water District Financial Management Guide*. This supplementary information will be subjected to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America and we will provide an opinion on it in relation to the financial statements as a whole except for that portion marked "unaudited", on which we will express no opinion.

Audit Objective

The objective of our audit is the expression of opinions as to whether your financial statements are fairly presented, in all material respects, in conformity with generally accepted accounting principles and to report on the fairness of the supplementary information referred to in the second paragraph when considered in relation to the financial statements as a whole. Our audit will be conducted in accordance with auditing standards generally accepted in the United States of America and will include tests of the accounting records and other procedures we consider necessary to enable us to express such opinions. We will issue a written report upon completion of our audit of the District's financial statements. Our report will be addressed to the Board of Directors of the District. We cannot provide assurance that unmodified opinions will be expressed. Circumstances may arise in which it is necessary for us to modify our opinions or add emphasis-of-matter or other-matter paragraphs. If our opinions on the financial statements are other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed opinions, we may decline to express opinions or may withdraw from this engagement.

Audit Procedures - General

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We will plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the District or to acts by management or employees acting on behalf of the District.

Audit Procedures – General (Continued)

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us, even though the audit is properly planned and performed in accordance with U.S. generally accepted auditing standards. In addition, an audit is not designed to detect immaterial misstatements, or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. However, we will inform you of any material errors, any fraudulent financial reporting, or misappropriation of assets that come to our attention. We will also inform you of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, and may include direct confirmation of certain assets and liabilities by correspondence with selected individuals, creditors, and financial institutions. We will request written representations from your attorneys as part of the engagement, and they may bill you for responding to this inquiry. At the conclusion of our audit, we will require certain written representations from you about the financial statements and related matters.

Audit Procedures – Internal Control

Our audit will include obtaining an understanding of the District and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. An audit is not designed to provide assurance on internal control or to identify deficiencies in internal control. Accordingly, we will express no such opinion. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards.

Audit Procedures – Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatements, we will perform tests of the District's compliance with the provisions of applicable laws, regulations, contracts and agreements. However, the objective of our audit will not be to provide an opinion on overall compliance and we will not express such an opinion.

Other Services

We will also prepare the financial statements in conformity with U.S. generally accepted accounting principles as well as depreciation schedules based on information provided by you. We will perform the services in accordance with applicable professional standards. The other services are limited to the services previously defined. We, in our sole professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as assuming management responsibilities.

Management Responsibilities

Management is responsible for designing, implementing and maintaining effective internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, including monitoring ongoing activities; for the selection and application of accounting principles; and for the preparation and fair presentation of the financial statements in conformity with U.S. generally accepted accounting principles.

Management is also responsible for making all financial records and related information available to us and for the accuracy and completeness of that information. You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, (2) additional information that we may request for the purpose of the audit, and (3) unrestricted access to persons within the government from whom we determine it necessary to obtain audit evidence.

Your responsibilities include adjusting the financial statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the District involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the District received in communications from employees, former employees, consultants, regulators, or others. In addition, you are responsible for identifying and ensuring that the District complies with applicable laws and regulations.

You are responsible for the preparation of the supplementary information in conformity with the Commission's requirements. You agree to include our report on the supplementary information in any document that contains and indicates that we have reported on the supplementary information. You also agree to include the audited financial statements with any presentation of the supplementary information that includes our report thereon. Your responsibilities include acknowledging to us in the representation letter that (1) you are responsible for presentation of the supplementary information in accordance with the Commission's requirements, (2) that you believe the supplementary information, including its form and content, is fairly presented in accordance with the Commission's requirements, (3) that the methods of measurement or presentation have not changed from those used in the prior period, and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the supplementary information.

With regard to using the auditor's report, you understand that you must obtain our prior written consent to reproduce or use our report in bond offering official statements or other documents.

Management Responsibilities (Continued)

With regard to the electronic dissemination of audited financial statements, including financial statements published electronically on your website, you understand that electronic sites are a means to distribute information and, therefore, we are not required to read the information contained in these sites or to consider the consistency of other information in the electronic site with the original document.

You agree to assume all management responsibilities for financial statement preparation services and any other nonattest services we provide; oversee the services by designating an individual, preferably from senior management, with suitable skill, knowledge, or experience; evaluate the adequacy and results of the services; and accept responsibility for them.

Engagement Administration, Fees and Other

We are aware of the State statute requiring the audit to be completed within 120 days and filed with the Texas Commission on Environmental Quality within 135 days from the closing date of the audit and barring any unforeseen circumstances every effort will be made to comply with this rule.

In accordance with provisions of the Local Records Retention Schedule Section 2-1: Item 1025-01(e) we agree to retain our audit work papers in our office for a period of three years after all questions arising from the audit have been resolved. In order to allow for all questions arising from the audit to be resolved and to comply with Rule 501.76(f) of the Rules of Professional Conduct of the Texas State Board of Public Accountancy the actual date will be the five-year anniversary of the audit report in question.

We expect to present a draft of the audit report within 45 days of the availability of the District's accounting records. Noel Barfoot is the engagement partner and is responsible for supervising the engagement and signing the report or authorizing another individual to sign the report. We estimate the fees for the audit of the District's financial statements and for the other services to be provided for the year ended May 31, 2021 will range between \$15,500 and \$17,000 for the District's audit.

Not included in the fees above are out-of-pocket costs such as printing, postage, and other charges incidental to the completion of our audit. If for any reason our services are terminated prior to issuance of a final report, our engagement will be deemed to have been completed, even if we have not completed our report. The District will be obligated to compensate us for our time expended through the date of termination. The above fee is based on anticipated cooperation from your consultants and the assumption that unexpected circumstances will not be encountered during the audit. If significant additional time is necessary, we will discuss it with you and arrive at a new fee estimate before we incur the additional costs.

AGREED-UPON PROCEDURES REIMBURSEMENT REPORT

We will perform the procedures enumerated below, which are agreed to by the Board of Directors, on any invoices and schedules submitted by the Developer(s) for payment from District bond proceeds, bond anticipation note proceeds or any other source. These procedures will be performed solely to assist you in evaluating the reasonableness of those costs as required by the Commission and the report is not to be used for any other purpose. Our engagement to apply agreed-upon procedures will be conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. As the engaging party, the Board of Directors agrees to and acknowledges that the procedures performed are appropriate to meet the intended purposes of this engagement as acknowledged by signature below. Consequently, we will make no representation regarding the appropriateness of the procedures described herein either for the purpose of which the agreed-upon procedures report been requested or for any other purpose. The procedures we will perform are as summarized below:

- A. We will review all correspondence from the Commission relative to any reimbursement request. Our review will be for the purpose of identifying those items authorized for District participation and those items the District is specifically prohibited from purchasing.
- B. We will review for completeness certain Developer schedules, supporting invoices and contract estimates in substantiation of the costs to be reimbursed. Our review will include all documentation supporting items, amounts, and proof of payment for which reimbursement is requested.
- C. We will read the development and financing agreements for particular items that might affect the reimbursement. The agreements reviewed will be referenced in our report.
- D. We will foot the extensions of engineering invoices pertaining to the reimbursement on a test basis and compare the contract amounts used in determining the fee for the design and construction phase portions of the invoice to the related construction contracts and to the engineering contract when appropriate.
- E. For construction pay estimates, we will foot and test extensions on a test basis on payments made on behalf of the District.
- F. For all payments, we will compare the payment dates to copies of cancelled checks. If cancelled checks are not available, alternate procedures will be designed to support dates and amounts of payments.
- G. We will review the formulas for computation of developer interest to be reimbursed to the Developer(s) and limit interest, if appropriate, in accordance with the orders and rules of the Commission.

- H. We will inquire of the District's Bookkeeper regarding current period General Fund expenditures for costs to be reimbursed to the General Fund from the Capital Projects Fund in accordance with the approval of the Commission. If necessary we will review prior year audit work papers for items capitalized in the past, which can now be reimbursed from bond proceeds.
- I. If possible, we will obtain verbal confirmation from construction contractors concerning whether or not the contract estimates to date have been paid in full and whether or not the contractor has any claims to be made against either the District or Developer(s) on the project.
- J. A draft of our report will be provided to the District's Attorney, Engineer, Financial Advisor, Bookkeeper, and Developer(s) prior to reimbursing the Developer(s).
- K. We will prepare for submittal to the Commission our report detailing the costs payable to the Developer(s) and a schedule reflecting the results of the payment and future costs to complete as compared with the amount approved by the Commission.

The objective of this agreed-upon procedures engagement will be to assist you in evaluating the reasonableness of the aforementioned costs. Because the above agreed-upon procedures do not constitute an examination or review, we will not express an opinion or conclusion on the aforementioned reimbursable costs. In addition, we have no obligation to perform any procedures beyond those listed above.

We will issue a written report upon completion of our engagement that lists the procedures performed and our findings. Our report will be addressed to the Board of Directors of the District. If, for any reason, we are unable to complete any of the procedures, we will describe in our report any restrictions on the performance any restrictions on the performance of the procedures, or not issue a report and withdraw from this engagement. You understand that the report is intended for the information and use of the Board of Directors of the District in compliance with certain rules of the Commission and should not be used by anyone other than these specified parties. We are aware that the report is subject to distribution under provisions of the Texas Open Records Act. Our report will contain a paragraph indicating that had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

An agreed-upon procedures engagement is not designed to detect instances of fraud or noncompliance with laws or regulations; however, we will communicate to you any known and suspected fraud and noncompliance with laws or regulations affecting the aforementioned reimbursable costs that come to our attention. In addition, if, in connection with this engagement, matters come to our attention that contradict the aforementioned reimbursable costs, we will disclose those matters in our report.

The Board of Directors will engage an engineer to prepare and submit any bond application or surplus funds application to the Commission. The engineer is responsible for the aforementioned reimbursable costs and that they are in accordance with certain rules of the Commission; and for selecting the criteria and procedures and determining that such criteria and procedures are appropriate for your purposes. Together with the engineer, you are responsible for providing us with or causing to be provided (1) access to all information of which you are aware that is relevant to the performance of the agreed-upon procedures on the reimbursable costs, (2) additional information that we may request for the purpose of performing the agreed-upon procedures, and (3) unrestricted access to persons and District consultants from whom we determine it necessary to obtain evidence relating to performing those procedures. At the conclusion of the agreed-upon procedures engagement, we will request from the engineer, as the responsible party who prepared and submitted the bond application or surplus funds application to the Commission, written representations.

Noel Barfoot is the engagement partner and is responsible for supervising the engagement and signing the report or authorizing another individual to sign it.

A portion of the cost of these procedures will be determined by the condition of the records submitted by the Developer(s) to be reimbursed. Upon determination that an agreed-upon procedures report will need to be prepared, we will provide an estimate of the cost of performing these procedures on your behalf.

GENERAL TERMS AND CONDITIONS

You may request that we perform additional services not contemplated by this engagement letter. If this occurs, we will communicate with you regarding the scope of the additional services and the estimated fees. We also may issue a separate engagement letter covering the additional services. In the absence of any other written documentation from us documenting such additional services, our services will continue to be governed by the terms of this engagement letter.

This agreement may be terminated by either party, with or without cause, upon 30 days written notice.

You agree that any dispute regarding this engagement will, prior to resorting to litigation, be submitted to mediation upon written request by either party. Both parties agree to try in good faith to settle the dispute in mediation. The American Arbitration Association will administer any such mediation in accordance with its Commercial Mediation Rules. The results of the mediation proceeding shall be binding only if each of us agrees to be bound. We will share any costs of mediation proceedings equally.

Anti-Boycott and Anti-Terrorism Verification. By signing and entering into the Agreement, McCall Gibson Swedlund Barfoot PLLC verifies, pursuant to Chapter 2271 of the Government Code, it does not boycott Israel and will not boycott Israel during the term of the Agreement. McCall Gibson Swedlund Barfoot PLLC hereby represents and warrants that at the time of this Agreement neither McCall Gibson Swedlund Barfoot PLLC nor any wholly owned subsidiary, majority-owned subsidiary, parent company or affiliate of McCall Gibson Swedlund Barfoot PLLC (i) engages in business with Iran, Sudan, or any foreign terrorist organization pursuant to the Texas Government Code, or Subchapter F of Chapter 2252 of the Texas Government Code; or (ii) is a company listed by the Texas Comptroller pursuant to Sections 2252.153 of the Texas Government Code. The term "foreign terrorist organization" has the meaning assigned to such term pursuant to Section 2252.151 of the Texas Government Code.

We appreciate the confidence you have placed in our firm and we look forward to serving the District again this coming year.

Sincerely,

A handwritten signature in black ink that reads "McCall Gibson Swedlund Barfoot PLLC". The signature is written in a cursive, flowing style.

McCall Gibson Swedlund Barfoot PLLC
Certified Public Accountants

Harris County Municipal Utility District Number 109

Tax Collector's Report

Table of Contents

April 30, 2021

Cash Receipts and Disbursements	Page 1
Taxes Receivable Summary	Pages 2-3
Tax Collections Detail	Page 4
Taxes Receivable Detail	Pages 5-6

Disbursements for May 18, 2021:

#2102: Ad Valorem Appraisals Inc; Tax A/C Fee-5/2021	\$2,848.43
#2103: Perdue Brandon Fielder Collins & Mott; Tax Atty Fee: 3&4/2021	4,747.48
#2104: Appliance Warehouse of America; Refund 1016289	3.16
#2105: Five Star King Investments LLC; Refund 108-497-000-0043	443.12
#2106: Shirley A Kelly; Refund 109-142-000-0010	84.50
#2107: Robert Orell; Refund 108-491-000-0029	120.00
#2108: Juayneice Y Thomas; Refund 123-226-002-0021	4.22
#2109: Debra Baker; Refund 114-139-015-0020	240.00
#2110: Arceo & Rosalinda Aquino; Refund 123-226-004-0007	240.00
#2111: Mark & Nancy Tucker; Refund 102-070-000-0021	169.00
#2112: Karen D Pulis; Refund 114-350-016-0002	120.00
#2113: Jonathan P & Teresa Hoyme; Refund 114-350-015-0117	120.00
#2114: Amy E Raihill; Refund 108-492-000-0030	68.63
#2115: Stephanie A Mikesell; Refund 114-139-017-0008	762.75
#2116: Beatrice I Dunn; Refund 113-138-000-0020	628.45
#2117: Donna Sumrall; Refund 114-350-0150-0085	<u>120.00</u>
Total Disbursements for May 18, 2021	<u>\$10,719.74</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report

Current Period Covered: April 1, 2021 to April 30, 2021

Fiscal Year Beginning: June 1, 2020

<u>Cash Receipts and Disbursements</u>	<u>Current Period</u>	<u>Year to Date</u>
Cash Balance at Beginning of Period	\$259,115.17	\$284,759.24
Collections:		
2020 Tax Collections	26,616.79	3,001,345.44
2019 Tax Collections	1,274.30	90,044.06
2018 Tax Collections	0.00	7,683.99
2017 Tax Collections	246.67	2,209.94
2016 Tax Collections	0.00	-285.06
2006 Tax Collections	0.00	1,067.64
2005 Tax Collections	0.00	365.46
2004 Tax Collections	0.00	243.60
2003 Tax Collections	0.00	227.64
2002 Tax Collections	0.00	158.16
Penalty and Interest	2,716.79	30,022.97
Tax Attorney Fees	705.42	19,678.92
Overpayments	0.00	18,644.19
Interest Earned	<u>40.48</u>	<u>612.35</u>
Total Collections	31,600.45	3,172,019.30
Disbursements:		
Tax Assessor-Collector Fee	2,848.43	31,332.73
Tax Assessor-Collector Bond	0.00	500.00
Tax Attorney Fee	0.00	15,540.70
Data Processing Charges	0.00	4,019.25
Publication Cost	0.00	599.00
Appraisal District Quarterly Fee	0.00	23,083.49
Transfer to Bond Fund	0.00	2,026,071.40
Transfer to Maintenance Fund	0.00	1,053,928.57
Bank Charges	360.45	360.45
Refund Overpayments	<u>433.72</u>	<u>14,269.93</u>
Total Disbursements	<u>3,642.60</u>	<u>3,169,705.52</u>
Cash Balance at End of Period	<u>\$287,073.02</u>	<u>\$287,073.02</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Summary as of April 30, 2021

Taxes Receivable by Year

<u>Year</u>	<u>Adjusted Tax Levy</u>	<u>Collections To Date</u>	<u>Taxes Receivable</u>	<u>Percent Collected</u>
2020	\$3,170,957.65	\$3,001,345.44	\$169,612.21	94.65%
2019	3,080,352.52	3,051,818.79	28,533.73	99.07%
2018	2,906,962.46	2,892,395.38	14,567.08	99.50%
2017	2,895,673.63	2,883,765.24	11,908.39	99.59%
2016	2,808,753.01	2,800,242.77	8,510.24	99.70%
2015	2,573,712.76	2,566,437.03	7,275.73	99.72%
2014	2,301,769.82	2,295,749.86	6,019.96	99.74%
2013	2,097,527.32	2,092,901.91	4,625.41	99.78%
2012	2,071,519.13	2,068,010.99	3,508.14	99.83%
2011	2,121,714.06	2,118,584.76	3,129.30	99.85%
2010	2,138,895.52	2,135,737.86	3,157.66	99.85%
2009	2,160,628.25	2,157,589.91	3,038.34	99.86%
2008	2,142,045.24	2,139,597.48	2,447.76	99.89%
2007	2,084,977.70	2,082,208.47	2,769.23	99.87%
2006	2,108,720.67	2,106,415.30	2,305.37	99.89%
2005	2,197,283.24	2,195,543.57	1,739.67	99.92%
2004	2,010,295.69	2,007,622.69	2,673.00	99.87%
2003	1,863,011.08	1,860,553.26	2,457.82	99.87%
2002	1,743,166.99	1,742,780.89	386.10	99.98%
2001	1,705,006.18	1,704,772.45	233.73	99.99%
2000	1,630,288.09	1,630,151.22	136.87	99.99%
1999	1,482,019.84	1,481,978.10	41.74	100.00%
1998	1,346,040.98	1,345,882.41	158.57	99.99%
1997	1,218,889.39	1,218,854.71	34.68	100.00%
1996	1,156,053.10	1,156,015.39	37.71	100.00%
1995	1,130,565.24	1,130,545.88	19.36	100.00%
1994	1,124,058.85	1,124,058.85	0.00	100.00%
1993	1,075,288.28	1,075,288.28	0.00	100.00%
1992	1,056,792.83	1,056,792.83	0.00	100.00%
1991	1,062,453.27	1,062,453.27	0.00	100.00%
1990	918,308.87	918,308.87	0.00	100.00%
1989	894,403.45	894,403.45	0.00	100.00%
1988	856,779.83	856,779.83	0.00	100.00%
1987	853,204.06	853,204.06	0.00	100.00%
1986	857,037.29	857,037.29	0.00	100.00%
1985	793,674.23	793,674.23	0.00	100.00%
1984	760,460.05	760,460.05	0.00	100.00%
1982	<u>561,303.52</u>	<u>561,303.52</u>	<u>0.00</u>	<u>100.00%</u>
Totals	<u>\$64,960,594.09</u>	<u>\$64,681,266.29</u>	<u>\$279,327.80</u>	<u>99.57%</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Summary as of April 30, 2021

Tax Roll Information

<u>Year</u>	<u>Taxable Value</u>	<u>Annual Change</u>	<u>Debt Tax Rate</u>	<u>Maintenance Tax Rate</u>	<u>Total Tax Rate</u>	<u>Exemptions</u>
2020	660,616,176	2.94%	0.31500	0.16500	0.48000	25,000 O/D
2019	641,740,103	8.17%	0.32000	0.16000	0.48000	25,000 O/D
2018	593,257,582	2.44%	0.36000	0.13000	0.49000	10,000 O/D
2017	579,133,338	7.22%	0.36000	0.14000	0.50000	10,000 O/D
2016	540,148,676	9.13%	0.41000	0.11000	0.52000	10,000 O/D
2015	494,944,745	11.81%	0.39000	0.13000	0.52000	10,000 O/D
2014	442,648,062	9.74%	0.39000	0.13000	0.52000	10,000 O/D
2013	403,370,606	1.26%	0.42000	0.10000	0.52000	10,000 O/D
2012	398,369,066	-2.37%	0.42000	0.10000	0.52000	10,000 O/D
2011	408,021,927	-0.80%	0.42000	0.10000	0.52000	10,000 O/D
2010	411,326,061	-1.01%	0.42000	0.10000	0.52000	10,000 O/D
2009	415,504,618	0.87%	0.42000	0.10000	0.52000	10,000 O/D
2008	411,931,758	2.74%	0.42000	0.10000	0.52000	10,000 O/D
2007	400,957,245	6.48%	0.42000	0.10000	0.52000	10,000 O/D
2006	376,557,265	2.83%	0.46000	0.10000	0.56000	10,000 O/D
2005	366,208,721	9.30%	0.50000	0.10000	0.60000	10,000 O/D
2004	335,049,282	7.91%	0.50000	0.10000	0.60000	10,000 O/D
2003	310,501,847	6.88%	0.50000	0.10000	0.60000	10,000 O/D
2002	290,527,832	5.63%	0.50000	0.10000	0.60000	10,000 O/D
2001	275,035,288	9.50%	0.52000	0.10000	0.62000	10,000 O/D
2000	251,170,142	15.23%	0.57367	0.07547	0.64914	10,000 O/D
1999	217,977,950	10.11%	0.60460	0.07540	0.68000	10,000 O/D
1998	197,957,174	10.43%	0.63000	0.05000	0.68000	10,000 O/D
1997	179,258,410	3.88%	0.63000	0.05000	0.68000	10,000 O/D
1996	172,555,210	2.26%	0.62000	0.05000	0.67000	10,000 O/D
1995	168,741,080	2.08%	0.62000	0.05000	0.67000	10,000 O/D
1994	165,302,770	4.54%	0.63000	0.05000	0.68000	10,000 O/D
1993	158,130,630	3.99%	0.63000	0.05000	0.68000	10,000 O/D
1992	152,056,520	-0.53%	0.64500	0.05000	0.69500	10,000 O/D
1991	152,870,970	6.44%	0.64500	0.05000	0.69500	10,000 O/D
1990	143,620,410	4.37%	0.58940	0.05000	0.63940	10,000 O/D
1989	137,600,530	4.39%	0.60000	0.05000	0.65000	10,000 O/D
1988	131,812,280	0.42%	0.60000	0.05000	0.65000	10,000 O/D
1987	131,262,160	-8.11%	0.60000	0.05000	0.65000	10,000 O/D
1986	142,839,550	-1.02%	0.55000	0.05000	0.60000	10,000 O/D
1985	144,304,410	4.37%	0.50000	0.05000	0.55000	10,000 O/D
1984	138,265,460	-1.22%	0.50000	0.05000	0.55000	10,000 O/D
1982	139,975,940	0.00%	0.35100	0.05000	0.40100	10,000 O/D

