

MINUTES OF BOARD OF DIRECTORS MEETING
AUGUST 19, 2025

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

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The Board of Directors (the “*Board*”) of Harris County Municipal Utility District No. 109 (the “*District*”) met in regular session, open to the public, at the Atascocita Waste Water Treatment Plant, 5003 Atascocita Road, Humble, Texas 77346, on August 19, 2025, at 5:30 p.m.; whereupon the roll was called of the Board, to-wit:

Owen H. Parker, President
Chris Green, Vice President
Cheryl Moore, Secretary
Robin Sulpizio, Assistant Secretary
Dennis Bone, Assistant Secretary

All members of the Board were present. Also attending all or parts of the meeting were Mr. Steve Weirick and Mr. Torray Robinson, residents of the District; Captain B. Gheen; Sergeant L. Alejo, and Deputy E. Krieg of Harris County Precinct 4 Constable’s Office; Mr. Michael Others of McCall Gibson Swedlund Barfoot PLLC (“McCall”), auditor for the District; Mr. Tim Spencer of Ad Valorem Appraisals, tax assessor and collector for the District; Mr. Corey Burton of Municipal Accounts & Consulting, LP (“MAC”), bookkeeper for the District; Mr. Chris Meinhardt of BGE, Inc. (“BGE”), engineer for the District; Mr. Clint Gehrke of Water Waste Water Management Services, Inc. (“WWWMS”), operators for the District; and Mr. Dimitri Millas, Ms. Leslie Bacon and Ms. Jane Maher of Norton Rose Fulbright US LLP (“NRF”), attorneys for the District.

Call to Order. President Parker called the meeting to order in accordance with notice posted pursuant to law, copies of certificates of posting of which are attached hereto as *Exhibit A*, and the following business was transacted:

1. **Public Comments.** President Parker recognized Mr. Robinson, who discussed his bill. He stated that he fixed a leaking toilet and is asking for consideration of a payment arrangement. Mr. Gehrke instructed Mr. Robinson to call WWWMS to set up a payment arrangement.

President Parker recognized Mr. Weirick, who stated that he is the president of the board of directors for the Oaks of Atascocita Community Improvement Association (the “HOA”). He discussed the upcoming constable rate increase and the HOA budget. He stated that he is asking the Board for additional funding for the 2026-2027 contract year. Discussion ensued. President Parker stated that the Board would consider the request once the constable rates are determined.

2. **Minutes.** The Board considered the proposed minutes of the meeting held on July 15, 2025, 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 meetings held on July 15, 2025, as presented.

3. **Security Report.** President Parker recognized Sergeant Alejo, who reviewed the Security Report for the month of July 2025, a copy of which is attached hereto as *Exhibit B*. Upon

motion by Director Sulpizio, seconded by