Harris County Municipal Utility District Number 109

Tax Collector's Report Tax Collections for April, 2021

<u>Property Owner</u>	<u>Account No</u>	<u>Tax Amount</u>	<u>Pen & Int</u>	<u>Atty/Cost</u>	<u>Overpaid</u>	<u>Total Pmt</u>
2020 Tax Collections:						
40 Accounts	Various Accounts	<u>\$26,616.79</u>	<u>\$2,256.38</u>	<u>\$309.14</u>	<u>\$0.00</u>	<u>\$29,182.31</u>
Total 2020 Tax Collections		<u>\$26,616.79</u>	<u>\$2,256.38</u>	<u>\$309.14</u>	<u>\$0.00</u>	<u>\$29,182.31</u>
2019 Tax Collections:						
Gardner Thomas W & Joann	108-498-000-0017	<u>\$698.04</u>	<u>\$181.49</u>	<u>\$175.91</u>	<u>\$0.00</u>	<u>\$1,055.44</u>
Smith James D	113-133-000-0026	<u>576.26</u>	<u>155.59</u>	<u>146.37</u>	<u>0.00</u>	<u>878.22</u>
Total 2019 Tax Collections		<u>\$1,274.30</u>	<u>\$337.08</u>	<u>\$322.28</u>	<u>\$0.00</u>	<u>\$1,933.66</u>
2017 Tax Collections:						
Mitchem Anna M	115-511-021-0036	<u>\$246.67</u>	<u>\$123.33</u>	<u>\$74.00</u>	<u>\$0.00</u>	<u>\$444.00</u>
Total 2017 Tax Collections		<u>\$246.67</u>	<u>\$123.33</u>	<u>\$74.00</u>	<u>\$0.00</u>	<u>\$444.00</u>

Summary of Other Collections		<u>\$2,716.79</u>	<u>\$705.42</u>	<u>\$0.00</u>		31,559.97
Interest Earnings						<u>40.48</u>
Total Collected during Month						<u>\$31,600.45</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Detail as of April 30, 2021

Property Owner	Account No.	2019 Tax	2018 Tax	2017 Tax	2016 Tax	Prior Yrs
Guniganti Prabhakar	045-005-000-0125	\$0.00	\$0.81	\$0.00	\$0.00	\$0.00
Wu & Chen Investment LLC	102-063-000-0008	248.01	0.00	0.00	0.00	0.00
D:Vineyard Travis & Danelle	102-065-000-0007	552.96	581.84	593.71	617.46	1,017.41
Extreme Remodeling LLC	102-066-000-0020	4.20	4.29	4.38	4.55	0.00
State of Texas	102-066-000-0021	0.00	1.76	0.00	0.00	0.00
Gaddis John M	102-068-000-0021	758.83	0.00	0.00	0.00	0.00
D:Catlin Steven L	102-069-000-0004	89.07	77.52	0.00	0.00	0.00
P:Sweeney Bryan A	108-492-000-0020	0.00	0.00	577.03	0.00	0.00
D:Brown-Sullinger Kelly	108-492-000-0027	718.43	758.71	774.20	735.35	762.48
D:Strengel Kris C	108-494-000-0020	747.60	859.70	868.56	816.45	4,533.36
S:Wilson Rita J	108-494-000-0037	704.47	0.00	0.00	0.00	0.00
Wilson Dewey M	108-497-000-0032	603.40	708.16	722.61	682.71	0.00
State of Texas	108-497-000-0047	0.00	23.50	0.00	0.00	0.00
D:Key Sherry R	109-142-000-0001	484.90	360.88	123.40	0.00	0.00
S:Cruz Sara	109-142-000-0006	0.00	0.00	579.11	499.20	0.00
D:Cartwright Ed & Diane	109-142-000-0034	526.44	550.92	533.51	499.68	2,196.14
D:Brokaw Sharon	109-144-000-0002	444.96	475.30	0.00	496.33	0.00
Deutsche Bank National Tru	109-144-000-0007	660.75	0.00	0.00	0.00	0.00
S:Deyle Kurt	111-527-000-0010	611.68	576.66	210.95	0.00	0.00
Deyle Kurt	111-527-000-0013	0.00	0.00	0.00	532.95	640.96
Dupree Ruth J Estate	111-530-000-0011	518.57	0.00	0.00	0.00	0.00
Barbosa Jose A Jr & Claudia	111-766-000-0024	892.05	0.00	0.00	0.00	0.00
Brown Joseph J Jr & Caroly	113-132-000-0010	237.96	0.00	0.00	0.00	0.00
Echevarria Pablo Luis	113-137-000-0014	567.29	0.00	0.00	0.00	0.00
Warmuth John J	113-142-000-0028	0.00	50.00	0.00	0.00	0.00
Bjornaas Kevin Estate	114-139-009-0007	661.00	578.20	0.00	0.00	0.00
S:Jackson Keshell	114-139-009-0015	652.30	612.80	625.31	620.03	0.00
Chicosky Gregory P	114-139-010-0017	563.41	0.00	0.00	0.00	0.00
D:Paxton Roy C & Debbie M	114-139-010-0036	379.35	0.00	188.48	0.00	0.00
D:Gonzalez Virginia	114-139-015-0003	487.49	527.53	488.00	0.00	0.00
Geibe Virginia	114-139-015-0004	477.24	0.00	0.00	0.00	0.00
D:Cook Julia S	114-139-015-0036	432.25	468.45	478.01	471.60	1,481.13
Seward B Randolph	114-139-017-0014	418.15	463.62	0.00	0.00	0.00
P:Rodriguez Able	114-139-017-0043	336.02	0.00	0.00	0.00	0.00
Routh Ronald & Sarah	114-350-013-0028	916.52	0.00	0.00	0.00	0.00
Cruz Rosa L	114-350-015-0008	0.00	305.50	0.00	0.00	0.00
Jones Edward A & Agnes	114-350-015-0047	0.00	0.00	0.00	0.78	0.00
Blow Frederick E & Cheryl	114-350-015-0118	0.00	1,036.24	1,057.39	0.00	0.00
D:Harris Virginia B	114-350-016-0083	855.21	868.88	844.16	794.67	1,857.00
State of Texas	115-346-000-0002	0.00	8.33	0.00	0.00	0.00
Mangini Debra D	115-511-021-0031	1,038.86	0.00	0.00	0.00	0.00
S:Mitchem Anna M	115-511-021-0036	1,086.42	957.26	680.13	0.00	0.00
State of Texas	115-813-000-0005	0.00	2.00	0.00	0.00	0.00
State of Texas	116-275-000-0416	0.00	91.06	0.00	0.00	0.00
Continental Land Owners	116-276-000-0312	0.48	0.49	0.00	0.00	0.00
Kingwood Glen HOA Inc	118-705-001-0061	0.48	0.00	0.00	0.00	0.00
Harris Jack L & Diana L	119-848-003-0002	895.66	916.39	0.00	0.00	0.00
P:Frontier Custom Builders	136-402-001-0001	3,379.24	458.31	0.00	0.00	0.00
P:Frontier Custom Builders	136-402-001-0006	480.00	71.23	0.00	0.00	0.00
P:Frontier Custom Builders	136-402-001-0007	480.00	71.23	0.00	0.00	0.00
P:Frontier Custom Builders	136-402-001-0018	480.00	71.23	0.00	0.00	0.00
P:Frontier Custom Builders	136-402-001-0019	480.00	71.23	0.00	0.00	0.00
P:Frontier Custom Builders	136-402-001-0020	552.44	71.23	0.00	0.00	0.00

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Detail as of April 30, 2021

Property Owner	Account No.	2019 Tax	2018 Tax	2017 Tax	2016 Tax	Prior Yrs
S: Marks Nathaniel	136-402-002-0012	368.25	375.92	0.00	0.00	0.00
State of Texas	137-755-001-0003	99.70	0.00	0.00	0.00	0.00
Allstate Insurance Company	0435798	81.25	0.00	0.00	0.00	0.00
Sears Holdings	2048505	1,714.12	0.00	0.00	0.00	0.00
Digital Professionals Compu	2064780	21.63	21.89	22.15	22.89	44.79
Compro Tax	2128836	8.27	0.00	0.00	0.00	0.00
B & L Capital Inc	2154083	15.90	24.08	27.55	28.66	82.99
Kevin R Culp	2157330	43.58	46.42	52.56	57.45	166.38
Dupree Express Trucking	2172915	86.07	99.37	223.95	257.90	4.17
Motolease Financial LLC	2200564	21.52	0.00	0.00	0.00	0.00
ARC Insurance Agency	2209050	43.75	44.66	45.57	47.39	0.00
Jemes Lewis	2213148	31.25	39.75	89.38	99.06	0.00
Newtex Wine and Spirit	2248152	319.27	319.90	320.09	0.00	0.00
RB Mobile Repair	2274611	86.44	86.77	0.00	0.00	0.00
XCL Titling Trust	2275057	0.00	42.80	0.00	0.00	0.00
JM and MS Inc	2275721	0.00	0.00	476.50	0.00	0.00
Taquera Las Maragitas LLC	2281228	140.33	142.75	0.00	0.00	0.00
Metro PCS	2287557	45.43	45.71	0.00	0.00	0.00
Humble Kitchen & Bath Inc	2287561	110.55	110.71	0.00	0.00	0.00
Phones-R-Us Inc	2289501	54.29	54.59	0.00	0.00	0.00
Angie's Mexican & Seafood	2289580	50.80	51.79	52.77	0.00	0.00
Educational Advantage III LI	2290641	59.92	0.00	0.00	0.00	0.00
Tempoe	2325344	0.00	223.04	0.00	0.00	0.00
Kelly Transporation Service:	2322228	162.61	0.00	0.00	0.00	0.00
Tesla Inc	2329054	2.40	0.00	0.00	0.00	0.00
HS Granite & Cabinet Inc	2342853	60.99	0.00	0.00	0.00	0.00
Amfar Investments LLC	2343023	192.46	0.00	0.00	0.00	0.00
Mertz Insurance Agency	2344061	26.01	0.00	0.00	0.00	0.00
Smokeys Smoke Shop	2344110	152.91	0.00	0.00	0.00	0.00
Bellin Foods LLC	2344401	39.08	0.00	0.00	0.00	0.00
Prior Years Personal Property		<u>70.86</u>	<u>155.67</u>	<u>1,248.93</u>	<u>1,225.13</u>	<u>19,895.37</u>
Total Receivable		<u>\$28,533.73</u>	<u>\$14,567.08</u>	<u>\$11,908.39</u>	<u>\$8,510.24</u>	<u>\$32,682.18</u>



MUNICIPAL ACCOUNTS
& CONSULTING, L.P.

Harris County Municipal Utility District No. 109

Bookkeeper's Report

May 18, 2021

Harris County MUD No 109 - GOF
Cash Flow Report - Checking Account
As of May 18, 2021

Num	Name	Memo	Amount	Balance
BALANCE AS OF 04/21/2021				\$40,495.24
Receipts				
	HC 151 Water Supply		2,497.75	
	Interest on Allegiance CD		2,046.51	
	Accounts Receivable		90,546.97	
	Accounts Receivable		89,242.27	
	Interest Earned on Checking		31.23	
	Tap Connections (3)		4,845.00	
	Inspections		150.00	
	VOID: Wu & Chen Investment - Water Line Easement		3,185.00	
	City of Houston Rebate - February		5,898.32	
	Wire Transfer from Money Market		1,200,000.00	
Total Receipts				1,398,443.05
Disbursements				
14648	Centerpoint Energy	Utilities Expense	(150.55)	
14649	Century Link	Telephone Expense	(877.05)	
14650	Hudson Energy	Utilities Expense	(7,137.57)	
14651	NHCRWA	Water Authority Fees	(109,151.15)	
14652	WCA Waste	Garbage Expense	(596.48)	
14653	Cheryl C. Moore	Fees of Office - 5/18/2021	(138.53)	
14654	Chris Green	Fees of Office - 5/18/2021	(138.53)	
14655	Nancy Frank	Fees of Office - 5/18/2021	(138.53)	
14656	Owen H. Parker	Fees of Office - 5/18/2021	(138.53)	
14657	Robin Sulpizio	Fees of Office - 5/18/2021	(138.53)	
14658	Cheryl C. Moore	Expenses	(29.95)	
14659	Chris Green	Fees of Office - 5/3/2021 & Expenses	(202.82)	
14660	Nancy Frank	Expenses	(140.34)	
14661	Owen H. Parker	Expenses	(40.24)	
14662	Robin Sulpizio	Expenses	(65.00)	
14663	AIM Realty	Deposit Refund	(188.18)	
14664	Amy Arquilla	Deposit Refund	(38.50)	
14665	Armando Macias	Deposit Refund	(73.94)	
14666	Bern & Carolyn Saintes	Deposit Refund	(76.65)	
14667	Bill Rojas	Deposit Refund	(5.29)	
14668	Bill Stephens	Deposit Refund	(14.13)	
14669	Clarence Singleton & Keionna Henderson	Deposit Refund	(198.70)	
14670	Clifton Marks	Deposit Refund	(117.05)	
14671	Conrad S Punzalan III	Deposit Refund	(93.06)	
14672	Denise Carroll	Deposit Refund	(70.56)	
14673	Devante Bushnell	Deposit Refund	(141.97)	
14674	Devon Paul Barrett	Deposit Refund	(85.27)	
14675	Four Pillars Living, LLC	Deposit Refund	(101.29)	
14676	Francisco Cosme	Overpayment Refund	(934.25)	
14677	Gaylan Lero	Deposit Refund	(41.34)	
14678	Ivan Guzman	Deposit Refund	(17.84)	
14679	Jaime Douglas	Deposit Refund	(49.14)	
14680	Jarrett Jones	Deposit Refund	(24.84)	
14681	Jennifer Saldivar	Deposit Refund	(39.59)	
14682	Jerry Coker	Deposit Refund	(27.03)	
14683	Joy Whitaker	Deposit Refund	(38.38)	
14684	Kenneth A Estrada	Deposit Refund	(83.74)	

Harris County MUD No 109 - GOF
Cash Flow Report - Checking Account

As of May 18, 2021

Num	Name	Memo	Amount	Balance
Disbursements				
14685	Lorinda Collins	Deposit Refund	(18.91)	
14686	Luz Arbelo-Zakariyyaa	Deposit Refund	(199.14)	
14687	Main Street Renewal, LLC	Deposit Refund	(143.12)	
14688	Mathew C Harrison & Jamie Murray	Deposit Refund	(151.81)	
14689	Meaghan Ghedi	Deposit Refund	(259.84)	
14690	Michael De La Garza	Deposit Refund	(84.40)	
14691	Michael Rogers	Deposit Refund	(79.20)	
14692	Michelle Nunez	Deposit Refund	(54.50)	
14693	Nicholas Lobrutto	Deposit Refund	(151.80)	
14694	Offerpad, LLC.	Deposit Refund	(181.66)	
14695	Opendoor Labs, Inc	Deposit Refund	(161.16)	
14696	Peter Ndikumana	Deposit Refund	(30.39)	
14697	Real Property Management	Deposit Refund	(195.79)	
14698	Roberto Izquierdo	Deposit Refund	(139.16)	
14699	Roma Rusheon	Deposit Refund	(24.83)	
14700	Ruben Ruiz Jr.	Deposit Refund	(99.14)	
14701	Sarah Thompson	Deposit Refund	(20.51)	
14702	Sears Home Appliance	Deposit Refund	(58.34)	
14703	SFR JC-1 2020-1 Borrower, LLC	Deposit Refund	(134.48)	
14704	Shalisa Kidd	Deposit Refund	(77.54)	
14705	Signpost Homes, Inc.	Deposit Refund	(175.00)	
14706	Stephanie James	Deposit Refund	(70.81)	
14707	Tammy Turner	Deposit Refund	(193.06)	
14708	Thomas O'Neal	Deposit Refund	(43.62)	
14709	Thuy Nguyen	Deposit Refund	(86.09)	
14710	Timothy Hemphill	Deposit Refund	(12.15)	
14711	Toller Spear	Deposit Refund	(14.27)	
14712	Vernell Allen	Deposit Refund	(162.86)	
14713	Vestpro Residential Services	Deposit Refund	(175.13)	
14714	Wu & Chen Investment, LLC	Water Line Easement	(3,185.00)	
14715	Arthur J. Gallagher & Co.	Insurance Expense	(99,808.00)	
14716	Association of Water Board Directors	AWBD Virtual Annual Conference - Parker	(299.00)	
14717	Atascocita Joint Operations Board	Schedule B & C Costs	(43,025.14)	
14718	BGE, Inc.	Engineering Fees	(21,260.66)	
14719	CDC Unlimited, LLC	Mowing Expense	(2,929.00)	
14720	Centerpoint Energy	Utilities Expense	(175.70)	
14721	Chlorinator Maint. Co., Inc.	Maintenance & Repairs	(669.24)	
14722	DXI Industries	Chemical Expenses	(589.06)	
14723	Harris County Treasurer	Patrol Services	(12,395.00)	
14724	Municipal Accounts & Consulting, L.P.	Bookkeeping Fees	(2,264.77)	
14725	Napco Chemicals	Chemicals Expense	(4,079.25)	
14726	Norton Rose Fulbright US LLP	Legal Fees	(7,020.00)	
14727	Texas Department of Transportation	FM 1960 Utility Relocation	(988,049.00)	
14728	Water Utility Services, Inc.	Laboratory Fees	(315.00)	
14729	WCA Waste	Garbage Expense	(77.38)	
14730	WWWMS	Maintenance and Operations	(53,024.44)	
14731	Century Link	Telephone Expense	0.00	
14732	Hudson Energy	Utilities Expense	0.00	
14733	NHCRWA	Water Authority Expense	0.00	

Harris County MUD No 109 - GOF
Cash Flow Report - Checking Account
As of May 18, 2021

Num	Name	Memo	Amount	Balance
Disbursements				
14734	WCA Waste	Garbage Expense	0.00	
Fee	BBVA	Service Charge	<u>(18.00)</u>	
Total Disbursements				<u>(1,363,926.89)</u>
BALANCE AS OF 05/18/2021				<u><u>\$75,011.40</u></u>

Harris County MUD No 109 - CPF
Cash Flow Report - Checking Account
As of May 18, 2021

Num	Name	Memo	Amount	Balance
BALANCE AS OF 04/21/2021				\$300.00
Receipts				
	Interest Earned on Checking		0.08	
	Transfer from Money Market - Series 2017		<u>3,050.00</u>	
Total Receipts				3,050.08
Disbursements				
1097	BGE, Inc.	Engineering - WP2 Construction	(3,050.00)	
Fee	BBVA	Service Charge	<u>(0.08)</u>	
Total Disbursements				<u>(3,050.08)</u>
BALANCE AS OF 05/18/2021				<u><u>\$300.00</u></u>

Harris County MUD No. 109

Account Balances

As of May 18, 2021

Financial Institution (Acct Number)	Issue Date	Maturity Date	Interest Rate	Account Balance	Notes
Fund: Operating					
Certificates of Deposit					
SPIRIT OF TEXAS BANK (XXXX1856)	03/02/2021	08/29/2021	0.20 %	245,000.00	
THIRD COAST BANK, SSB (XXXX8790)	02/16/2021	09/14/2021	0.35 %	240,000.00	
TEXAS REGIONAL BANK (XXXX3907)	03/02/2021	09/28/2021	0.20 %	245,000.00	
WALLIS BANK (XXXX1242)	02/16/2021	10/15/2021	0.20 %	240,000.00	
VERITEX COMMUNITY BANK (XXXX0447)	11/24/2020	11/24/2021	0.40 %	240,000.00	
BANCORPSOUTH (XXXX8606)	12/22/2020	12/22/2021	0.62 %	240,000.00	
TEXAS CAPITAL BANK (XXXX0459)	01/12/2021	01/12/2022	0.25 %	240,000.00	
FRONTIER BANK (XXXX2232)	01/16/2021	01/16/2022	0.50 %	240,000.00	
PLAINS STATE BANK (XXXX1359)	01/25/2021	01/25/2022	0.35 %	240,000.00	
SOUTH STAR BANK (XXXX0129)	02/19/2021	02/19/2022	0.25 %	240,000.00	
LONE STAR BANK (XXXX2426)	02/27/2021	02/27/2022	0.45 %	240,000.00	
ALLEGIANCE BANK (XXXX0213)	04/22/2021	04/22/2022	0.20 %	240,000.00	
Money Market Funds					
TEXAS CLASS (XXXX0001)	03/22/2017		0.08 %	589,584.67	
Checking Account(s)					
BBVA USA-CHECKING (XXXX6351)			0.10 %	75,011.40	Checking Account
Totals for Operating Fund:				\$3,554,596.07	
Fund: Capital Projects					
Money Market Funds					
TEXAS CLASS (XXXX0002)	03/22/2017		0.08 %	2,426,646.48	Series 2017
Checking Account(s)					
BBVA USA-CHECKING (XXXX7755)			0.10 %	300.00	Checking Account
Totals for Capital Projects Fund:				\$2,426,946.48	
Fund: Debt Service					
Certificates of Deposit					
FRONTIER BANK - DEBT (XXXX2636)	11/03/2020	08/30/2021	0.40 %	240,000.00	
THIRD COAST BANK-DEBT (XXXX6273)	09/21/2020	09/21/2021	0.75 %	240,000.00	
SOUTH STAR BANK-DEBT (XXXX0072)	09/19/2020	09/22/2021	0.60 %	240,000.00	
PIONEER BANK-DEBT (XXXX2151)	03/19/2021	03/19/2022	0.29 %	240,000.00	
Money Market Funds					
BBVA USA-DEBT (XXXX7305)	02/15/2017		0.00 %	1,906.72	
TEXAS CLASS (XXXX0003)	03/22/2017		0.08 %	1,536,596.61	
Totals for Debt Service Fund:				\$2,498,503.33	
Grand total for Harris County MUD No. 109:				\$8,480,045.88	

Harris County MUD No 109 - GOF
Actual vs. Budget Comparison

April 2021

	April 2021			June 2020 - April 2021			Annual Budget	
	Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)		
Revenues								
14110	Water - Customer Service Revenue	46,693	45,000	1,693	487,121	508,000	(20,879)	559,000
14112	Surface Water - Reserve	102,331	90,000	12,331	1,062,157	1,016,000	46,157	1,116,000
14140	Connection Fees	825	2,167	(1,342)	8,775	23,833	(15,058)	26,000
14150	Tap Connections	2,715	3,000	(285)	2,715	3,000	(285)	31,650
14210	Sewer - Customer Service Fee	54,043	53,500	543	582,875	588,500	(5,625)	642,000
14220	Inspection Fees	1,541	2,000	(459)	9,181	22,000	(12,819)	24,000
14310	Penalties & Interest	105	6,750	(6,645)	1,244	74,250	(73,006)	81,000
14330	Miscellaneous Income	10	100	(90)	2,434	1,100	1,334	1,200
14340	COH Rebate	7,086	5,917	1,169	76,462	65,083	11,379	71,000
14350	Maintenance Tax Collections	0	0	0	1,053,929	1,004,500	49,429	1,004,500
14370	Interest Earned on Temp. Invest	2,170	3,664	(1,494)	51,096	40,301	10,795	43,965
14380	Interest Earned on Checking	31	50	(19)	407	550	(143)	600
14650	Water Sales to HC 151	644	700	(56)	9,214	7,700	1,514	8,400
Total Revenues		218,194	212,847	5,347	3,347,609	3,354,818	(7,208)	3,609,315
Expenditures								
16010	Operations - Water	6,967	6,942	26	76,235	76,358	(124)	83,300
16030	Operations - Sewer	2,301	2,292	9	25,145	25,208	(63)	27,500
16110	Tap Connection Expense	1,455	1,500	(45)	1,455	1,500	(45)	15,825
16120	Surface Water Fee	109,151	90,000	19,151	1,187,031	1,016,000	171,031	1,116,000
16130	Maintenance & Repairs - Water	24,087	39,217	(15,130)	371,699	431,383	(59,684)	470,600
16140	Chemicals - Water	4,079	2,242	1,838	38,026	24,658	13,368	26,900
16150	Laboratory Expense - Water	315	417	(102)	3,555	4,583	(1,028)	5,000
16160	Utilities	7,313	8,350	(1,037)	99,668	91,850	7,818	100,200
16180	Reconnections	680	892	(212)	6,930	9,808	(2,878)	10,700
16190	Disconnect Expense	0	283	(283)	60	3,117	(3,057)	3,400
16200	Mowing - Water	1,543	1,067	476	13,702	11,733	1,968	12,800
16210	Inspection Expense	0	1,033	(1,033)	840	11,367	(10,527)	12,400
16220	Purchase Sewer Service	42,806	34,237	8,568	471,692	376,611	95,082	410,848
16230	Maintenance & Repairs - Sewer	11,141	19,367	(8,225)	195,834	213,033	(17,200)	232,400
16240	Chemicals - Sewer	479	0	479	1,366	0	1,366	0
16250	Lab Fees - Sewer	0	167	(167)	1,704	1,833	(129)	2,000
16280	Mowing - Sewer	1,387	1,067	320	12,454	11,733	720	12,800
16320	Arbitrage Expense	0	0	0	3,350	3,250	100	3,250
16327	TCEQ Fees	0	0	0	3,369	3,500	(131)	3,500
16330	Legal Fees	6,250	4,167	2,083	49,080	45,833	3,247	50,000
16340	Auditing Fees	0	0	0	16,250	15,900	350	15,900
16350	Engineering Fees	14,803	6,667	8,136	76,922	73,333	3,588	80,000
16354	GIS Expense	0	167	(167)	0	1,833	(1,833)	2,000
16360	Garbage Expense	674	267	407	4,048	2,933	1,115	3,200
16380	Permit Expense	0	0	0	7,017	7,200	(183)	7,200
16390	Telephone Expense	877	850	27	9,433	9,350	83	10,200
16420	Service Account Collection	2,241	2,217	24	22,729	24,383	(1,654)	26,600
16430	Bookkeeping Fees	2,064	3,100	(1,036)	29,513	30,400	(887)	33,500
16460	Printing & Office Supplies	2,140	2,408	(268)	26,632	26,492	140	28,900
16470	Filing Fees	0	8	(8)	0	92	(92)	100
16480	Delivery Expense	118	33	85	214	367	(153)	400
16520	Postage	2,746	2,583	162	30,382	28,417	1,965	31,000
16530	Insurance & Surety Bond	0	0	0	0	0	0	30,400
16540	Travel Expense	58	183	(126)	115	2,017	(1,901)	2,200
16550	Website Expense	188	150	38	750	750	0	900
16560	Miscellaneous Expense	237	567	(329)	3,388	6,233	(2,845)	6,800

Harris County MUD No 109 - GOF
Actual vs. Budget Comparison

April 2021

	April 2021			June 2020 - April 2021			Annual Budget	
	Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)		
Expenditures								
16570	AWBD Expense	299	300	(1)	4,743	4,700	43	7,800
16580	Bank Fees	18	19	(1)	199	211	(12)	230
16590	Security Monitoring	0	1,792	(1,792)	13,489	19,708	(6,220)	21,500
16592	Security Patrol Expense	12,395	12,092	303	133,620	133,008	612	145,100
16600	Payroll Expenses	2,422	1,858	564	23,091	20,442	2,649	22,300
Total Expenditures		<u>261,233</u>	<u>248,498</u>	<u>12,735</u>	<u>2,965,728</u>	<u>2,771,130</u>	<u>194,599</u>	<u>3,075,653</u>
Other Revenues								
14100	Transfer From Construction	0	0	0	97,450	55,900	41,550	55,900
14720	Transfer from Operating Reserve	0	0	0	0	0	0	1,433,720
Total Other Revenues		<u>0</u>	<u>0</u>	<u>0</u>	<u>97,450</u>	<u>55,900</u>	<u>41,550</u>	<u>1,489,620</u>
Other Expenditures								
17000	Capital Outlay	518	500	18	87,112	86,700	412	2,023,282
17010	Capital Outlay - Barents Dr L/S	0	0	0	22,172	0	22,172	0
Total Other Expenditures		<u>518</u>	<u>500</u>	<u>18</u>	<u>109,284</u>	<u>86,700</u>	<u>22,584</u>	<u>2,023,282</u>
Excess Revenues (Expenditures)		<u>(\$43,557)</u>	<u>(\$36,151)</u>	<u>(\$7,406)</u>	<u>\$370,048</u>	<u>\$552,888</u>	<u>(\$182,841)</u>	<u>\$0</u>

Harris County MUD No 109 - GOF

Balance Sheet

As of April 30, 2021

Apr 30, 21

ASSETS

Current Assets

Checking/Savings

11100 · Cash in Bank

222,103

Total Checking/Savings

222,103

Other Current Assets

11300 · Time Deposits

4,679,585

11500 · Accounts Receivable

234,108

11520 · Maintenance Tax Receivable

59,522

11580 · Accrued Interest

25,896

11720 · Due From COH

19,202

11750 · Due From Tax Account

494,203

11920 · Reserve in A.C.P.

257,585

Total Other Current Assets

5,770,100

Total Current Assets

5,992,203

TOTAL ASSETS

5,992,203

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Accounts Payable

12000 · Accounts Payable

178,092

Total Accounts Payable

178,092

Other Current Liabilities

12080 · Deferred Taxes

59,522

12100 · Payroll Liabilities

344

12610 · Customer Meter Deposits

267,281

12770 · Unclaimed Property

1,358

12787 · Lee Annexation

7,191

12788 · Barents Annexation

(23,902)

12790 · Country Scramble

(15,111)

Total Other Current Liabilities

296,683

Total Current Liabilities

474,775

Total Liabilities

474,775

Equity

13010 · Unallocated Fund Balance

5,147,380

Net Income

370,048

Total Equity

5,517,428

TOTAL LIABILITIES & EQUITY

5,992,203

Harris County MUD No. 109
District Debt Service Payments

05/01/2021 - 05/01/2022

Paying Agent	Series	Date Due	Date Paid	Principal	Interest	Total Due
Debt Service Payment Due 10/01/2021						
Bank of New York	2011 - Refunding	10/01/2021		580,000.00	40,500.00	620,500.00
Bank of New York	2013 - Refunding	10/01/2021		105,000.00	61,625.00	166,625.00
Regions Bank	2015 - Refunding	10/01/2021		70,000.00	72,122.40	142,122.40
Bank of New York	2017 - WS&D	10/01/2021		380,000.00	190,171.88	570,171.88
			Total Due 10/01/2021	1,135,000.00	364,419.28	1,499,419.28
Debt Service Payment Due 04/01/2022						
Bank of New York	2011 - Refunding	04/01/2022		0.00	28,900.00	28,900.00
Bank of New York	2013 - Refunding	04/01/2022		0.00	60,181.25	60,181.25
Regions Bank	2015 - Refunding	04/01/2022		0.00	71,215.50	71,215.50
Bank of New York	2017 - WS&D	04/01/2022		0.00	186,371.88	186,371.88
			Total Due 04/01/2022	0.00	346,668.63	346,668.63
			District Total	\$1,135,000.00	\$711,087.91	\$1,846,087.91

Harris County MUD No 109 - GOF

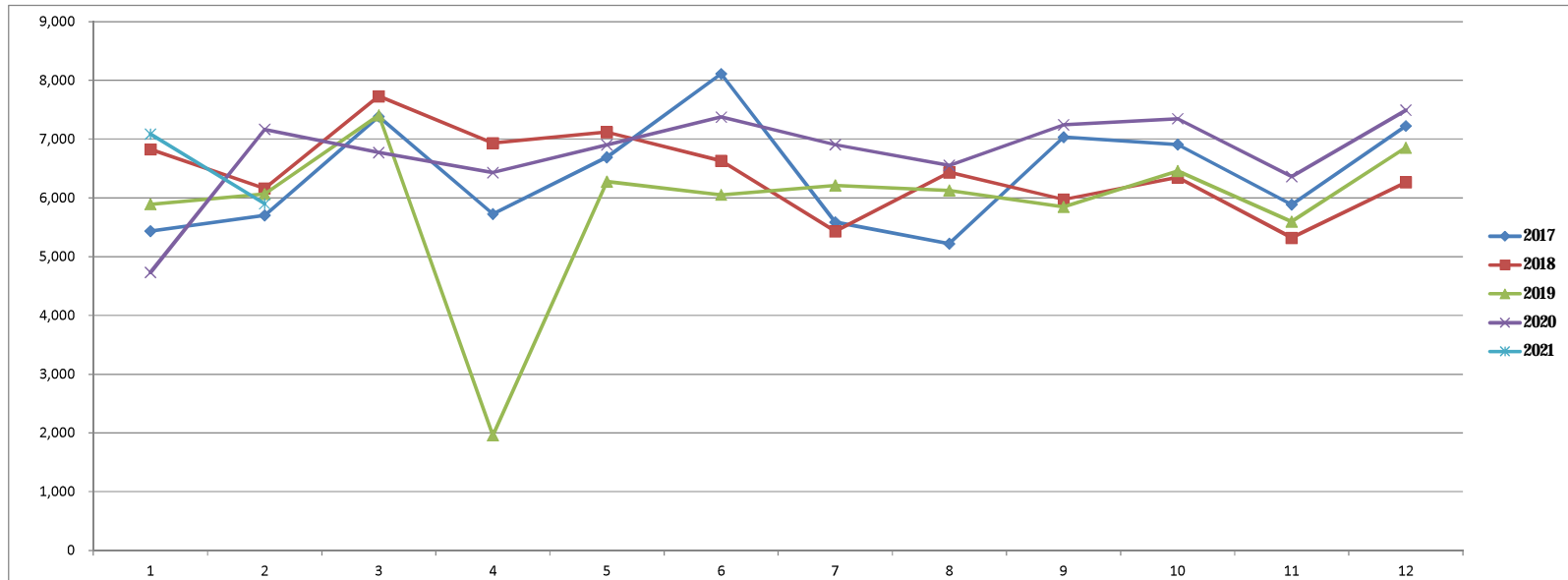
Annexations

All Transactions

Date	Num	Name	Memo	Debit	Credit	Balance
12787 - Lee Annexation						
04/26/2019	JE		Deposit for Annexation		15,000.00	15,000.00
05/31/2019	5-190176	BGE, Inc.	Engineering Fees - Annexation No. 11	984.83		14,015.17
06/30/2019	6-190136	BGE, Inc.	Engineering Fees - Annexation No. 11	3,418.23		10,596.94
07/31/2019	7-190471	BGE, Inc.	Engineering Fees - Annexation No. 11	1,887.45		8,709.49
07/31/2019	9495136631	Norton Rose Fulbright US LLP	Legal Fees	172.50		8,536.99
08/31/2019	191647	The Research Staff, Inc.	Title Report - Annexation	80.00		8,456.99
08/31/2019	PSI19001733	Harris County Appraisal District	Certificate of Ownership - Annexation	5.00		8,451.99
08/31/2019	8-190493	BGE, Inc.	Engineering Fees - Annexation No. 11	398.44		8,053.55
08/31/2019	9495142345	Norton Rose Fulbright US LLP	Legal Fees	702.50		7,351.05
09/30/2019	9495149477	Norton Rose Fulbright US LLP	Legal Fees	143.75		7,207.30
10/31/2019	10-190502	BGE, Inc.	Engineering Fees - Annexation No. 11	273.44		6,933.86
10/31/2019	9495155990	Norton Rose Fulbright US LLP	Legal Fees - Annexation	1,548.75		5,385.11
11/30/2019	11-190054	BGE, Inc.	Engineering Fees - Annexation No. 11	2,167.95		3,217.16
11/30/2019	9495163224	Norton Rose Fulbright US LLP	Legal Fees	742.50		2,474.66
12/31/2019	12-190187	BGE, Inc.	Engineering Fees - Annexation No. 11	1,289.06		1,185.60
12/31/2019	9495170944	Norton Rose Fulbright US LLP	Legal Fees - Annexation	496.18		689.42
01/31/2020	9495175858	Norton Rose Fulbright US LLP	Legal Fees - Annexation	270.00		419.42
02/29/2020	2-200558	BGE, Inc.	Engineering Fees - Annexation No. 11	195.31		224.11
02/29/2020	9495182734	Norton Rose Fulbright US LLP	Legal Fees - Annexation	270.00		-45.89
04/30/2020	9495196527	Norton Rose Fulbright US LLP	Legal Fees - Annexation	360.00		-405.89
06/30/2020	9495209384	Norton Rose Fulbright US LLP	Legal Fees - Annexation	90.00		-495.89
07/31/2020	9495216040	Norton Rose Fulbright US LLP	Legal Fees - Annexation	0.00		-495.89
08/31/2020	9495222409	Norton Rose Fulbright US LLP	11th Annexation	691.35		-1,187.24
09/30/2020	9495231141	Norton Rose Fulbright US LLP	11th Annexation	71.39		-1,258.63
10/31/2020	9495236610	Norton Rose Fulbright US LLP	11th Annexation	0.00		-1,258.63
11/30/2020	9495244364	Norton Rose Fulbright US LLP	11th Annexation	1,050.00		-2,308.63
12/02/2020	JE		Deposit for Lee Annexation		15,000.00	12,691.37
12/31/2020	9495251043	Norton Rose Fulbright US LLP	11th Annexation	300.00		12,391.37
01/31/2021	HCMUD109LE...	ROW Management LLC	Lee Annexation Expense	1,560.00		10,831.37
01/31/2021	9495256008	Norton Rose Fulbright US LLP	11th Annexation	0.00		10,831.37
02/28/2021	HCMUD109LE...	ROW Management LLC	Lee Annexation Expense	3,640.00		7,191.37
Total 12787 - Lee Annexation				22,808.63	30,000.00	7,191.37
12788 - Barents Annexation						
08/31/2019	Rcpt	BBVA	Barents Annexation Deposit - Ida Gilbert		5,000.00	5,000.00
08/31/2019	Rcpt	BBVA	Barents Annexation Deposit - GAP Plumbing L...		5,000.00	10,000.00
08/31/2019	9495142345	Norton Rose Fulbright US LLP	Legal Fees	322.50		9,677.50
09/03/2019	Rcpt	BBVA	Barents Annexation Deposit - Champ Auto Gr...		5,000.00	14,677.50
09/30/2019	9-190038	BGE, Inc.	Engineering Fees - Annexation No. 12	1,205.47		13,472.03
09/30/2019	9495149477	Norton Rose Fulbright US LLP	Legal Fees	143.75		13,328.28
10/31/2019	9495155990	Norton Rose Fulbright US LLP	Legal Fees - Annexation	517.50		12,810.78
10/31/2019	10-190504	BGE, Inc.	Engineering Fees - Annexation No. 12	6,362.73		6,448.05
11/30/2019	11-190056	BGE, Inc.	Engineering Fees - Annexation No. 12	3,448.57		2,999.48
11/30/2019	9495163224	Norton Rose Fulbright US LLP	Legal Fees	146.25		2,853.23
12/31/2019	12-190189	BGE, Inc.	Engineering Fees - Annexation No. 12	2,516.81		336.42
12/31/2019	9495170944	Norton Rose Fulbright US LLP	Legal Fees - Annexation	1,350.00		-1,013.58
01/31/2020	1-200553	BGE, Inc.	Engineering Fees - Annexation No. 12	292.97		-1,306.55
01/31/2020	9495175858	Norton Rose Fulbright US LLP	Legal Fees - Annexation	0.00		-1,306.55
02/29/2020	2-200560	BGE, Inc.	Engineering Fees - Annexation No. 12	2,171.88		-3,478.43
02/29/2020	2-200525	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibility	2,762.20		-6,240.63
02/29/2020	9495182734	Norton Rose Fulbright US LLP	Legal Fees - Annexation	0.00		-6,240.63
03/31/2020	3-200228	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibility	454.00		-6,694.63
04/30/2020	4-200364	BGE, Inc.	Engineering Fees - Annexation No. 12	2,332.65		-9,027.28
04/30/2020	4-200354	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibility	3,165.61		-12,192.89
04/30/2020	9495196527	Norton Rose Fulbright US LLP	Legal Fees - Annexation	0.00		-12,192.89
05/31/2020	5-200205	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibility	883.59		-13,076.48
06/30/2020	6-200423	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibility	1,953.10		-15,029.58
06/30/2020	9495209384	Norton Rose Fulbright US LLP	Legal Fees - Annexation	978.75		-16,008.33
07/31/2020	7-200217	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibility	390.62		-16,398.95
07/31/2020	9495216040	Norton Rose Fulbright US LLP	Legal Fees - Annexation	243.75		-16,642.70
08/31/2020	9495222409	Norton Rose Fulbright US LLP	12th Annexation	3,286.35		-19,929.05
09/30/2020	9495231141	Norton Rose Fulbright US LLP	12th Annexation	71.39		-20,000.44
10/31/2020	9495236610	Norton Rose Fulbright US LLP	12th Annexation	341.25		-20,341.69
11/30/2020	9495244364	Norton Rose Fulbright US LLP	12th Annexation	250.00		-20,591.69
12/31/2020	9495251043	Norton Rose Fulbright US LLP	12th Annexation	150.00		-20,741.69
01/31/2021	9495256008	Norton Rose Fulbright US LLP	12th Annexation	740.00		-21,481.69
02/28/2021	9495262527	Norton Rose Fulbright US LLP	12th Annexation	1,080.33		-22,562.02
03/31/2021	9495270101	Norton Rose Fulbright US LLP	12th Annexation	570.00		-23,132.02
04/30/2021	9495276855	Norton Rose Fulbright US LLP	12th Annexation	770.00		-23,902.02
Total 12788 - Barents Annexation				38,902.02	15,000.00	-23,902.02
12790 - Country Scramble						
02/29/2020	2-200526	BGE, Inc.	Engineering Fees - Country Scramble	13,193.61		-13,193.61
03/31/2020	3-200229	BGE, Inc.	Engineering Fees - Country Scramble	585.93		-13,779.54
04/30/2020	4-200355	BGE, Inc.	Engineering Fees - Country Scramble	355.31		-14,134.85
05/31/2020	5-200206	BGE, Inc.	Engineering Fees - Country Scramble	390.62		-14,525.47
06/30/2020	6-200424	BGE, Inc.	Engineering Fees - Country Scramble	195.31		-14,720.78
07/31/2020	7-200218	BGE, Inc.	Engineering Fees - Country Scramble	390.62		-15,111.40
Total 12790 - Country Scramble				15,111.40	0.00	-15,111.40
TOTAL				76,822.05	45,000.00	-31,822.05

Harris County MUD No. 109 Sales Tax Revenue History

Year	January	February	March	April	May	June	July	August	September	October	November	December	Total
2017	5,434	5,703	7,385	5,723	6,692	8,112	5,584	5,221	7,033	6,909	5,885	7,225	76,905
2018	6,828	6,158	7,730	6,930	7,116	6,632	5,430	6,434	5,972	6,345	5,322	6,267	77,163
2019	5,893	6,065	7,408	1,957	6,274	6,053	6,211	6,128	5,846	6,457	5,596	6,855	70,743
2020	4,731	7,165	6,772	6,430	6,900	7,374	6,906	6,552	7,243	7,347	6,362	7,490	81,272
2021	7,086	5,898											12,984
Total	\$39,272	\$40,160	\$42,197	\$28,020	\$32,942	\$47,711	\$34,503	\$35,639	\$39,172	\$39,324	\$33,581	\$39,452	\$451,973



**Harris County MUD 109
Cash Flow Forecast**

	<u>May-22</u>	<u>May-23</u>	<u>May-24</u>	<u>May-25</u>	<u>May-26</u>
Assessed Value	\$659,797,320	\$659,797,320	\$659,797,320	\$659,797,320	\$659,797,320
Maintenance Tax Rate	\$0.1650	\$0.1650	\$0.1650	\$0.1650	\$0.1650
Maintenance Tax	\$1,066,892	\$1,066,892	\$1,066,892	\$1,066,892	\$1,066,892
% Change in Water Rate		1.00%	1.00%	1.00%	1.00%
% Change in Sewer Rate		3.00%	3.00%	3.00%	3.00%
% Change in NHCRWA		10.00%	10.00%	10.00%	10.00%
% Change in Expenses		5.00%	5.00%	5.00%	5.00%
Beginning Cash Balance	\$4,722,573	\$4,175,368	\$3,847,935	\$3,438,459	\$3,031,734
<u>Revenues</u>					
Maintenance Tax	\$1,068,216	\$1,066,892	\$1,066,892	\$1,066,892	\$1,066,892
Water Revenue	537,400	542,774	548,202	553,684	559,221
Sewer Revenue	642,200	661,466	681,310	701,749	722,802
NHCRWA Revenue	1,215,000	1,406,062	1,546,669	1,701,335	1,871,469
Additional Revenue	145,489	152,763	160,402	168,422	176,843
	<u>\$3,608,305</u>	<u>\$3,829,958</u>	<u>\$4,003,474</u>	<u>\$4,192,082</u>	<u>\$4,397,226</u>
<u>Expenses</u>					
NHCRWA Expense	\$1,367,100	\$1,503,810	\$1,654,191	\$1,819,610	\$2,001,571
Other Expenses	2,003,410	2,103,581	2,208,760	2,319,198	2,435,157
	<u>\$3,370,510</u>	<u>\$3,607,391</u>	<u>\$3,862,951</u>	<u>\$4,138,808</u>	<u>\$4,436,728</u>
Net Surplus	\$237,795	\$222,568	\$140,524	\$53,275	(\$39,502)
<u>Other Revenues/Expenses</u>					
WP 1 Booster Pump Improvements	\$100,000	\$0	\$0	\$0	\$0
WP 1 Well Rehab & Motor Replacement	0	0	200,000	0	0
WP 1 Electrical Control Improvements	0	0	250,000	210,000	0
WP 1 GST 1 Replacement	0	250,000	0	0	0
WP 2 Expansion	0	0	0	0	0
WP 2 Well Rehab & Motor Replacement	0	0	0	200,000	0
Lift Station No. 1	205,000	0	0	0	0
Lift Station No. 3	125,000	0	0	0	0
Lift Station No. 5	115,000	0	0	0	0
Barents Dr Lift Station No. 6	0	0	0	0	0
HC 46 Water Interconnect	0	0	50,000	0	0
FM 1960 Utility Relocation	0	0	0	0	0
Manholes Valve Rehab	0	250,000	0	0	0
Manholes Survey	120,000	0	0	0	0
Water Valve Survey	70,000	0	0	0	0
Capital Outlay - AJOB	50,000	50,000	50,000	50,000	50,000
Transfer from Construction Fund	0	0	0	0	0
	<u>\$785,000</u>	<u>\$550,000</u>	<u>\$550,000</u>	<u>\$460,000</u>	<u>\$50,000</u>
Construction Surplus	\$0	\$0	\$0	\$0	\$0
Ending Cash Balance	<u>\$4,175,368</u>	<u>\$3,847,935</u>	<u>\$3,438,459</u>	<u>\$3,031,734</u>	<u>\$2,942,232</u>
Operating Reserve % of Exp (Ideal is at least 100%)	123.88%	106.67%	89.01%	73.25%	66.32%
Remaining Bonding Capacity - \$12,950,000					

Harris County MUD No. 109

2021 AWBD Annual Conference
Thursday, June 17 - Saturday, June 19, 2021
Henry B. Gonzalez Convention Center, San Antonio, TX

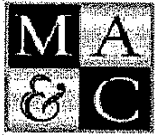
DIRECTOR		CONFERENCE REGISTRATION		ADVANCE	PRIOR CONFERENCE EXPENSES
Name	Attending	Online	Paid	Paid	Paid
Cheryl Moore	Yes	Yes	Yes		Yes
Chris Green	Yes	Yes	Yes		Yes
Nancy Frank	Yes	Yes	Yes		Yes
Owen Parker	Yes	Yes	Yes		Yes
Robin Sulpizio	Yes	Yes	Yes		Yes

Note: Register on-line www.awbd-tx.org (For log in assistance, contact Taylor Cavnar: tcavnar@awbd-tx.org)
 This page only confirms registration for the conference, not hotel registrations.
 All hotel reservations are the sole responsibility of each attendee.
 Your conference registration confirmation will contain a housing reservation request web link.
 The link will require the registration number from your conference registration before you can reserve a room.
 All requests for an advance of funds must be sent via email to the bookkeeper within 30 days of conference.

REGISTRATION DATES:		In-Person	Virtual
Regular Registration:	Begins	03/18/21	\$425
Late Registration:	Begins	05/06/21	\$525
		\$299	\$399

CANCELLATION POLICY:
 All cancellations must be made in writing.
 A \$50.00 administrative fee is assessed for each conference registration cancelled on or before 05/05/2021.
 There will be no refunds after 05/05/2021.

HOUSING INFORMATION:
 Hotel reservations are only available to attendees who are registered with AWBD-TX for the Conference.
 If you have any questions, please contact Taylor Cavnar at (281) 350-7090.



MUNICIPAL ACCOUNTS
& CONSULTING, L.P.

**Harris County Municipal
Utility District No. 109
Quarterly Investment Inventory Report
Period Ending February 28, 2021**

BOARD OF DIRECTORS
Harris County Municipal
Utility District No. 109

Attached is the Quarterly Investment Inventory Report for the
Period ending February 28, 2021.

This report and the District's investment portfolio are in compliance with the
investment strategies expressed in the Districts's investment policy, and the
Public Funds Investment Act.

I, hereby certify that, pursuant to Senate Bill 253 and in connection with the
preparation of the investment report, I have reviewed the divestment lists
prepared and maintained by the Texas Comptroller of Public Accounts, and the
District does not own direct or indirect holdings in any companies identified on such lists.

Mark M. Burton
(Investment Officer)

Ghia Lewis
(Investment Officer)

COMPLIANCE TRAINING

HB 675 states the Investment Officer must attend at least one training seminar for (6) six hours
Within twelve months of taking office and requires at least (4) four hours training within each (2)
two year period thereafter.

INVESTMENT OFFICERS
Mark M. Burton

CURRENT TRAINING

November 5, 2011 (Texpool Academy 10 Hours)
November 5, 2013 (Texpool Academy 10 Hours)
November 27, 2015 (Texpool Academy 10 Hours)
December 26, 2017 (Texpool Academy 10 Hours)
January 9, 2020 (TexPool Academy 12 Hours)

Ghia Lewis

October 25, 2011 (Texpool Academy 10 Hours)
November 7, 2013 (Texpool Academy 10 Hours)
November 5, 2015 (Texpool Academy 10 Hours)
November 6, 2017 (Texpool Academy 10 Hours)
November 5, 2019 (Texpool Academy 10 Hours)

Harris County MUD No. 109
Summary of Money Market Funds
 12/01/2020 - 02/28/2021

Fund: Operating

Financial Institution: **TEXAS CLASS**

Account Number: **XXXX0001** Date Opened: 03/22/2017 Current Interest Rate: 0.10%

Date	Description	Begin Balance	Cash Added	Cash Withdrawn	Int. Earned	End Balance
12/01/2020		2,300,890.34				
12/15/2020	To Checking			(70,000.00)		
12/22/2020	BXS CDXXXX7126 INTEREST		4,920.00			
12/31/2020					267.95	
01/12/2021	TCB CDXXXX0459 INTEREST		3,992.80			
01/19/2021	FRONT CDXXXX2232 INTEREST		4,592.58			
01/25/2021	WT TO PLAINS CD XXXX1359			(240,000.00)		
01/31/2021					244.62	
02/16/2021	From Checking		580,000.00			
02/16/2021	WT TO WALLIS CD XXXX1242			(240,000.00)		
02/16/2021	WT TO THIRD CD XXXX8790			(240,000.00)		
02/23/2021	SSTAR CDXXXX0129 INTEREST		4,239.31			
02/28/2021					159.78	
Totals for Account XXXX0001:		\$2,300,890.34	\$597,744.69	(\$790,000.00)	\$672.35	\$2,109,307.38
Totals for Operating Fund:		\$2,300,890.34	\$597,744.69	(\$790,000.00)	\$672.35	\$2,109,307.38

Methods Used For Reporting Market Values

Certificates of Deposits:	Face Value Plus Accrued Interest
Securities/Direct Government Obligations:	Market Value Quoted by the Seller of the Security and Confirmed in Writing
Public Fund Investment Pool/MM Accounts:	Balance = Book Value = Current Market

Harris County MUD No. 109
Summary of Money Market Funds
 12/01/2020 - 02/28/2021

Fund: Capital Projects

Financial Institution: TEXAS CLASS

Account Number: XXXX0002 Date Opened: 03/22/2017 Current Interest Rate: 0.10%

Date	Description	Begin Balance	Cash Added	Cash Withdrawn	Int. Earned	End Balance
12/01/2020		2,472,147.88				
12/15/2020	To Checking			(8,126.50)		
12/15/2020	To Checking			(11,080.00)		
12/31/2020					291.36	
01/19/2021	To Checking			(2,721.15)		
01/31/2021					274.05	
02/16/2021	To Checking			(4,698.45)		
02/28/2021					204.91	
Totals for Account XXXX0002:		\$2,472,147.88		(\$26,626.10)	\$770.32	\$2,446,292.10
Totals for Capital Projects Fund:		\$2,472,147.88		(\$26,626.10)	\$770.32	\$2,446,292.10

Methods Used For Reporting Market Values

Certificates of Deposits:	Face Value Plus Accrued Interest
Securities/Direct Government Obligations:	Market Value Quoted by the Seller of the Security and Confirmed in Writing
Public Fund Investment Pool/ADM Accounts:	Balance = Book Value = Current Market

Harris County MUD No. 109
Summary of Money Market Funds
 12/01/2020 - 02/28/2021

Fund: Debt Service

Financial Institution: **BBVA USA-DEBT**

Account Number: **XXXX7305** Date Opened: **02/15/2017** Current Interest Rate: **0.08%**

Date	Description	Begin Balance	Cash Added	Cash Withdrawn	Int. Earned	End Balance
12/01/2020		1,316.66				
12/31/2020					0.11	
12/31/2020				(0.11)		
01/22/2021	Tax Transfer		1,312,500.00			
01/31/2021					0.11	
01/31/2021				(0.11)		
02/16/2021	Transfer to TX Class			(1,312,000.00)		
02/26/2021	Tax Transfer		525,000.00			
02/28/2021					40.39	
02/28/2021				(18.00)		
Totals for Account XXXX7305:		\$1,316.66	\$1,837,500.00	(\$1,312,018.22)	\$40.61	\$526,839.05

Financial Institution: **TEXAS CLASS**

Account Number: **XXXX0003** Date Opened: **03/22/2017** Current Interest Rate: **0.10%**

Date	Description	Begin Balance	Cash Added	Cash Withdrawn	Int. Earned	End Balance
12/01/2020		61,734.79				
12/31/2020					7.28	
01/31/2021					6.91	
02/16/2021	Transfer from BBVA		1,312,000.00			
02/28/2021					27.85	
Totals for Account XXXX0003:		\$61,734.79	\$1,312,000.00		\$42.04	\$1,373,776.83
Totals for Debt Service Fund:		\$63,051.45	\$3,149,500.00	(\$1,312,018.22)	\$82.65	\$1,900,615.88

Methods Used For Reporting Market Values

Certificates of Deposits:	Face Value Plus Accrued Interest
Securities/Direct Government Obligations:	Market Value Quoted by the Seller of the Security and Confirmed in Writing
Public Fund Investment Pool/AMF Accounts:	Balance = Book Value = Current Market

Harris County MUD No. 109
Summary of Certificates of Deposit with Money Market
 12/01/2020 - 02/28/2021

Financial Institution	Investment Number	Issue Date	Maturity Date	Beginning Balance	Principal From Cash	Principal From Investment	Principal Withdrawn	Principal Reinvested	Ending Balance	Interest Rate	Beg. Acc. Interest	Interest Earned	Interest Reinvested	Interest Withdrawn	Accrued Interest
Fund: Operating															
Certificates of Deposit															
ALLEGIANCE BANK	XXXX0213	04/22/20	04/22/21	240,000.00	0.00	0.00	0.00	0.00	240,000.00	0.85%	1,246.35	0.00	0.00	0.00	1,743.78
	Rollover FROM CD XXXX1614														
BANCORPSOUTH	XXXX7126	12/21/19	12/21/20	240,000.00	0.00	0.00	0.00	240,000.00	0.00	2.05%	4,663.89	4,920.00	0.00	4,920.00	0.00
BANCORPSOUTH	XXXX8606	12/22/20	12/22/21	0.00	0.00	240,000.00	0.00	0.00	240,000.00	0.62%	0.00	0.00	0.00	0.00	277.22
FRONTIER BANK	XXXX2232	01/17/20	01/15/21	240,000.00	0.00	0.00	0.00	240,000.00	0.00	1.90%	3,985.31	4,592.58	0.00	4,592.58	0.00
FRONTIER BANK	XXXX2232	01/16/21	01/16/22	0.00	0.00	240,000.00	0.00	0.00	240,000.00	0.50%	0.00	0.00	0.00	0.00	141.37
LONE STAR BANK	XXXX2426	02/28/20	02/26/21	240,000.00	0.00	0.00	0.00	240,000.00	0.00	1.98%	3,606.31	4,817.32	0.00	4,817.32	0.00
LONE STAR BANK	XXXX2426	02/27/21	02/27/22	0.00	0.00	240,000.00	0.00	0.00	240,000.00	0.45%	0.00	0.00	0.00	0.00	2.96
PLAINS STATE BANK	XXXX1359	01/25/21	01/25/22	0.00	240,000.00	0.00	0.00	0.00	240,000.00	0.35%	0.00	0.00	0.00	0.00	78.25
	WT FROM TXCLASS XXXX0001														
SOUTH STAR BANK	XXXX0129	02/19/20	02/18/21	240,000.00	0.00	0.00	0.00	240,000.00	0.00	1.75%	3,290.96	4,239.31	0.00	4,239.31	0.00
	Rollover FROM CD XXXX5450														
SOUTH STAR BANK	XXXX0129	02/19/21	02/19/22	0.00	0.00	240,000.00	0.00	0.00	240,000.00	0.25%	0.00	0.00	0.00	0.00	14.79
TEXAS CAPITAL BANK	XXXX0459	01/13/20	01/11/21	240,000.00	0.00	0.00	0.00	240,000.00	0.00	1.65%	3,504.33	3,992.80	0.00	3,992.80	0.00
	WT FROM TXCLASS XXXX0001														
TEXAS CAPITAL BANK	XXXX0459	01/12/21	01/12/22	0.00	0.00	240,000.00	0.00	0.00	240,000.00	0.25%	0.00	0.00	0.00	0.00	77.26
THIRD COAST BANK, SSB	XXXX8790	02/16/21	09/14/21	0.00	240,000.00	0.00	0.00	0.00	240,000.00	0.35%	0.00	0.00	0.00	0.00	27.62
	WT FROM TXCLASS XXXX0001														
VERITEX COMMUNITY BANK	XXXX0447	11/24/20	11/24/21	240,000.00	0.00	0.00	0.00	0.00	240,000.00	0.40%	18.41	0.00	0.00	0.00	252.49
	WT FROM TXCLASS XXXX0001														
WALLIS BANK	XXXX1242	02/16/21	10/15/21	0.00	240,000.00	0.00	0.00	0.00	240,000.00	0.20%	0.00	0.00	0.00	0.00	15.78
	WT FROM TXCLASS XXXX0001														
Totals for Operating Fund:				1,680,000.00	720,000.00	1,200,000.00	0.00	1,200,000.00	2,400,000.00	N/A	20,315.56	22,562.01	0.00	22,562.01	\$2,631.52

Beginning Balance:	\$1,680,000.00
Plus Principal From Cash:	\$720,000.00
Less Principal Withdrawn:	\$0.00
Plus Interest Reinvested:	\$0.00
Fixed Balance:	\$2,400,000.00
MM Balance:	\$2,109,307.38
Total Balance:	\$4,509,307.38

Interest Earned:	\$22,562.01
Less Beg Accrued Interest:	\$20,315.56
Plus End Accrued Interest:	\$2,631.52
Fixed Interest Earned:	\$4,877.97
MM Interest Earned:	\$672.35
Total Interest Earned:	\$5,550.32

Methods Used For Reporting Market Values

Certificates of Deposits:	Face Value Plus Accrued Interest
Securities/Direct Government Obligations:	Market Value Quoted by the Seller of the Security and Confirmed in Writing
Public Fund Investment Pool/MM Accounts:	Balance = Book Value = Current Market

Harris County MUD No. 109
Summary of Certificates of Deposit with Money Market
 12/01/2020 - 02/28/2021

Financial Institution	Investment Number	Issue Date	Maturity Date	Beginning Balance	Principal From Cash	Principal From Investment	Principal Withdrawn	Principal Reinvested	Ending Balance	Interest Rate	Beg. Acc. Interest	Interest Earned	Interest Reinvested	Interest Withdrawn	Accrued Interest
Fund: Debt Service															
Certificates of Deposit															
FRONTIER BANK - DEBT	XXXX2636	11/03/20	08/30/21	240,000.00	0.00	0.00	0.00	0.00	240,000.00	0-40%	73.64	0.00	0.00	0.00	307.73
	WT FROM TXCLASS XXXX0003														
PIONEER BANK-DEBT	XXXX2151	03/19/20	03/18/21	240,000.00	0.00	0.00	0.00	0.00	240,000.00	1.14%	1,926.44	0.00	0.00	0.00	2,593.58
SOUTH STAR BANK-DEBT	XXXX0072	09/19/20	09/22/21	240,000.00	0.00	0.00	0.00	0.00	240,000.00	0.60%	288.00	0.00	0.00	0.00	639.12
THIRD COAST BANK-DEBT	XXXX6273	09/21/20	09/21/21	240,000.00	0.00	0.00	0.00	0.00	240,000.00	0.75%	350.14	0.00	0.00	0.00	789.04
	Rollover FROM CD XXXX0095														
Totals for Debt Service Fund:				960,000.00	0.00	0.00	0.00	0.00	960,000.00	N/A	2,638.22	0.00	0.00	0.00	\$4,329.47
Beginning Balance:		\$960,000.00								Interest Earned:		\$0.00			
Plus Principal From Cash:		\$0.00								Less Beg Accrued Interest:		\$2,638.22			
Less Principal Withdrawn:		\$0.00								Plus End Accrued Interest:		\$4,329.47			
Plus Interest Reinvested:		\$0.00								Fixed Interest Earned:		\$1,691.25			
Fixed Balance:		\$960,000.00								MM Interest Earned:		\$82.65			
MM Balance:		\$1,900,615.88								Total Interest Earned:		\$1,773.90			
Total Balance:		\$2,860,615.88													
Totals for District:				2,640,000.00	720,000.00	1,200,000.00	0.00	1,200,000.00	3,360,000.00	N/A	22,953.78	22,562.01	0.00	22,562.01	\$6,960.99

Harris County MUD No. 109
Detail of Pledged Securities
 12/01/2020 - 02/28/2021

Financial Institution: BBVA USA-PREMIER															
Security: Letter of Credit/FHLB-Atl		Par Value: 4,000,000.00		Maturity Date: 04/20/2021		Pledged: 01/26/2021		Released:		Amount Released:					
CUSIP: 153304		Date		Value											
		12/31/2020		800,000.00											
		01/31/2021		4,000,000.00											
		02/28/2021		4,000,000.00											

Methods Used For Reporting Market Values

Certificates of Deposits: Face Value Plus Accrued Interest

Securities/Direct Government Obligations: Market Value Quoted by the Seller of the Security and Confirmed in Writing

Public Fund Investment Pool/AM Accounts: Balance = Book Value = Current Market

Harris County MUD No. 109 - GOF
Adopted Budget
FYE 5/31/2022

	<u>11 Month</u> <u>Actuals</u>	<u>12 Month</u> <u>Annualized</u>	<u>FYE 2021</u> <u>Adopted</u>	<u>FYE 2022</u> <u>Adopted</u>
Ordinary Income/Expense				
Income				
14110 · Water - Customer Service Revenue	\$487,121	\$532,121	\$559,000	\$537,400
14112 · Surface Water - Reserve	1,062,157	1,157,157	1,116,000	1,215,000
14140 · Connection Fees	8,775	9,573	26,000	9,700
14150 · Tap Connections	2,715	2,715	31,650	15,000
14210 · Sewer - Customer Service Fee	582,875	635,863	642,000	642,200
14220 · Inspection Fees	9,181	10,016	24,000	10,100
14310 · Penalties & Interest	1,244	1,357	81,000	40,000
14330 · Miscellaneous Income	2,434	2,656	1,200	1,200
14340 · COH Rebate	76,462	82,360	71,000	83,200
14350 · Maintenance Tax Collections	1,053,929	1,053,929	1,004,500	1,068,216
14370 · Interest Earned on Temp. Invest	51,096	55,741	43,965	14,169
14380 · Interest Earned on Checking	407	444	600	400
14650 · Water Sales to HC 151	9,214	10,051	8,400	10,320
Total Income	\$3,347,609	\$3,553,983	\$3,609,315	\$3,646,905
Expense				
16010 · Operations - Water	\$76,235	\$83,165	\$83,300	\$83,300
16030 · Operations - Sewer	25,145	27,431	27,500	27,700
16110 · Tap Connection Expense	1,455	1,455	15,825	7,000
16120 · Surface Water Fee	1,187,031	1,302,031	1,116,000	1,367,100
16130 · Maintenance & Repairs - Water	371,699	405,490	470,600	409,500
16140 · Chemicals - Water	38,026	41,483	26,900	41,900
16150 · Laboratory Expense - Water	3,555	3,878	5,000	3,900
16160 · Utilities	99,668	108,729	100,200	109,800
16180 · Reconnections	6,930	7,560	10,700	7,600
16190 · Disconnect Expense	60	65	3,400	3,400
16200 · Mowing - Water	13,702	14,947	12,800	15,100
16210 · Inspection Expense	840	916	12,400	900
16220 · Purchase Sewer Service	471,692	514,718	410,848	516,302
16230 · Maintenance & Repairs - Sewer	195,834	213,637	232,400	215,800
16240 · Chemicals - Sewer	1,366	1,491	0	1,500
16250 · Lab Fees - Sewer	1,704	1,859	2,000	1,900
16280 · Mowing - Sewer	12,454	13,586	12,800	13,700
16320 · Arbitrage Expense	3,350	3,350	3,250	3,250
16327 · TCEQ Fees	3,369	5,840	3,500	5,900
16330 · Legal Fees	49,080	53,542	50,000	50,000
16340 · Auditing Fees	16,250	16,250	15,900	16,400
16350 · Engineering Fees	76,922	83,914	80,000	80,000
16354 · GIS Expense	0	0	2,000	2,000
16360 · Garbage Expense	4,048	4,416	3,200	4,500
16370 · Election Expense	0	0	0	10,000
16380 · Permit Expense	7,017	7,017	7,200	7,200
16390 · Telephone Expense	9,433	10,290	10,200	10,400
16420 · Service Account Collection	22,729	24,795	26,600	25,000
16430 · Bookkeeping Fees	29,513	33,500	33,500	33,500
16460 · Printing & Office Supplies	26,632	29,053	28,900	29,300
16470 · Filing Fees	0	0	100	0
16480 · Delivery Expense	214	233	400	200
16520 · Postage	30,382	33,144	31,000	33,500
16530 · Insurance & Surety Bond	0	28,468	30,400	28,800
16540 · Travel Expense	115	126	2,200	100
16550 · Website Expense	750	818	900	800
16560 · Miscellaneous Expense	3,388	3,696	6,800	3,700
16570 · AWBD Expense	4,743	4,743	7,800	7,800
16580 · Bank Fees	199	217	230	220
16590 · Security Monitoring	13,489	14,715	21,500	14,900
16592 · Security Patrol Expense	133,620	146,015	145,100	148,740
16600 · Payroll Expenses	23,091	24,060	22,300	24,300
Total Expense	\$2,965,728	\$3,270,643	\$3,075,653	\$3,366,912
Net Ordinary Surplus / (Deficit)	\$381,881	\$283,340	\$533,662	\$279,994
Other Income/Expense				
Other Income				
14100 · Transfer from Construction	\$97,450	\$97,450	\$55,900	\$0
14720 · Transfer from Operating Reserve	0	716,704	1,433,720	505,006
Total Other Income	\$97,450	\$814,154	\$1,489,620	\$505,006
Other Expense				
17000 · Capital Outlay	\$87,112	\$1,075,161	\$2,023,282	\$785,000
17010 · Capital Outlay - Barents Dr L/S	22,172	22,172	0	0
Total Other Expense	\$109,284	\$1,097,333	\$2,023,282	\$785,000
Net Other Income/Expense	(\$11,834)	(\$283,179)	(\$533,662)	(\$279,994)
Net Income	\$370,048	\$161	\$0	\$0



ENGINEERING REPORT

May 17, 2021

To: Harris County MUD No. 109 Board of Directors

From: Bill Kotlan, P.E.

District Engineer

8. Review Engineer's Report, including approval of pay estimates, authorization of change orders to pending construction contracts, and authorization of capacity commitments:

a. **American Water Infrastructure Act (2018)**: We expect to finalize this report this week.

b. **Utility Relocations related to FM 1960 Widening: Update**

We had a construction progress meeting with TxDOT this month. Other utilities are being relocated at this time and are expected to be completed by July. Based on the utility agreement with TxDOT, a check is presented for your approval this month for the District share of the utility relocation. Angel Brothers Construction is expected to begin work this summer after the other relocations.

c. **Water Plant No. 2 Expansion**

We are reviewing contractor submittals at this time.

d. **Barents Drive Lift Station**

We are working with landowner to obtain an easement.

e. **Water Line Extension (Annexation 11)**

Project in design.

f. **Wastewater Treatment Plant**

Working on design of wastewater rehabilitation project.

g. **Developer's Report:** No Update

h. Capacity Commitments (Annexation 12):

- i. Ashley (Dirt Cheap):** The District has committed 10 equivalent single-family connections to Mr. Ashley for his property. I received a phone call from a broker that is working with a buyer who is considering Multifamily development. I informed them that the District has not committed sufficient connections for the proposed development and informed them generally of the process to applying for service for the development. Subsequently I spoke with Mr. Ashley regarding the proposed sale. He is also concerned about a private service line across his tract. I will discuss this in more detail at the meeting.
- ii. Teo Lopez (Country Scramble):** No change this month.
- iii. Shawn Gilbert service request:** No change this month.
- i. 19715 Oak Branch Court**

Our insurance agent has visited the site and is evaluating the claim.

WWWMS, INC.
HARRIS COUNTY MUD # 109
OPERATIONS REPORT
Tuesday, May 18, 2021

BILLING AND COLLECTION RECAP:

DEPOSITED IN YOUR ACCOUNT LAST MONTH:

Period Ending:	Apr-21
Deposit:	\$ 4,500.00
Penalty:	\$ 27.85
Water:	\$ 50,602.11
Sewer:	\$ 52,080.35
Inspection:	\$ 961.00
Voluntary Fire & EMS:	\$ -
Misc:	\$ 783.20
NHCRWA:	\$ 74,785.08
Reconnect:	\$ -
NSF Fee:	\$ 99.30
Total Collections:	\$ 183,838.89

CUSTOMER AGED RECEIVABLES:

30 Day	20%	\$ 38,910.53
60 Day	5%	\$ 9,464.57
90 Day	1%	\$ 1,668.33
120 Day	4%	\$ 8,073.65
Overpayments		\$ (9,165.03)
Total Receivables:		\$ 48,952.05

WATER PLANT OPERATIONS:

Period: 4/1/2021 thru 4/31/2021

MONTHLY TOTAL

Production:	25.638	MG
Amount Purchased:	0.000	MG
Total Amount:	25.638	MG
Consumption: (Billed)	23.101	MG
Accounted for Maint. (Flushing)	0.000	MG
Est. Amt. Sold to HC MUD 151	0.800	MG
Total:	23.901	MG
Daily Average Production:	0.827	MG
Percent Accounted For:	93.22%	

CONNECTION COUNT:

Residential:	2989
Commercial:	106
Clubs/Schools:	1
Irrigation:	19
Vacant:	28
Builders:	23
Vacation:	0
No Bill:	7
	3173
New Finals and Transfers	-26
	3147

CURRENT BILLING:

Period Ending:	May-21
Deposit:	\$ -
Penalty:	\$ -
Water:	\$ 44,362.57
Sewer:	\$ 53,225.24
Inspection:	\$ 761.00
Voluntary Fire & EMS:	\$ -
Misc:	\$ -
NHCRWA:	\$ 100,476.81
Total Billing:	\$ 198,825.62

HGCSO PERIOD: 4/1/21 THRU 4/31/21

Period 6/1/20 thru 5/31/21

MONTHLY TOTAL

Gallons Authorized:	450.000	MG
Current Month Produced:	25.638	MG
Cum. Gallons Produced:	304.949	MG
Auth. Gallons Remaining:	145.051	MG
Avg. Gallons Per Month:	27.723	MG
Permit Months Remaining:	1	

NEW METER INSTALLATIONS:

Residential:	0
Commercial:	0
Total:	0

ACCOUNTS SENT TO COLLECTIONS:

Total of (0)

HARRIS COUNTY MUD #109
ACTIVITY REPORT
May 18, 2021

Item 1: Attached Reports are listed as follows:

- a.) Accounts turned over to collections.
- b.) Historical data on water production report.
- c.) NHCRWA Pumpage and Billing report for APRIL 2021
- d.) Billing / Recap Summary Report

Item 2: TCEQ Letter for Review

- a.) Regarding Drought Response for Public Water System

Item 3: Lift Station #1

- a.) Lift pump 3 tripping main breaker instantly. STP Services pulled pump for repairs.
Lift pump 3 back in operation.

Item 4: Lift Station #2

ACTION ITEM

- a.) Need approval to replace defective muffler on generator **\$4,797.86**
(See attached Generator Service estimate)
- b.) Monitoring all lift stations due to torrential rainfall.

Item 5: Consumer Confidence Report

- a.) Retrieved CCR template from TCEQ database. CCR draft has been forwarded to attorney for review and approval.
(See attached draft)

Item 6: 19715 Oak Branch Ct.

- a.) No update from insurance representative.

Item 7: Cut off report

ACTION ITEM

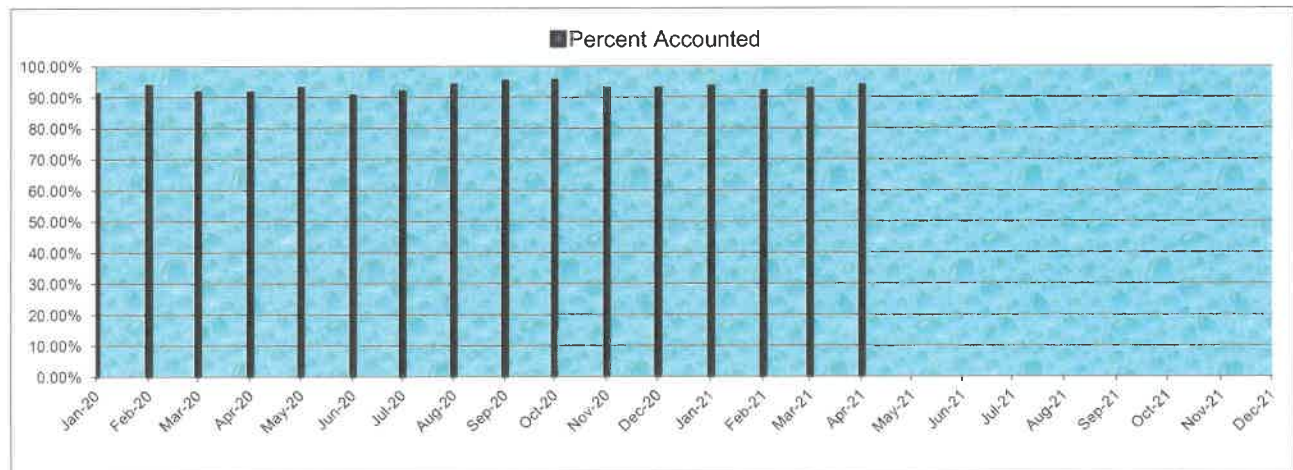
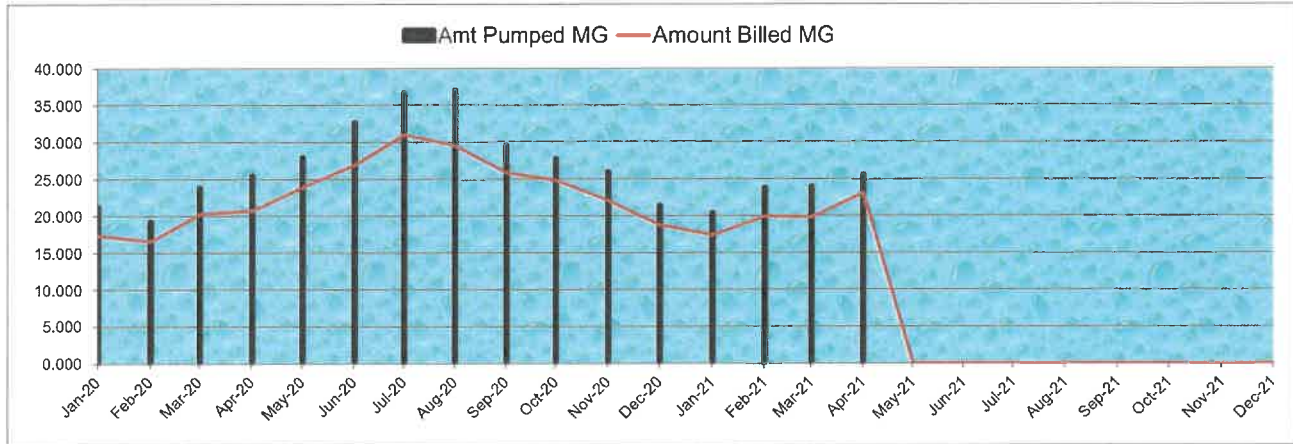
- a.) Review cut off list
Request for approval to resume door tags, delinquent letters, penalties and terminations per rate order.
****REMINDER****
Judge Hidalgo letter to suspend termination, etc. expired as of 4/30/21.

HARRIS COUNTY MUD #109

WATER PRODUCTION REPORT

May 18, 2021

Month /Year	Amt Pumped MG	Amt Billed MG	Maint. MG	Purchased MG	Amount HC 151	Total Amount	Percent Accounted
Jan-20	21.299	17.314	2.000	0.000	0.000	19.314	90.68%
Feb-20	19.261	16.555	1.400	0.000	0.000	17.955	93.22%
Mar-20	23.874	20.258	1.500	0.000	0.000	21.758	91.14%
Apr-20	25.520	20.707	2.500	0.000	0.000	23.207	90.94%
May-20	27.986	23.889	2.000	0.000	0.000	25.889	92.51%
Jun-20	32.674	26.918	2.000	0.000	0.500	29.418	90.03%
Jul-20	36.621	30.975	1.850	0.000	0.650	33.475	91.41%
Aug-20	37.007	29.477	4.500	0.000	0.600	34.557	93.38%
Sep-20	29.538	25.826	1.200	0.000	0.945	27.971	94.69%
Oct-20	27.800	24.755	1.000	0.000	0.650	26.405	94.98%
Nov-20	25.948	22.039	1.000	0.000	0.945	23.984	92.43%
Dec-20	21.410	18.681	0.500	0.000	0.590	19.771	92.34%
Jan-21	20.464	17.381	0.650	0.000	1.000	19.031	93.00%
Feb-21	23.857	19.921	1.200	0.000	0.700	21.821	91.47%
Mar-21	23.992	19.792	1.500	0.000	0.800	22.092	92.08%
Apr-21	25.638	23.101	0.000	0.000	0.800	23.901	93.22%
May-21							
Jun-21							
Jul-21							
Aug-21							
Sep-21							
Oct-21							
Nov-21							
Dec-21							
Total	422.889	357.589	24.800	0.000	8.180	390.549	1477.53%
Average	26.431	22.349	1.550	0.000	0.511	24.409	92.35%



NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
Groundwater and/or Surface Water Reporting and Billing Form - 2021
*****Report filed online*** <http://oprs.nhcrwa.com>**

Name of Well Owner or Recipient of Surface Water: Harris County MUD 109

Billing period for which the report is being filed

Billing Period	Rate per 1,000 gallons	Due Date
April 01-30, 2021	\$4.60 groundwater \$5.05 surface water	June 18, 2021

Gallons of Groundwater Pumped for Billing Period

	Start Meter Reading	End Meter Reading	Total
Well #2083	251,043 x1000	256,284 x1000	5,241,000
Well #4448	840,586 x1000	861,739 x1000	21,153,000
Adjustment			0

Water imported from outside NHCRWA

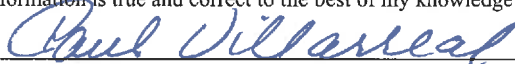
Imported water Meter reading:	Source:		
	x	x	0

Miscellaneous water (not billed)

Other entity	Water Type	Direction	Amount
	Groundwater	Out	

1	Enter total gallons of groundwater pumped and/or imported	26,394,000
2	Divide by 1000	26,394
3	Total groundwater fee due (multiply line 2 x \$4.60)	\$121,412.40
4	Enter total gallons of surface water received	0
5	Divide by 1000	0
6	Total surface water fee due (multiply line 5 x \$5.05)	\$0.00
7	Deduct 2003 Capital Contribution Credit amount, if applicable	(\$12,261.25)
8	Deduct 2005 Capital Contribution Credit amount, if applicable	(\$0.00)
9	Deduct 2008 Capital Contribution Credit amount, if applicable	(\$0.00)
10	Deduct Chloramination System Credit or other asset credit, if applicable	(\$0.00)
11	Other Credits:	(\$0.00)
12	Total due	\$109,151.15

If your payment is received late, the Authority will send you an invoice for the late fees set forth in the Rate Order.
 I declare that the above information is true and correct to the best of my knowledge and belief.

Date: May 03, 2021 Signed: 
 Name: Paul Villarreal
 Title: Operator

Make check payable to:
 North Harris County Regional Water Authority; Dept. 35, P.O. Box 4346 Houston, Texas 77210-4346
Please mail this form with the payment or fax to 281-440-4104, phone: 281-440-3924

[Click here](#) to return to the Home Page.

Jon Niermann, *Chairman*
Emily Lindley, *Commissioner*
Bobby Janecka, *Commissioner*
Toby Baker, *Executive Director*



PWS_1010620_CO_20210507_Drought Ltr

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

May 7, 2021

PAUL VILLARREAL
HARRIS COUNTY MUD 109
13563 Bammel North Houston Rd
Houston, TX 77066-2957

Re: Drought Response for Public Water Systems

Dear Public Water System Official:

Severe drought conditions have returned to Texas, and forecasters are predicting that dry conditions may persist or worsen for the state. With the high use months of summer ahead, we must take the necessary steps to prevent the loss of drinking water for basic health and safety services. Public water systems in Texas may start to see a strain on their water supplies. The Texas Commission on Environmental Quality (TCEQ) is encouraging public water systems to take reasonable measures to 1) increase conservation efforts, and 2) identify and secure alternative water supplies to meet potable water needs. Conservation and alternative water supply measures include the following:

- Implement your Drought Contingency Plan (DCP) at the appropriate stages to reduce consumption;
- Encourage water conservation;
- Implement public education and outreach strategies;
- Measure and track existing water supplies;
- Repair leaks in the distribution system to limit water loss;
- Develop a plan to provide adequate and safe drinking water supplies;
- Report to TCEQ the amount of water supply if it is approaching less than 180 days;
- Timely seek authorizations and funding resources to extend existing supply or obtain new sources; and
- Evaluate infrastructure and develop plans to meet needs (*e.g.* extending intake structures to deeper waters, drilling new wells, etc.).

Your DCP is an important tool in conserving and managing your water supply during difficult times. We encourage you to review your DCP and prepare to implement water use restrictions as appropriate. In addition, if you purchase water from another supplier who has recently implemented restrictions, review your purchase contract and be prepared to implement restrictions, if necessary.

In accordance with TCEQ's rule in 30 TAC §288.20(b), you are required to notify the TCEQ of any changes to the implementation of water use restrictions. TCEQ has developed an on-line form to facilitate faster reporting of these changes. Information is collected and will be used to focus State resources and assistance:

https://www.tceq.texas.gov/drinkingwater/homeland_security/security_pws

HARRIS COUNTY MUD 109
Page 2
May 7, 2021

This form should also be used for water supply shortage reporting. Please note that state law also requires water utilities to determine available water supply and report to TCEQ when supply is less than 180 days. This assessment should be based on all current sources (*i.e.*, surface water, groundwater, and purchased treated water through an interconnection). Additional drought information is available at

<http://www.tceq.texas.gov/response/drought>

If you don't have reliable internet access, need help completing the form, or if you have questions, please contact our Drought Team in the Water Supply Division at 512-239-4691. The collective cooperation of all public water systems is vital to ensuring public drinking water needs can be sustained during these drought conditions.

Where can you go for more assistance and information?

The TCEQ has a free assistance program to help your water system address drought or other financial, managerial or technical issues. For more information on the drought in Texas, getting some free assistance, or to report water use restrictions or concerns in your area, please contact the TCEQ'S drought-information hotline at 1-800-447-2827.

Sincerely,

A handwritten signature in black ink, appearing to read 'Toby Baker', written in a cursive style.

Toby Baker
Executive Director
Texas Commission on Environmental Quality

2020 Annual Drinking Water Quality Report

(Consumer Confidence Report)

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
PWS ID No. TX1010620 Phone No: 281-895-8547

WATER SOURCES: The sources of drinking water (both tap water and bottled water) include rivers, lakes, streams, ponds, reservoirs, springs, and wells. As water travels over the surface of the land or through the ground, it dissolves naturally-occurring minerals, and in some cases, radioactive material, and can pick up substances resulting from the presence of animals or from human activity. Drinking water, including bottled water, may reasonably be expected to contain at least small amounts of some contaminants. The presence of contaminants does not necessarily indicate that water poses a health risk. More information about contaminants and potential health effects can be obtained by calling the EPA's Safe Drinking Water Hotline at (800) 426-4791.

Contaminants that may be present in source water include:

- Microbial contaminants, such as viruses and bacteria, which come from sewage treatment plants, septic systems, agricultural livestock operations, and wildlife.
- Inorganic contaminants, such as salts and metals, which can be naturally-occurring or result from urban storm water runoff, industrial or domestic wastewater discharges, oil and gas production, mining, or farming.
- Pesticides and herbicides, which may come from a variety of sources such as agriculture, urban storm water runoff, and residential uses.
- Organic chemical contaminants, including synthetic and volatile organic chemicals, which are by-products of industrial processes and petroleum production, and can also come from gas stations, urban storm water runoff, and septic systems.
- Radioactive contaminants, which can be naturally-occurring or be the result of oil and gas production and mining activities.

In order to ensure that tap water is safe to drink, EPA prescribes regulations which limit the amount of certain contaminants in water provided by public water systems. FDA regulations establish limits for contaminants in bottled water which must provide the same protection for public health.

Contaminants may be found in drinking water that may cause taste, color, or odor problems. These types of problems are not necessarily causes for health concerns. For more information on taste, odor, or color of drinking water, please contact the system's business office.

You may be more vulnerable than the general population to certain microbial contaminants, such as *Cryptosporidium*, in drinking water. Infants, some elderly, or immunocompromised persons such as those undergoing chemotherapy for cancer; persons who have undergone organ transplants; those who are undergoing treatment with steroids; and people with HIV/AIDS or other immune system disorders, can be particularly at risk from infections. You should seek advice about drinking water from your physician or health care providers. Additional guidelines on appropriate means to lessen the risk of infections by *Cryptosporidium* are available from the Safe Drinking Water Hotline (800-426-4791).

If present, elevated levels of lead can cause serious health problems, especially for pregnant women and young children. Lead in drinking water is primarily from materials and components associated with service lines and home plumbing. We are responsible for providing high quality drinking water, but we cannot control the variety of materials used in plumbing components. When your water has been sitting for several hours, you can minimize the potential for lead exposure by flushing your tap for 30 seconds to 2 minutes before using water for drinking or cooking. If you are concerned about lead in your water, you may wish to have your water tested. Information on lead in drinking water, testing methods, and steps you can take to minimize exposure is available from the Safe Drinking Water Hotline or at <http://www.epa.gov/safewater/lead>.

In the Water Loss Audit submitted to the Texas Water Development Board for the time period of January – December 2020, our system lost an estimated 51,983,375 gallons of water. Overall, our system accounted for approximately 84.41% of the water produced during that period. If you have any questions about the water loss audit, please call 281.895.8547.

Public Participation Opportunities

Date: 3rd Tuesday of Each Month

Time: 6:00 PM

Location: Atascocita Fire Department
18425 Timber Forest Dr.
Humble, Texas 77346

Phone No: 281-895-8547

To learn about future public meetings (concerning your drinking water), or to request to schedule one, please call us.

En Español

Este reporte incluye información sobre el agua para tomar. Para asistencia en español, favor de llamar al telefono. (281)895-8547

Information about Source Water Assessments

The TCEQ completed an assessment of your source water and results indicated that some of our sources are susceptible to certain contaminants. The sampling requirements for your water system are based on this susceptibility and previous sample data. Any detection of these contaminants may be found in this Consumer Confidence Report. For more information on source water assessments and protection efforts at our system, contact 281-895-8547.

For more information about your sources of water, please refer to the Source Water Assessment Viewer available at the following URL:

<http://www.tceq.texas.gov/gis/swaview>.

Further details about sources and source water assessments are available in Drinking Water Watch at the following URL:

<http://dww2.tceq.texas.gov/DWW/>.

Secondary Constituents

Many constituents (such as calcium, sodium, or iron) which are often found in drinking water can cause taste, color, and odor problems. The taste and odor constituents are called secondary constituents and are regulated by the State of Texas, not the EPA. These constituents are not causes for health concern. Therefore, secondaries are not required to be reported in this document but they may greatly affect the appearance and taste of your water.

About The Following Pages

The pages that follow list all federally regulated or monitored contaminants, which have been found in your drinking water. The U.S. EPA requires water systems to test for up to 97 contaminants.

Water Quality Test Results

Definitions and Abbreviations

The following tables contain scientific terms and measures, some of which may require explanation.

Action Level Goal (ALG):

The level of a contaminant in drinking water below which there is no known or expected risk to health. ALGs allow for a margin of safety.

Action Level:

The concentration of a contaminant which, if exceeded, triggers treatment or other requirements which a water system must follow.

Level 1 Assessment:

A Level 1 assessment is a study of the water system to identify potential problems and determine (if possible) why total coliform bacteria have been found in our water system.

Level 2 Assessment:

A Level 2 assessment is a very detailed study of the water system to identify potential problems and why an E. coli MCL violation has occurred and/or why total coliform bacteria have been found in our water system on multiple occasions.

Maximum Contaminant Level Goal or MCLG:

The level on contaminant in drinking water below which there is no known or expected risk to health. MCLGs allow for a margin of safety.

Maximum Contaminant Level or MCL:

The highest level of contaminant that is allowed in drinking water. MCLs are set as close to the MCLGs as feasible using the best available treatment technology.

Maximum residual disinfectant level goal or MRDLG:

The level of a drinking water disinfectant below which there is no known or expected risk to health. MRDLGs do not reflect the benefits of the use of disinfectants to control microbial contaminants.

Maximum residual disinfectant level or MRDL:

The highest level of a disinfectant allowed in drinking water. There is convincing evidence that addition of a disinfectant is necessary for control of microbial contaminants.

Avg:

Regulatory compliance with some MCLs are based on running annual average of monthly samples.

ppm:

Milligrams per liter or parts per million – or one ounce in 7,350 gallons of water.

ppb:

Micrograms per liter or parts per billion – or one ounce in 7,350,000 gallons of water.

na:

Not applicable.

Definitions:

The following tables contain scientific terms and measures, some of which may require explanation.

TCR:

Total coliform rule

MFL

Million fibers per liter (a measure of asbestos)

mrem:

millirems per year (a measure of radiation absorbed by the body)

NTU:

Nephelometric turbidity units (a measure of turbidity)

pCi/L:

picocuries per liter (a measure of radioactivity)

ppb:

micrograms per liter or parts per billion-or one ounce in 7,350,000 gallons of water.

ppm:

milligrams per liter or parts per million-or one ounce in 7,350 gallons of water.

ppq:

parts per quadrillion, or pictograms per liter (pg/L)

ppt:

parts per trillion, or nanograms per liter (ng/L)

Treatment Technique or TT:

A required process intended to reduce the level of a contaminant in drinking water.

Regulated Contaminants Detected

Lead and Copper

Lead and Copper	Date Sampled	MCLG	Action Level (AL)	90 th Percentile	# Sites Over AL	Units	Violation	Likely Source of Contamination
Copper	8/30/2019	1.3	1.3	0.132	0	ppm	N	Erosion of natural deposits; Leaching from wood preservatives; Corrosion of household plumbing systems
Lead	8/23/15	0	15	0.34	0	ppb	No	Corrosion of household plumbing systems; Erosion of natural deposits

Regulated Contaminants

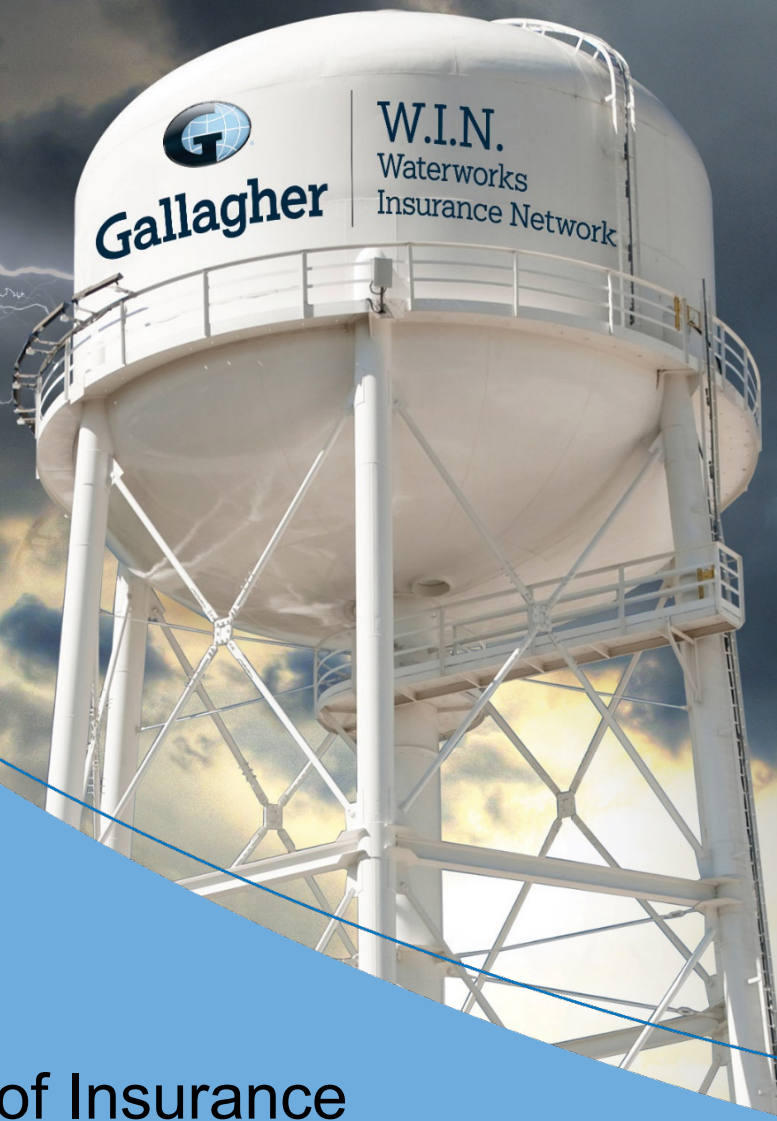
Inorganic Contaminants	Collection Date	Highest Level Detected	Range of Levels Detected	MCLG	MCL	Units	Violation	Likely Source of Contamination
Arsenic	2020	3	3 - 3	0	10	ppb	N	Erosion of natural deposits; Runoff from orchards; Runoff from glass and electronics production wastes.
Barium	2020	0.332	0.332 – 0.332	2	2	ppm	N	Discharge of drilling wastes; Discharge from metal refineries; Erosion of natural deposits.
Fluoride	2020	0.2	0.11 – 0.2	4	4.0	ppm	N	Erosion of natural deposits; Water additive which promotes strong teeth; Discharge from fertilizer and aluminum

Radioactive Contaminants	Collection Date	Highest Level Detected	Range of Levels Detected	MCLG	MCL	Units	Violation	Likely Source of Contamination
Combined Radium 226/228	12/5/16	1.5	1.5 – 1.5	0	5	pCi/L	N	Erosion of natural deposits.

Synthetic organic contaminants including pesticides and herbicides	Collection Date	Highest Level Detected	Range of Levels Detected	MCLG	MCL	Units	Violation	Likely Source of Contamination
Di (2-ethylhexyl) phthalate	2020	1	0 – 0.74	0	6	ppb	No	Discharge from rubber and chemical factories

Disinfectant Residual

Disinfectant	Year	Average Level	Range of Levels Detected	MRDL	MRDLG	Unit of Measure	Violation (Y/N)	Likely Source of Contamination
Chlorine (Free)	2020	1.85	1.0-2.3	1.0	2.4	ppm	N	Water additive used to control microbes.



Proposal of Insurance

HARRIS COUNTY MUD 109

C/O NORTON ROSE FULLBRIGHT US LLP
1301 MCKINNEY STE 5100
HOUSTON, TX 77010

PRESENTED: APRIL 14, 2021

EFFECTIVE: 05/22/2021 TO 05/22/2022

THE FOLLOWING PROPOSAL IS PRESENTED BY:

Kim Courte, CPCU
Area Vice President | W.I.N. Program Director
Arthur J. Gallagher Risk Management Services, Inc.
1900 West Loop South, Suite 1600
Houston, TX 77027
kim_courte@ajg.com
713.935.8805 | Cell: 281.772.1611
Toll Free: 800.222.9044
Fax: 713.358.5795
ajg.com

© 2020 Arthur J. Gallagher & Co. All rights reserved.

Exhibit J



Insurance | Risk Management | Consulting
© 2021 Arthur J. Gallagher & Co.

Table of Contents

SECTION

Named Insured Schedule and Your W.I.N. Team	3
Premium & Insurance Summary	4
- <i>Optional</i> - Coverages & Limits for Consideration	6
Property Schedule	7
Package Policy - Equipment Breakdown aka Boiler & Machinery.....	8
Package Policy - Property.....	9
Package Policy - General Liability & Hired Non-Owned Auto Liability Coverage.....	10
Package Policy - Pollution Liability	11
Package Policy - Pollution Clean Up and Remediation	12
Excess Liability Policy	13
Directors & Officers Liability Policy	14
Crime Policy	17
Directors Position Bond	18
Tax Assessor/Collector Bond.....	19
Peace Officer Bond	20
Workers' Compensation Policy	21
Business Travel Accident Policy	22
- <i>Optional</i> - Cyber Liability and Security Breach Response Policy	23
Proposal Acceptance and Client Authorization To Bind Coverage	25
Documents Required To Bind Coverage	26
Guide to A.M. Best Ratings.....	29
Proposal Disclosures	30
Claims Reporting	32
Appendix	33
Gallagher at a Glance	33

Named Insured Schedule and Your W.I.N. Team

Named Insured Schedule:

HARRIS COUNTY MUD 109

Your W.I.N. Team:

Providing excellent service is the primary objective of Gallagher. Please call any member of the service team for assistance.

Michelle Herrera
Client Service Manager
michelle_herrera@ajg.com
713.275.1506

Julie Collette
Client Service Manager
julie_collette@ajg.com
713.243.2182

Jessica Salias
Client Services Manager
jessica_salias@ajg.com
713.358.5928

Nadine Bitner
Client Service Manager
nadine_bitner@ajg.com
713.243.2171

Lauren Peyton
Client Service Associate
lauren_peyton@ajg.com
713.243.2170

Kim Courte, CPCU
Area Vice President
W.I.N. Program Director
kim_courte@ajg.com
713.935.8805 | Cell: 281.772.1611

Sharon Patin
Area Vice President of Operations
Client Service Director
sharon_patin@ajg.com
713.358.5794

Premium & Insurance Summary

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Gallagher is responsible for the placement of the following lines of coverage:

Line of Business- District without WWTP Physical Damage Coverage	Premium
Property, Flood and Extra Expense for District without WWTP which is 18% of schedule (11,105,000/61,805,000) 18% of \$58,737	\$ 10,553
Equipment Breakdown (B&M) (cost without WWTP) 18% of \$25,533	\$ 4,588
General Liability, Pollution, Pollution Cleanup & Remediation, Law Enforcement Liability and Hired- Non Owned Auto	\$ 4,838
Excess Liability -\$4m bringing the total liability coverage to 5mil including auto and pollution and law enforcement liability	\$ 2,020
Directors & Officers Liability	\$ 4,500
Crime Employee and Consultant	\$ 341
Directors Position Bond	\$ 150
Tax Assessor/Collector Bond (T.Spencer) - Gallagher will bill TAC directly Premium \$100	\$ 0
Peace Officer Bond (up to 20 officers)	\$ 100
Workers' Compensation	\$ 400
Business Travel Accident	\$ 300
Agent Fee	\$ 678
Sub-Total	\$ 28,468

Line of Business- WWTP Physical Damage Coverage Only	Premium
WWTP physical damage coverage which includes Property, Flood and Extra Expense which 82% of schedule values (50,700,000/61,805,000) X\$58,737	\$ 48,184
Equipment Breakdown (B&M) (cost for WWTP) 82% of \$25,533	\$ 20,945
Agent Fee	\$ 2,211
Sub-Total This is the total sharing amount for all participating districts	\$ 71,340
Grand Total (District plus WWTP)	\$ 99,808

Expiring Premium: \$92,444.

Thank you for your business and we look forward to continuing to provide you with the best insurance program in Texas.

*****Please sign on Proposal Acceptance Page and Provide Documents Required to Bind Coverage***

Any entity not named in this proposal, may not be an insured entity. This may include affiliates, subsidiaries, LLC's, partnerships and joint ventures.

It is understood that any other type of exposure/coverage is either self-insured or placed by another brokerage firm other than Gallagher. If you need help in placing other lines of coverage or covering other types of exposures, please contact your Gallagher representative.

Claim Summary

DOL	Claim No.	Loss	Amount Paid	Status
03/08/10	TXSP210040189	Voltage Surge caused damage to equipment	Water plant 2	\$37,062.00
09/08/11	TNT-0093717	Large Bar Screen	WWTP	\$42,430.00
10/19/11	TNT-0094516	Gail Appling. Charged water line caused electric shock	Liability	\$2,676.97
01/26/12	TNT-0098718	Patricia Menard stepped on meter box & injured ankle	Liability	\$2,073.77
11/04/13	2172-2172-4066	Lift Pump #3 at WWTP onsite LS	WWTP	\$13,678.73
05/13/14	2172-4030-BM-01	WP#2- main breaker tripped	Water plant 2	\$7,500.00
05/14/14	2172-4080-BM-01	Grinder of LS failed	WWTP	\$30,895.00
09/13/14	2172-4275-GD-01	Sewer Backup- Kiersten Woodward	liability	\$924.76
04/23/15	2172-4621-BM-01	Aeration Blower #4	WWTP	\$0
08/17/15	2172-4794-BM-01	Belt Press at WWTP	WWTP	\$26,672.60
08/31/16	2172-5235-GD-01	Sewer Backup-Irma Alfaro		\$894.88
01/19/17	2172-005446-BM-01	WWTP-Lift Station	WWTP	\$6,430
8/25/17	12 005446-BM-01	Hurricane Harvey	Generator	13,750.00
12/22/17	13 005957-BM-01	WP Motor Burnt	Water Plant	\$3,180
Total			\$188,168.71	
WWTP Only			\$124,181.21	

-Optional- Coverages & Limits for Consideration

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Coverage Options

Cyber Liability	Premium	Sign for Acceptance
\$1,000,000 Limit	\$ 3,116	
\$2,000,000 Limit	\$ 4,022	

Mobile Equipment - Leased/Rented Equipment Coverage	Premium	Sign for Acceptance
\$75,000 Limit, \$500 Deductible	\$ 300	

Higher limits are available upon request for each coverage

These are **Premium Indications only** and are subject to a formal quote provided by carrier.

Change Limits Request

* Denotes Current Limit Purchased

Total Liability Limits Include: General Liability, Pollution and Hired and Non-Owned Auto when Excess Purchased (Primary + Excess)	Excess Limit	Premium	Sign for Changes Only
\$1,000,000 Occurrence, \$3,000,000 Aggregate	\$ 0	\$ Included	
\$2,000,000 Occurrence = \$1,000,000 Primary + Excess	\$ 1,000,000	\$ 505	
\$3,000,000 Occurrence = \$1,000,000 Primary + Excess	\$ 2,000,000	\$ 1,010	
\$4,000,000 Occurrence = \$1,000,000 Primary + Excess	\$ 3,000,000	\$ 1,515	
\$5,000,000 Occurrence = \$1,000,000 Primary + Excess	\$ 4,000,000	\$ 2,020	*
\$6,000,000 Occurrence = \$1,000,000 Primary + Excess	\$ 5,000,000	\$ 2,525	

Directors & Officers Limits	Premium	Optional Quotes Available Upon Request and Receipt of Audited Financials. Changes will require a Signed Warranty letter.
\$5,000,000 Limit	\$ 4,500	*

Business Travel Accident	Premium	Sign for Acceptance
\$250,000 Limit	\$ 300	*
\$500,000 Limit	\$ 500	

Crime Limits	Premium	Sign for Changes Only
\$10,000 Limit	\$ 120	
\$50,000 Limit	\$ 221	
\$100,000 Limit	\$ 341	*
\$250,000 Limit	\$ 471	
\$500,000 Limit	\$ 567	

Higher limits are available upon request for each coverage

These are **Premium Indications only** and are subject to a formal quote provided by carrier.

Property Schedule

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

No.	Property Description for Facilities AND Detention Ponds Address with City, Zip Code & County **All locations located in Humble, TX 77346**	Longitude /Latitude	Replacement Cost Value Building & Contents Detention Ponds list insurable values such as grates, pumps fence	Year Built
1-1	Fence/WWTP – 5003 Atascocita Road	29°59'20" N 95°11'44" W	50,000,000	1980
1-2	Fence/Permanent Generator No. 1 – 5003 Atascocita Road	29°59'20" N 95°11'44" W	350,000	1980
1-3	Fence/Permanent Generator No. 2 – 5003 Atascocita Road	29°59'20" N 95°11'44" W	350,000	1980
2-1	Fence/Water Plant #2 – 20322 Burle Oak Drive (Excluding well)	30°00'59" N 95°11'32" W	1,200,000	1994
2-2	Fence/Water Well #2 – 20322 Burle Oak Drive	30°00'59" N 95°11'32" W	1,900,000	1994
2-3	Fence/ Permanent Generator – 20322 Burle Oak Drive	30°00'59" N 95°11'32" W	180,000	1994
3-1	Fence/Water Plant #1 – 5722 Forest Timbers Drive	30°00'10" N 95°11'12" W	950,000	1980
3-2	Fence/Water Well #1 - 5722 Forest Timbers Drive	30°00'10" N 95°11'12" W	1,900,000	1980
3-3	Fence/1M Gal Water Tower – 5722 Forest Timbers Drive	30°00'10" N 95°11'12" W	1,200,000	2002
3-4	Fence/15 k Hydro Tank – 5722 Forest Timbers Drive	30°00'10" N 95°11'12" W	150,000	2019
3-5	Fence/Permanent Generator – 5722 Forest Timbers Drive	30°00'10" N 95°11'12" W	500,000	
4-1	Fence/Lift Station – 19419 Timber Forest Drive	30°00'11" N 95°11'37" W	1,000,000	1997
4-2	Fence/Permanent Generator – 19419 Timber Forest Drive	30°00'11" N 95°11'37" W	300,000	1997
5-1	Fence/Lift Station – 4630 Spring Lea Drive	29°59'44" N 95°12'13" W	400,000	1984
5-2	Fence/Permanent Generator – 4630 Spring Lea Drive	29°59'44" N 95°12'13" W	80,000	1984
6-1	Fence/Lift Station – 20334 Timber Forest Drive	30°00'53" N 95°11'16" W	300,000	1999
6-2	Fence/Permanent Generator – 20334 Timber Forest Drive	30°00'53" N 95°11'16" W	60,000	1999
7-1	Fence/Lift Station – 10.5 Turtle Cove Court	30°01'11" N 95°10'48" W	250,000	1999
7-2	Fence/Permanent Generator – 10.5 Turtle Cove Court	30°01'11" N 95°10'48" W	45,000	1999
8-1	Fence/Lift Station – 18635 1/2 Artesian Way	29°59'30" N 95°12'22" W	300,000	2003
8-2	Fence/Permanent Generator – 18635 1/2 Artesian Way	29°59'30" N 95°12'22" W	45,000	2003
9-1	Fence/Lift Station – 5301 ½ Quail Trail Lane	30°00'44" N 95°11'48" W	300,000	2017
9-2	Fence/Permanent Generator – 5301 ½ Quail Trail Lane	30°00'44" N 95°11'48" W	45,000	2017
	TOTAL		61,805,000	

The proposal is based on the above information received from the engineer.

Package Policy - Equipment Breakdown aka Boiler & Machinery

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
Equipment Breakdown Aka Boiler & Machinery	<ul style="list-style-type: none"> • Sudden and Accidental Breakdown of Equipment • Mechanical Failure • Electrical Surges • Terrorism Risk Insurance Act • Replacement Cost Valuation • Repair or Replace Whichever is Less
Subject to policy terms, conditions, limitations and exclusions.	<ul style="list-style-type: none"> • Blanket Basis Coverage • Coinsurance Waived
Exclusions included but not limited to:	<ul style="list-style-type: none"> • War • Nuclear Hazard • Wear & Tear • Lightning

Limits	
Property	Per Property Schedule
Extra Expense Combined with Business Income and includes Utility Interruption	\$500,000

Deductibles	
Equipment Breakdown	\$ 10,000
Deep well pump units 50 + feet below ground level	\$ 25,000
Utility Interruption	24 Hours
Extra Expense	No Separate Deductible

Annual Premium
Included Premium Summary or Optional Coverage and Limits

Carrier
Liberty Mutual Fire Insurance Company, A.M. Best Rating: A XV Admitted

Package Policy - Property

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
Real & Personal Property Subject to policy terms, conditions, limitations and exclusions.	<ul style="list-style-type: none"> • Special Form • Terrorism Risk Insurance Act • Replacement Cost Valuation Repair or Replace Whichever is Less • Blanket Basis Coverage • Coinsurance Waived
Exclusions included but not limited to:	<ul style="list-style-type: none"> • War • Nuclear Hazard • Governmental Action (seizure or destruction) unless to prevent spread of Fire

Limits	
Real & Personal Property	Per Property Schedule
Flood	\$ 3,000,000
Earthquake and Earth Movement	\$ 2,500,000
Extra Expense	\$ 2,000,000

Deductibles	
Property Perils, such as fire, lightning, theft vandalism, except as noted below	\$10,000
Flood	\$25,000
Earthquake and Earth Movement	\$25,000
Extra Expense	No Separate Deductible

Annual Premium
Included Premium Summary or Optional Coverage and Limits

Carrier
Pennsylvania Manufacturer's Association Insurance Company A.M. Best Rating: A XII Admitted

Package Policy - General Liability & Hired Non-Owned Auto Liability Coverage

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
General Liability Subject to policy terms, conditions, limitations and exclusions.	<ul style="list-style-type: none"> • Occurrence Policy Form • Bodily Injury and Property Damage • Liability arising from any owned property such as facilities, buildings, parks, detention ponds and lakes • Failure to Supply (no limitation requiring property damage) • Sewer Back Up • Products Contamination • Terrorism Risk Insurance Act • Punitive Damages • Duty to Defend • Host Liquor Liability • Defense Cost outside the Limit
Exclusions included but not limited to:	<ul style="list-style-type: none"> • Access or Disclosure of Confidential or Personal Information, Data-related Liability & Internet • Workers' Compensation • War • Employment Related Practices • Distribution of Material Violation of Statutes
Must Schedule: Dams, Reservoirs & Levees for Liability coverage to apply	

Limits	
\$1,000,000	Each Occurrence
\$3,000,000	General Aggregate
\$3,000,000	Products and Completed Operations Aggregate
\$1,000,000	Personal and Advertising Injury
\$1,000,000	Damage to Rented Premises (each occurrence)
\$ 10,000	Medical Payments
Included	Law Enforcement Activity Liability

Deductibles	
Per Occurrence	None

Annual Premium
Included Premium Summary or Optional Coverage and Limits

Carrier
CUMIS Insurance Society, Inc., A.M. Best Rating: A XII Admitted

Package Policy - Pollution Liability

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
Package Pollution Liability Accidental and Unintended Pollution Incident (Gradual and Sudden)	<ul style="list-style-type: none"> • Occurrence Policy Form • Bodily Injury, Property Damage, Clean Up Cost • Escape or back-up of sewage or waste-water if property damage occurs away from land you own or lease • Escape of fuels or lubricants from mobile equipment • Application of pesticides or herbicides • Potable water which you supply to others • Chemicals you use in your water or wastewater treatment • Natural gas or propane gas used in your treatment process • Heat, smoke or fumes from a hostile fire • Duty to Defend • Defense Cost Outside the Limit • Punitive Damages • Terrorism Risk Insurance Act
Subject to policy terms, conditions, limitations and exclusions.	
Exclusions included but not limited to:	<ul style="list-style-type: none"> • Fraud • Workers' Compensation • War • Employment Related Practices • Petroleum Underground Storage Tanks

Deductibles	
Per Occurrence	None

Annual Premium
Included Premium Summary or Optional Coverage and Limits

Carrier
CUMIS Insurance Society, Inc., A.M. Best Rating: A XII Admitted

Package Policy - Pollution Clean Up and Remediation

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
Pollution Clean Up & Remediation	<ul style="list-style-type: none"> • Claims Made Policy Form • Includes both Gradual and Sudden and Accident Occurrences • Onsite Events (first party coverage) • Offsite Events (third party coverage) • Insured's Facilities Line Locations are Covered • TCEQ Mandate To Take Corrective Action • Voluntary Decision to Cleanup and Remediate • Duty to Defend • Defense inside the limit • Punitive Damages • Terrorism Risk Insurance Act
Subject to policy terms, conditions, limitations and exclusions.	
Exclusions included but not limited to:	<ul style="list-style-type: none"> • Fraud • Workers' Compensation • War • Intended Damages • Underground Storage Tank
Retroactive Date	05/22/2019
Claim Definition	
<p>"Claim" means an oral or written demand received by the insured seeking to hold the insured responsible for "bodily injury", "property damage", or "cleanup costs" covered by this policy, including service of a "suit". Costs incurred by the insured because of the same, related or continuous "pollution event" pursuant to the "ASTM" Guide for Risk Based Corrective Action, if applicable, during the "policy period" and reported to us in writing during the "Policy Term: " will be deemed to be a "claim" made during the "Policy Term: "</p>	
Reporting Provision	
<p>Duties in the Event of A "Claim", "Suit" or Voluntary "Cleanup Costs"</p> <p>a. The insured shall give our representative prompt written notice, by mail or facsimile, of any "claim", "suit" or incurred of "cleanup costs". Notice must be sent to:</p> <p>CUNA Mutual Group Attn: Claims Department PO Box 1084 Madison, Wisconsin 53701</p>	
Limits	
\$1,000,000	Each Occurrence and Aggregate
Deductibles	
Per Claim	\$5,000
Annual Premium	
Included Premium Summary or Optional Coverage and Limits	
Carrier	
CUMIS Insurance Society, Inc.,	A.M. Best Rating: A XII Admitted

Excess Liability Policy

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	Limit
Excess Limits Over Underlying Policies	\$4,000,000 Per Occurrence \$4,000,000 Aggregate
Schedule of Underlying Policies	Schedule of Underlying Limits
General Liability, Pollution Liability, Hired & Non-Owned Liability, Below only if underlying coverage is purchased Law Enforcement Liability	<ul style="list-style-type: none"> \$1,000,000 Per Occurrence \$3,000,000 Aggregate \$1,000,000
Excess Coverage Subject to policy terms, conditions, limitations and exclusions.	<ul style="list-style-type: none"> Occurrence Policy Form Terrorism Risk Insurance Act Punitive Damages Duty to Defend Host Liquor Liability Defense Cost outside the Limit
Exclusions included but not limited to:	<ul style="list-style-type: none"> Exclusions in Underlying Policies Access or Disclosure of Confidential or Personal Information Directors & Officers Liability War

Deductibles	
Per Occurrence	None

Annual Premium
Included Premium Summary or Optional Coverage and Limits

Carrier
CUMIS Insurance Society, Inc., A.M. Best Rating: A XII Admitted

Directors & Officers Liability Policy

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
<p>Directors & Officers Liability</p> <p>Subject to policy terms, conditions, limitations and exclusions.</p>	<ul style="list-style-type: none"> • Claims Made Policy Form • Wrongful Act, Error or Omission • Defense for alleged breach of contract • Coverage for directors spouse if claim seeks to recover from marital party • Punitive Damages • Duty to Defend • Defense Inside the Limit • Pay on Behalf Contract • Claims Made • Claim Trigger- May report known circumstances that may give rise to a claim • Claim includes judicial and administrative proceedings and declaratory or injunctive relief. • 60 Day Notice of Cancellation / 10 days for Non-Payment • 100% Defense paid for claims that include covered and non-covered claims. Further, Chubb will not request reimbursement. • Attorney selection from extensive expert panel or preapproved attorney. • Terrorism Risk Insurance Act
<p>Exclusions included but not limited to:</p>	<ul style="list-style-type: none"> • Bodily Injury • Property Damage • Pollution • Cyber Liability, Privacy Data Breach
<p>Retroactive Date:</p>	<p>Full Prior Acts</p>
<p>Pending/Prior Litigation Date:</p>	<p>05/22/2019Directors & Officers</p>

Limits	
<p>\$5,000,000</p> <p>In Excess of the Above Limits</p> <ul style="list-style-type: none"> • \$ 500,000 Dedicated for Executives 	<p>Per Claim and Aggregate</p> <p>D&O Enhancement(s)</p>

Retention
<p>Directors & Officers Insuring clause 1: None</p> <p>The above clause clarifies no retention for Individual applies unless the entity agrees to pay it on their behalf</p> <p>Directors & Officers Insuring clause 2: \$1,500 (Individual)</p> <p>Directors & Officers Insuring clause 3: \$1,500 (Entity)</p>

Claim Definition

When used in this Coverage Section:

Claim means:

- (1) when used in reference to the coverage provided by Insuring Clause 1 or 2:
 - (a) a written demand for monetary damages or non-monetary relief;
14-02-10191 (Ed. 32006) Page 2 of 12
 - (b) a civil proceeding commenced by the service of a complaint or similar pleading;
 - (c) a criminal proceeding commenced by the return of an indictment; or
 - (d) a formal civil administrative or civil regulatory proceeding commenced by the filing of a notice of charges or similar document, or by the entry of a formal order of investigation or similar document, against an **Insured Person** for a **Wrongful Act**, including any appeal therefrom; or
- (2) when used in reference to the coverage provided by Insuring Clause 3:
 - (a) a written demand for monetary damages or non-monetary relief;
 - (b) a civil proceeding commenced by the service of a complaint or similar pleading;
 - (c) a criminal proceeding commenced by the return of an indictment; or
 - (d) a formal civil administrative or civil regulatory proceeding commenced by the filing of a notice of charges or similar document, or by the entry of a formal order of investigation or similar document, but only while such proceeding is also pending against an **Insured Person**, against an **Organization** for a **Wrongful Act**, including any appeal therefrom.

Except as may otherwise be provided in Subsection 8(e) of this Coverage Section, or Subsection 4 or Subsection 6(b) of the General Terms and Conditions, a **Claim** will be deemed to have first been made when such **Claim** is commenced as set forth in this definition (or, in the case of a written demand, when such demand is first received **by an Insured**).

Reporting Provision

6. (a) The **Insureds** shall, as a condition precedent to exercising any right to coverage under any **Liability Coverage Section**, give to the Company written notice of any **Claim** as soon as practicable, but:
 - (i) if such **Liability Coverage Section** expires (or is otherwise terminated) without being renewed and if no Extended Reporting Period is purchased with respect to such **Liability Coverage Section**, no later than the sixtieth (60th) day after the Policy Term date of expiration or termination; or
 - (ii) if an Extended Reporting Period is purchased with respect to such **Liability Coverage Section**, no later than the last day of the Extended Reporting Period.
- (b) Solely with respect to the Directors & Officers Liability and Entity Liability Coverage Section and the Fiduciary Liability Coverage Section, if:
 - (i) an Insured becomes aware of circumstances during the Policy Period which could give rise to a Claim and gives written notice of such circumstances to the Company as soon as practicable during the Policy Period, or
 - (ii) an Insured receives during the Policy Period a written request to toll or waive a statute of limitations applicable to Wrongful Acts committed, attempted, or allegedly committed or attempted before or during the Policy Period and gives written notice of such request and of such alleged Wrongful Acts to the Company as soon as practicable during the Policy Period,

then any Claim subsequently arising from such circumstances referred to in (i) above, or from the Wrongful Acts referred to in (ii) above shall be deemed to have been first made against the Insured during the Policy Year in which the written notice described in (i) or (ii) above was first given by an Insured to the Company, provided any such subsequent Claim is reported to the Company as set forth in Subsection 6(a) above. With respect to any such subsequent Claim, no coverage under the Directors & Officers Liability and Entity Liability Coverage Section or the Fiduciary Liability Coverage Section shall apply to loss incurred prior to the date such subsequent Claim is actually made.

(c) Solely with respect to the Employment Practices Liability Coverage Section, if during the Policy Period any Insured:

- (i) becomes aware of a Potential Employment Claim or Potential Third Party Claim and gives written notice of such Potential Employment Claim or Potential Third Party Claim to the Company as soon as practicable during the Policy Period; and
- (ii) requests coverage under the Employment Practices Liability Coverage Section for any Employment Claim or Third Party Claim subsequently resulting from such Potential Employment Claim or Potential Third Party Claim;

then any Employment Claim or Third Party Claim subsequently arising from such Potential Employment Claim or Potential Third Party Claim referred to in (i) above shall be deemed to have been first made against the Insured during the Policy Year in which the written notice described in (i) and (ii) above was first given by an Insured to the Company, provided any such subsequent Employment Claim or Third Party Claim is reported to the Company as set forth in Subsection 6(a) above. With respect to any such Employment Claim or Third Party Claim, no coverage under the Employment Practices Liability Coverage Section shall apply to loss incurred prior to the date such subsequent Employment Claim or Third Party Claim is actually made.

(d) Solely with respect to any Non-Liability Coverage Section, the Insureds shall give notice of a Coverage Event in accordance with the applicable Proof of Loss and Legal Proceedings Subsection of such Coverage Section.

(e) The Insureds shall, as a condition precedent to exercising any right to coverage under this Policy, give to the Company such information, assistance, and cooperation as the Company may reasonably require, and shall include in any notice under Subsection 6(a), (b) or (c) above a description of the Claim, Potential Employment Claim, Potential Third Party Claim or circumstances, the nature of any alleged Wrongful Acts, the nature of the alleged or potential damage, the names of all actual or potential claimants, the names of all actual or potential defendants, and the manner in which such Insured first became aware of the Claim, Potential Employment Claim, Potential Third Party Claim or circumstances.

Annual Premium

Included Premium Summary or Optional Coverage and Limits

Carrier

Federal Insurance Company, A.M. Best Rating: A++XV Admitted

Crime Policy

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
<p>Crime</p> <p>Subject to policy terms, conditions, limitations and exclusions.</p>	<ul style="list-style-type: none"> • Protection for loss caused to named insured through failure of any employee/consultant to perform faithfully their duties or to account properly for all monies and property received by virtue of their position or employment. • Any Limit purchased applies per employee/consultant up to \$100,000. • Any limit purchased \$100,000 and over is provided on a per losses basis rather than each basis. • Terrorism Risk Insurance Act
<p>Exclusions included by not limited to:</p>	<ul style="list-style-type: none"> • Governmental Action of Seizure or Destruction • Accounting or Arithmetical Errors or Omissions • Inventory Shortages
<p>Loss Caused by</p> <p>Loss Caused by Consultants for Insured</p>	<ul style="list-style-type: none"> • Direct Employees • Attorney • Operator • Bookkeeper • Engineer • Delinquent Tax Attorney

Deductible	
Per Occurrence	None

Annual Premium and Limits
Included Premium Summary or Optional Coverage and Limits

Carrier
The Ohio Casualty Insurance Company, a Liberty Mutual Company A.M. Best Rating: A XV Admitted

Directors Position Bond

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
Directors Position Bond Subject to bond terms, conditions, limitations and exclusions.	<ul style="list-style-type: none">• Provides coverage for loss caused to the District through the failure of Directors to perform faithfully their duties or to account properly for all monies and property received by virtue of their position as Director• Terrorism Risk Insurance Act• Continuous until cancelled
Exclusions included but not limited to:	<ul style="list-style-type: none">• Loss occurring prior to date of bond issued

Limits	
\$10,000	Each Director (5)
\$50,000	General Aggregate

Deductibles	
Per Occurrence	None

Annual Premium
Included Premium Summary or Optional Coverage and Limits

Carrier
The Ohio Casualty Insurance Company, a Liberty Mutual Company A.M. Best Rating: A XV Admitted

Tax Assessor/Collector Bond

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Coverage	
Tax Assessor Collector Bond Subject to bond terms, conditions, limitations and exclusions.	<ul style="list-style-type: none">• Covers the faithful performance and discharge of all the duties required by law as the Tax Assessor/ Collector and to pay over to the depository of the District all funds or other things of value coming into his hands as Tax Assessors/Collectors.• Terrorism Risk Insurance Act• Continuous until cancelled
Exclusions included but not limited to:	<ul style="list-style-type: none">• Loss occurring prior to date of bond issued

Deductibles	
Per Occurrence	None

Annual Premium & Limits
Included Premium Summary or Optional Coverage and Limits

Carrier
The Ohio Casualty Insurance Company, a Liberty Mutual Company A.M. Best Rating: A XV Admitted

Peace Officer Bond

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
Peace Officer Bond	<ul style="list-style-type: none">Provides coverage for the faithful performance and discharge of all the duties required by law for Peace Officer.
Subject to bond terms, conditions, limitations and exclusions.	<ul style="list-style-type: none">Terrorism Risk Insurance ActContinuous until cancelled
Exclusions included but not limited to:	<ul style="list-style-type: none">Loss occurring prior to date of bond issued

Limits	
\$ 1,000	Each Officer (up to 20 officers)
\$20,000	General Aggregate

Deductibles	
Per Occurrence	None

Annual Premium & Limits
Included Premium Summary or Optional Coverage and Limits

Carrier
The Ohio Casualty Insurance Company, a Liberty Mutual Company A.M. Best Rating: A XV Admitted

Workers' Compensation Policy

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
Workers' Compensation (Part One) And Employers Liability (Part Two)	<ul style="list-style-type: none"> • Bodily Injury to Employees • Terrorism • Duty to Defend • Defense Cost outside the Limit • Covered State Texas Only • Include Owner/Officers • Out of Network
Subject to policy terms, conditions, limitations and exclusions.	
Exclusions included but not limited to:	<ul style="list-style-type: none"> • Voluntary Compensation • USL&H • Federal Employers Liability Act (Jones Act)
Audit	<ul style="list-style-type: none"> • Auditable
Subject to Audit	<ul style="list-style-type: none"> • At Expiration
Minimum Premium	<ul style="list-style-type: none"> • \$250

Limits	
Statutory	Part One - Workers' Compensation
\$1,000,000	Part Two - Employers' Liability Each Accident
\$1,000,000	Part Two - Employers' Liability Disease-Policy Limit
\$1,000,000	Part Two - Employers' Liability Disease-Each Employee

Exposure Description	Code	Payroll
Clerical/Directors	8810	\$39,107
Water	7520	\$ If Any

Deductibles	
Per Occurrence	None

Annual Premium
Included Premium Summary or Optional Coverage and Limits

Carrier
Texas Mutual Insurance Company: A.M. Best Rating: A XV Admitted

Business Travel Accident Policy

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
Business Travel Accident Subject to policy terms, conditions, limitations and exclusions.	<ul style="list-style-type: none"> • Provides 24 Hour Coverage while traveling on District Business Trips for Accidental Death & Dismemberment. • Paralysis Benefit • Rehabilitation Benefit • Seatbelt & Occupant Protection Device Benefit • Psychological Therapy • Rehabilitation Benefit • Adaptive Home and Vehicle Benefit • Terrorism
Exclusions included but not limited to:	<ul style="list-style-type: none"> • Acrobatics or Stunt Flying • Racing • Crop Dusting

Limits	
\$250,000	Director(s)
\$ 50,000	Spouse
\$ 25,000	Children

Annual Premium
Included Premium Summary or Optional Coverage and Limits

Carrier
Federal Insurance Company, A.M. Best Rating: A++XV Admitted

-Optional- Cyber Liability and Security Breach Response Policy

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

Description	
Cyber Security Liability Security Brach Response and First Party Coverage Subject to policy terms, conditions, limitations and exclusions.	<ul style="list-style-type: none"> • Claims Made Policy Form • Duty to Defend • Defense Inside the Limit • Punitive Damages • Electronic Terrorism
Exclusions included but not limited to:	<ul style="list-style-type: none"> • Mold, Mildew or Fungi • Act of God • Pollutants
Retroactive Date	Full Prior Acts
Policy Retention	\$2,500 8 Hour waiting period for Business Income and Digital Asset Restoration
Optional Extended Reporting Period	Premium 100% One Year Length (12Months)
Policy Limit	\$1,000,000 Limit and Aggregate Optional Limits Available

Coverage Type	
Policy Aggregate Limit of Liability	Full Limit and Aggregate
Privacy Liability Including Employee Privacy	
Privacy Regulatory Claims Coverage (Where insurance by law)	
Security Liability	
Multimedia Liability	
PCI DSS Assessment	
Electronic Fraud- Telephone Hacking	\$100,000
Funds Transfer Fraud	\$100,000
Security Breach Response Coverage	
Legal Advisory	Full Limit and Aggregate
Forensics Investigations	
Public Relations	
Notification Services	
Credit Monitoring	
First Party Coverage	
Cyber Extortion	Full Limit and Aggregate
Business Income and Digital Asset Restoration	

Annual Premium & Limits
Included Premium Summary or Optional Coverage and Limits

Carrier

BCS Insurance Company A- XVIII, Admitted
(parent company BCS Financial-BlueCross BlueShield)

Claim Definition

Claim means:

1. A written demand received by "You" for money or services, including the service of a civil suit or institution of arbitration proceedings;
2. Initiation of a civil suit against "You" seeking injunctive relief (meaning a temporary restraining order or a preliminary or permanent injunction);
3. Solely with respect to Coverage B., a "Regulatory Claim" made against "You";
4. A "PCI DSS Assessment"; or
5. Solely with respect to Coverage F., a "Cyber Extortion Threat" made against "You".

Multiple "Claims" arising from the same or a series of related or repeated acts, errors, or omissions or from any continuing acts, errors, or omissions shall be considered a single "Claim" for the purposes of this Policy, irrespective of the number of claimants or "You" involved in the "Claim". All such "Claims" shall be deemed to have been made at the time of the first such "Claim" was made or deemed made under Section IX.A.

Proposal Acceptance and Client Authorization To Bind Coverage

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

After careful consideration of Gallagher's proposal effective 05/22/2021 TO 05/22/2022 we accept the following coverages(s). Please check the desired coverages(s).

		Line of Coverage	Carrier
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	District Property, Flood, Extra Expense	Old Republic (Pennsylvania Manufacturer's Association Insurance Company)
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	WWTP Property, Flood, Extra Expense	Old Republic (Pennsylvania Manufacturer's Association Insurance Company)
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	District B&M	Liberty Mutual
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	WWTP B&M	Liberty Mutual
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	General Liability, Law Enforcement Liability, Hired Non-Owned Auto, Pollution and Pollution Remediation	CUMIS Insurance Society, Inc.,
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	Excess Liability	CUMIS Insurance Society, Inc.,
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	Directors & Officers Liability	Federal Insurance Company
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	Crime	The Ohio Casualty Insurance Company
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	Directors Bond	The Ohio Casualty Insurance Company
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	Tax Collector Bond	The Ohio Casualty Insurance Company
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	Peace Officer Bond	The Ohio Casualty Insurance Company
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	Worker's Compensation	Texas Mutual Insurance Company
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	Business Travel Accident	The Ohio Casualty Insurance Company
<input type="checkbox"/> Accept	<input checked="" type="checkbox"/> Reject	Cyber Security Liability	BCS Insurance Company
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	Fee	Gallagher Broker Fee
<input type="checkbox"/> Accept	<input type="checkbox"/> Reject		Add Any Options from pages 5 or 6 selected

TRIA/Terrorism Insurance		Line of Coverage	Carrier
<input checked="" type="checkbox"/> Accept	<input type="checkbox"/> Reject	Bind TRIA Terrorism Coverage Act as quoted	All Carriers

Provide Quotations or Additional Information on the Following Coverage Considerations:

		Line of Coverage	Carrier
<input type="checkbox"/> Yes	<input type="checkbox"/> No		

The above coverage may not necessarily represent the entirety of available insurance products. If you are interested in pursuing additional coverages other than those addressed in the coverage considerations included in this proposal, please list below:

Fee Agreement: In addition to commission received by Gallagher for the policy term reflected herein, effective 05/22/2021, Gallagher will receive a fee of \$2889 for: Harris County MUD 109

We confirm the values, schedules, and other data contained in the proposal are from our records and acknowledge it is our responsibility to see that they are maintained accurately. If no updates were provided to Gallagher, the values, exposures and operations used were based on the expiring policies.

Gallagher's liability to Client arising from any acts or omissions of Gallagher shall not exceed \$20 million in the aggregate. Gallagher shall only be liable for actual damages incurred by Client, and shall not be liable for any indirect, consequential or punitive damages or attorneys' fees. No claim or cause of action, regardless of form (tort, contract, statutory, or otherwise), arising out of, relating to or in any way connected with this Agreement or any Services provided hereunder may be brought by either party any later than two (2) years after the accrual of such claim or cause of action.

Gallagher has established security controls to protect Client confidential information from unauthorized use or disclosure. For additional information, please review Gallagher's Privacy Policy located at <https://www.ajg.com/privacy-policy/>.

I have read, understand and agree that the above-information is correct and has been disclosed to us prior to authorizing Gallagher to bind coverage and/or provide services to us.

SIGN HERE By: _____
Signature Specify: owner, partner or corporate officer
HARRIS COUNTY MUD 109

Print Name Date

Documents Required To Bind Coverage

HARRIS COUNTY MUD 109

Effective: 05/22/2021 TO 05/22/2022

In order to bind coverages, please provide the following documents

- Complete set of Signed Proposal including Acceptance and Client Authorization to Bind (Previous Page)

CLIENT SERVICES AGREEMENT - EXHIBIT A

EFFECTIVE: 05/22/2021 TO 05/22/2022

The following outlines services provided by Gallagher over the term of this Agreement:

- Use its best efforts to secure the following lines of insurance coverage on Client's behalf:

Line of Business- District without WWTP Physical Damage Coverage
Property, Flood and Extra Expense for District without WWTP which is 18% of schedule (11,105,000/61,805,000) 18% of \$58,737
Equipment Breakdown (B&M) (cost without WWTP) 18% of \$25,533
General Liability, Pollution, Pollution Cleanup & Remediation, Law Enforcement Liability and Hired- Non Owned Auto
Excess Liability -\$4m bringing the total liability coverage to 5mil including auto and pollution and law enforcement liability
Directors & Officers Liability
Crime Employee and Consultant
Directors Position Bond
Tax Assessor/Collector Bond (T.Spencer) - Gallagher will bill TAC directly Premium \$100
Peace Officer Bond (up to 20 officers)
Workers' Compensation
Business Travel Accident
Agent Fee

Line of Business- WWTP Physical Damage Coverage Only
WWTP physical damage coverage which includes Property, Flood and Extra Expense which 82% of schedule values (50,700,000/61,805,000) X\$58,737
Equipment Breakdown (B&M) (cost for WWTP) 82% of \$25,533
Agent Fee

- Request change endorsements, when requested by the client or when otherwise necessary, ensuring accuracy and delivery in a timely manner.
- Administration of insurance program, including policy review and issuance, invoicing, coordination and/or issuance of required documentation, i.e., automobile identification cards, certificates of insurance, and other program administration, as required by the client.
- Review accounting and billing data received from insurance markets on client's behalf to ensure accuracy.

CLIENT SERVICES AGREEMENT - EXHIBIT B

COMPENSATION RECEIVED BY GALLAGHER

To the best of Gallagher's knowledge at the time of this Agreement, the following is a complete listing of fees to be paid by client to Gallagher under this Agreement.

- Broker fee in the amount of \$2889 on policies written as part of the services set forth in Exhibit A.

CLIENT SERVICES AGREEMENT - EXHIBIT C

COMPENSATION RECEIVED BY GALLAGHER FROM INSURERS AND OTHER THIRD PARTIES

To the best of Gallagher's knowledge at the time of this Agreement, the following is a complete listing of monies received by Gallagher from insurers and other third parties as a result of the services to be performed under this Agreement on Exhibit A.

- Commission to be received from insurers for the placement of Coverages as outlined below.

Coverage(s)	Carrier Name(s)	Wholesaler, MGA, or Intermediary Name 1	Estimated Annual Premium 2	Comm. % or Fee 3	Gallagher U.S. Owned Wholesaler, MGA, or Intermediary %
Real & Personal Property, Flood & Earthquake	Old Republic Insurance Company	McKee Risk Mgt.	\$ 58737	15%	N/A
Hire-Non-Owned Auto	Old Republic Insurance Company	McKee Risk Mgt.	\$ 100	15%	N/A
General Liability, Law Enforcement Liability, Pollution and Policy Fee	CUMIS Insurance Society, Inc.,	McKee Risk Mgt.	\$ 4738	15%	N/A
Excess Liability	CUMIS Insurance Society, Inc.,	McKee Risk Mgt.	\$ 2020	15%	N/A
Directors & Officers	Federal Insurance Company	N/A	\$ 4500	15%	N/A
Crime	The Ohio Casualty Insurance Company	N/A	\$ 341	20%	N/A
Directors Position Bond	The Ohio Casualty Insurance Company	N/A	\$ 150	30%	N/A
Tax Assessor/Collector Bond	Liberty Mutual Insurance Company	N/A	\$ 100	30%	N/A
Workers' Compensation	Liberty Mutual Insurance Company	N/A	\$ 400	10%	N/A
Business Travel Accident	Texas Mutual	N/A	\$ 300	25%	N/A
Equipment Breakdown	Federal Insurance Company	RPS	\$ 25533	30%	10%
	Liberty Mutual				

1. We were able to obtain more advantageous terms and conditions for you through an intermediary/ wholesaler.
2. If the premium is shown as an indication: The premium indicated is an estimate provided by the market. The actual premium and acceptance of the coverage requested will be determined by the market after a thorough review of the completed application.

* A verbal quotation was received from this carrier. We are awaiting a quotation in writing.

3. The commission rate is a percentage of annual premium excluding taxes & fees.

Guide to A.M. Best Ratings

W.I.N. PROGRAM CARRIER RATINGS AND ADMITTED STATUS

Proposed Insurance Companies	A.M. Best's Rating & Financial Size Category*	Admitted/Non-Admitted**
Allied World Specialty	A XV	Admitted
Chubb/Federal Insurance Company	A++ XV	Admitted
The Ohio Casualty Insurance Company	A XV	Admitted
Texas Mutual	A XV	Admitted
Hartford Life and Accident Insurance Company	A XV	Admitted
BCS Insurance Co.	A- VIII	Admitted
CUMIS Insurance Society, Inc.,	A XII	Admitted
Hartford Casualty Insurance Company	A+XV	Admitted
Hartford Fire Insurance Company	A+XV	Admitted
Great American Insurance Co.	A+XV	Admitted
Old Republic Insurance Company	A+XV	Admitted

*Gallagher companies use A.M. Best rated insurers and the rating listed above was verified on the date the proposal document was created.

Best's Credit Ratings™ reproduced herein appear under license from A.M. Best and do not constitute, either expressly or impliedly, an endorsement of Gallagher's service or its recommendations. A.M. Best is not responsible for transcription errors made in presenting Best's Credit Ratings™. Best's Credit Ratings™ are proprietary and may not be reproduced or distributed without the express written permission of A.M. Best.

A Best's Financial Strength Rating is an independent opinion of an insurer's financial strength and ability to meet its ongoing insurance policy and contract obligations. It is not a warranty of a company's financial strength and ability to meet its obligations to policyholders. Best's Credit Ratings™ are under continuous review and subject to change and/or affirmation. For the latest Best's Credit Ratings™ and Guide to Best's Credit Ratings, visit the A.M. Best website at <http://www.ambest.com/ratings>.

**If coverage placed with a non-admitted carrier, it is doing business in the state as a surplus lines or non-admitted carrier, and is neither subject to the same regulations as an admitted carrier nor do they participate in any state insurance guarantee fund.

Gallagher companies make no representations and warranties concerning the solvency of any carrier, nor does it make any representation or warranty concerning the rating of the carrier which may change

Proposal Disclosures

PROPOSAL DISCLAIMER

IMPORTANT: The proposal and/or any executive summaries outline certain terms and conditions of the insurance proposed by the insurers, based on the information provided by your company. The insurance policies themselves must be read to fully understand the terms, coverages, exclusions, limitations and/or conditions of the actual policy contract of insurance. Policy forms will be made available upon request. We make no warranties with respect to policy limits or coverage considerations of the carrier.

NAMED INSURED DISCLAIMER

Note: Any entity not named in this proposal, may not be an insured entity. This may include affiliates, subsidiaries, LLC's, partnerships and joint ventures.

COMPENSATION DISCLOSURE

1. Gallagher Companies are primarily compensated from the usual and customary commissions, fees or, where permitted, a combination of both, for brokerage and servicing of insurance policies, annuity contracts, guarantee contracts and surety bonds (collectively "insurance coverages") handled for a client's account, which may vary based on market conditions and the insurance product placed for the client.
2. In placing, renewing, consulting on or servicing your insurance coverages, Gallagher companies may participate in contingent and supplemental commission arrangements with intermediaries and insurance companies that provide for additional compensation if certain underwriting, profitability, volume or retention goals are achieved. Such goals are typically based on the total amount of certain insurance coverages placed by Gallagher with the insurance company, not on an individual policy basis. As a result, Gallagher may be considered to have an incentive to place your insurance coverages with a particular insurance company. If you do not wish to have your commercial insurance placement included in consideration for additional compensation, contact your producer or service team for an Opt-Out form.
3. Gallagher Companies may receive investment income on fiduciary funds temporarily held by them, or from obtaining or generating premium finance quotes, unless prohibited by law.
4. Gallagher Companies may also access or have an ownership interest in other facilities, including wholesalers, reinsurance intermediaries, captive managers, underwriting managers and others that act as intermediaries for both Gallagher and other brokers in the insurance marketplace some of which may earn and retain customary brokerage commission and fees for their work.

If you have specific questions about any compensation received by Gallagher and its affiliates in relation to your insurance placements, please contact your Gallagher representative for more details.

In the event you wish to register a formal complaint regarding compensation Gallagher receives from insurers or third-parties, please contact Gallagher via e-mail at Compensation_Complaints@ajg.com or by regular mail at:

Chief Compliance Officer
Gallagher Global Brokerage
Arthur J. Gallagher & Co.
2850 West Golf Rd.
Rolling Meadows, IL 60008

TRIA/TRIPRA DISCLAIMER

If this proposal contains options to purchase TRIA/TRIPRA coverage, the proposed TRIA/TRIPRA program may not cover all terrorism losses. While the amendments to TRIA eliminated the distinction between foreign and domestic acts of terrorism, a number of lines of coverage excluded under the amendments passed in 2005 remain excluded including commercial automobile, burglary and theft insurance; surety insurance, farm owners multiple perils and professional liability (although directors and officers liability is specifically included). If such excluded coverages are required, we recommend that you consider purchasing a separate terrorism policy. Please note that a separate terrorism policy for these excluded coverages may be necessary to satisfy loan covenants or other contractual obligations. TRIPRA includes a \$100 billion cap on insurers' aggregate liability.

The TRIPRA program increases the amount needed in total losses by \$20 million each calendar year before the TRIPRA program responds from the 2015 trigger of \$100 million to \$200 million by the year 2020.

TRIPRA is set to expire on December 31, 2020. There is no certainty of extension, thus the coverage provided by your insurers may or may not extend beyond December 31, 2020. In the event you have loan covenants or other contractual obligations requiring that TRIA/TRIPRA be maintained throughout the duration of your policy period, we recommend that a separate "Stand Alone" terrorism policy be purchased to satisfy those obligations.

TEXAS HOUSE BILL 89 COMPLIANCE

As required by Chapter 2270, Government Code, Gallagher hereby verifies that it does not boycott Israel and will not boycott Israel through the term of the policies included in this proposal. For purposes of this verification, "boycott Israel" means refusing to deal with, terminating business activities with, or otherwise taking any action that is intended to penalize, inflict economic harm on, or limit commercial relations specifically with Israel, or with a person or entity doing business in Israel or in an Israeli-controlled territory, but does not include an action made for ordinary business purposes.

FOREIGN TERRORIST ORGANIZATIONS

Pursuant to Chapter 2252, Texas Government Code, Gallagher represents and certifies that, at the time of execution of this proposal neither Gallagher, nor any wholly owned subsidiary, majority-owned subsidiary, parent company or affiliate of the same (i) engages in business with Iran, Sudan, or any foreign terrorist organization as described in Chapters 806 or 807 of the Texas Government Code, or Subchapter F of Chapter 2252 of the Texas Government Code, or (ii) is a company listed by the Texas Comptroller of Public Accounts under Sections 806.051, 807.051, or 2252.153 of the Texas Government Code. The term "foreign terrorist organization" in this paragraph has the meaning assigned to such term in Section 2252.151 of the Texas Government Code.

POOL FUNDING DISCLAIMER

Gallagher does not provide actuarial services or actuarial estimates of losses. If the excess insurer or reinsurer that provides excess coverage calculates a loss fund for the pool, it is our recommendation that the pool fully fund that amount. Further, it is our recommendation that the pool contract with an appropriately certified actuary to provide recommendations for overall pool funding, surplus and reserve funds.

Claims Reporting

For Chubb D&O policy claims/notice, you may report to:

Any notice to the Company with respect to any coverage section shall designate the coverage section under which notice is being given and shall be treated as notice only under the coverage section(s) so designated. Notice to the company of a claim, potential employment claim or potential third party claim or of circumstances, which could give rise to a claim under any liability coverage section, or of a coverage event under any non-liability coverage section, shall be given in writing addressed to:

Attn: Claims Department
Chubb Group of Insurance Companies
15 Mountain View Road
Warren, New Jersey 07059

All other notices to the company shall be given in writing addressed to:

Attn: Chubb Specialty Insurance Underwriting
Chubb Group of Insurance Companies
15 Mountain View Road
Warren, New Jersey 07059

Any such notice shall be effective on the date of receipt by the Company at such address.

For cyber liability/breach response claims, you may report to:

Notice of Claim

joan.dambrosio@clydeco.us

Clyde & Co. US LLP
101 Second Street, 24th Floor
San Francisco CA 94105

24 Hour Security Breach Hotline

866.288.1705

Baker & Hostetler LLP
45 Rockefeller Plaza
New York, NY 10111-0100

All claims may be reported via email to any of the following:

Michelle Herrera
Client Service Manager
michelle_herrera@ajg.com
713.275.1506
Jessica Salias
Client Services Manager
jessica_salias@ajg.com
713.358.5928

Julie Collette
Client Service Manager
julie_collette@ajg.com
713.243.2182
Nadine Bitner
Client Service Manager
nadine_bitner@ajg.com
713.243.2171

Immediately report all claims for all lines of coverage to scclaims@ajg.com or 855-348-0425.

Appendix

We help you face your future with confidence.

Gallagher's holistic approach keeps your total cost of risk—and your best interest—in focus. With expertise where you most need it, Gallagher delivers the solutions that let businesses grow. Communities thrive. And people prosper.

GLOBAL REACH. LOCAL PRESENCE.

Founded in
1927

\$5B
Total Adjusted Brokerage & Risk Management Revenues (2018)

30,000+
Employees worldwide

850+
Offices in 35 countries

150+
Countries served

HIGHLY SPECIALIZED. DEEP EXPERTISE.

- | | | |
|---|--|--|
| Alternative Risk & Captives
Aviation
Casualty | Environmental
Enterprise Risk Management
Equity Advisors
Fine Arts
Law Firms
Management Liability | Private Client Services
Property
Risk Management
Trade Credit & Political Risk
Insurance |
| Commercial Surety & Bonds
Cyber Liability
Entertainment | | |

OUR APPROACH TO RISK.



CORE360™ is our unique, comprehensive approach of evaluating our client's risk management program that leverages analytical tools and diverse resources for customized, maximum impact on six cost drivers of their total cost of risk.

22+ INDUSTRY PRACTICES



LEADERS WHERE IT COUNTS

Gallagher Named One of the World's Most Ethical Companies® for 2019

The only insurance broker to have received this honor, Gallagher has been named as one of the World's Most Ethical Companies by the Ethisphere® Institute, a global leader in defining and advancing the standards of ethical business practices, eight years in a row.

Gallagher has been designated as one of the "World's Best Employers" by Forbes Magazine for 2018.

This is a great honor that is given to just 500 companies around the world each year. Designation recipients are determined by an independent collection and analysis of anonymous employee reviews collected by Statista, a leading statistical agency. Gallagher was the only Insurance Brokerage to be honored with this designation for 2018.



SHARED VALUES + PASSION FOR EXCELLENCE = PROMISES DELIVERED

The Gallagher Way

25 tenets that have guided a team-oriented culture for 30+ years

Social Responsibility

Companywide focus on ethical conduct, employee health and welfare, environmental integrity and community service

Insurance brokerage and services to be provided by Arthur J. Gallagher Risk Management Services, Inc. and/or its affiliate Arthur J. Gallagher & Co. Insurance Brokers of California, Inc. (License No. 0D69293 and/or 0726293). "World's Most Ethical Companies" and "Ethisphere" names and marks are registered trademarks of Ethisphere LLC. Arthur J. Gallagher & Co. named one of the World's Most Ethical Companies® for 2018. Ethisphere Institute, March 2018. © 2019 Arthur J. Gallagher & Co. | aig.com 31815A_V



Gallagher

eRiskHub®



To access the Gallagher | eRiskHub® now:

1. Navigate to <https://eriskhub.com/gallagher>
2. Complete the new user registration at the bottom of the page. Choose your own user ID and password. The access code is 447597.
3. After registering, you can access the hub immediately using your newly created credentials in the member login box located at the top right of the page.

The Gallagher Way. Since 1927.

The information contained herein is offered as insurance industry guidance and provided as an overview of current market risks and available coverages and is intended for discussion purposes only. This publication is not intended to offer legal advice or client-specific risk management advice. Any description of insurance coverages is not meant to interpret specific coverages that your company may already have in place or that may be generally available. General insurance descriptions contained herein do not include complete insurance policy definitions, terms, and/or conditions, and should not be relied on for coverage interpretation. Actual insurance policies must always be consulted for full coverage details and analysis.

Insurance brokerage and related services to be provided by Arthur J. Gallagher Risk Management Services, Inc. (License No. 0D69293) and/or its affiliate Arthur J. Gallagher & Co. Insurance Brokers of California, Inc. (License No. 0726293).

Cyber Liability

© 2019 Arthur J. Gallagher & Co. | GGB34479A

eRiskHub® Overview and Login Information

The evolution of the cyber risk landscape has brought with it broad, sweeping regulations to address cybersecurity exposures. This digital transformation also presents new risks, including financial losses, for every industry. Gallagher's Cyber Practice delivers expertise alongside cyber risk management and insurance placement services, as well as a better way to construct risk management solutions. CORE360™ — our comprehensive approach of evaluating our client's risk management program — leverages our analytical tools and diverse resources for customized, maximum impact on six cost drivers of their total cost of risk. First, we consult with you to understand all of your actual and potential costs, then find the best options to reallocate these costs based on strategic actionable insights empowering you to know, control and minimize your total costs increasing profitability.

Additionally, our data-driven CORE360™ approach allows us to implement programs for your business that will increase safety, minimize losses, mitigate claims and proactively analyze your cyber risk posture.

Key Features of the Gallagher | eRiskHub®

- Gallagher Cyber Risk Due Diligence — A six-step process designed to walk clients through a simple, thought-provoking framework to encourage organizational communication, establish clear direction and highlight priorities to better understand your cyber risk profile.
- Risk Manager Tools — A collection of tools with many different purposes such as researching known breach events, calculating your potential cost of a breach event and downloading free sample policies your organization can use as templates.
- News Center — Keeps you up to date on what is going on in the world of cyber risk through handpicked articles, feeds and blogs.
- Learning Center — An extensive collection of white papers, articles, webinars, videos and blog posts on a variety of topics. (Looking for something specific? Try the search box at the top right of the page to search the entire Gallagher | eRiskHub®).
- Security & Privacy Training — An overview of best practices for creating an effective security training program for employees.
- Strategic Third-Party Relationships and Partner Resources — Information on third-party vendors that can assist your organization with improving your overall cyber risk.

As cyber risk evolves, so does our commitment to thought leadership. Our global cyber teams focus exclusively on cyber risk, and uniquely position Gallagher to share our knowledge, expertise and experience for the benefit of our clients.

If you have any questions about the Gallagher | eRiskHub®, please reach out to your broker.

RESOLUTION AUTHORIZING INDEMNIFICATION OF DIRECTORS

THE STATE OF TEXAS §
COUNTY OF HARRIS §
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109 §

WHEREAS, Harris County Municipal Utility District No. 109 (the "District") is a political subdivision of the State of Texas operating under Chapters 49 and 54 of the Texas Water Code; and

WHEREAS, the Board of Directors of the District (the "Board") has determined it is in the best interest of the District to indemnify its directors and former directors to the fullest extent allowed by law against all third-party claims and demands asserted against a director or former director by reason of his service on the Board;

NOW, THEREFORE, BE IT RESOLVED:

1. The District hereby indemnifies its directors and former directors to the fullest extent allowed by law against all third-party claims and demands asserted against a director or former director by reason of his service on the Board.

2. Such indemnification shall be paid from current available revenues and shall be paid only to the extent insurance proceeds are not available to cover the claim or loss.

3. The President and the Secretary of the Board are authorized to evidence adoption of this Resolution on behalf of the Board and to do all other things necessary or proper to carry out the intent hereof.

Dated: May 18, 2021.

* * *

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

By: _____
President

Attest: _____
Secretary

May 12, 2021



Mr. Dimitri Millas, Senior Associate
Norton Rose Fulbright LLP
Fulbright Tower
1301 McKinney, Suite 5100
Houston, TX 77010-3095
on behalf of:
Harris County Municipal Utility District No. 109 ("Issuer")

ENGAGEMENT LETTER FOR ARBITRAGE COMPLIANCE SERVICES

CONTROL #11.00

\$5,640,000.00 UNLIMITED TAX REFUNDING BONDS, SERIES 2011

Arbitrage Compliance Specialists, Inc. ("ACS") is pleased to present our fees to provide arbitrage compliance services for the Issuer. Our firm has distinctive legal and accounting experience with arbitrage compliance services dating back to the inception of the arbitrage rebate regulations of 1986. ACS is one of the most prominent and well-respected providers of arbitrage compliance services in the nation. ACS' staff members are accounting professionals who have extensive knowledge of governmental accounting, accounting allocation methods and legal interpretation skills to compute the lowest permissible liability allowed. We pride ourselves on our unprecedented commitment to each and every client we represent.

ACS has provided a fee schedule to encompass the various elements that we may encounter during the calculations. ACS' fees are derived by the number of years included in the calculation. The fee schedule listed on page 2 provides fees for reports covering the applicable periods. Each calculation includes both a legal opinion and a CPA opinion to provide assurance that the calculations were completed according to Section 148(f) of the Internal Revenue Code of 1986 that governs the arbitrage rebate requirements (the "Tax Code").

We appreciate the opportunity to provide assistance to help the Issuer comply with the IRS arbitrage compliance requirements. As always, if we may be of further assistance or if there are any questions, please do not hesitate to call us at (800) 672-9993 ext.7526.

Sincerely,
Arbitrage Compliance Specialists, Inc.



Doug Paluke, CPA, Managing Director

Please acknowledge acceptance of this engagement by signing and faxing this letter in its entirety to Arbitrage Compliance Specialists, Inc. at (800) 756-6505 or scanning and e-mailing to Doug@rebatebyacs.com.

Accepted by – Signature

Print Name, Title

Date

Bond Compliance Program Services:	Fees
Arbitrage Rebate Calculation 10th Year: 10/31/2016 to 10/31/2021	\$2,950.00
TOTAL	\$2,950.00

Optional Fees (If Applicable)	
Commingled Funds, Reserve Fund Analysis, and/or Transferred Proceeds	Included

Arbitrage Rebate Calculation Services	
Preparation of IRS Form 8038-T and IRS Filing Instructions	Included
Legal Services	
IRS Audit Assistance (For Bond Issues Completed By ACS)	Included
Post-Calculation Services	
Debt Compliance Monitoring Service	Included
Record Retention Service	Included

Calculation Services

1. Review the documents related to the debt issue to include the Official Statement, Tax Certificate, IRS Form 8038-G and CPA Verification Report.
2. Complete an in-depth analysis of the debt structure by our in-house tax attorney to determine if the debt issue is subject to rebate and/or yield restriction and identify applicable exceptions.
3. Monitor IRS filing deadlines, election requirements and restricted periods in our database tracking system to ensure timely reporting.
4. Perform the rebate, yield restriction/yield reduction or spending exception/penalty calculations in compliance with Internal Revenue Code of 1986.
5. Provide calculations with legal opinion and CPA certified professional opinion that can be relied upon by the Issuer regarding the liability. The report will provide supporting documentation to include the calculation method employed, assumptions and conclusions.
6. Prepare payment Form 8038-T with detailed filing instructions for accurate and timely filing to the IRS, if applicable.

Support Services

7. Discuss the report and findings to ensure a complete understanding of the procedures and recommendations in such report.
8. Prepare a debt compliance monitoring schedule that identifies all-important relevant information by issue including prior calculations, liability amounts, future calculation due dates and important status notes.
9. Advise on how future changes in the Tax Code may affect the debt issue.
10. Provide technical assistance and consultation in matters related to the arbitrage compliance regulations.
11. Assist in the IRS record retention requirements, which include storage of records related to the debt issue.
12. Provide no cost audit support in the event of an IRS audit.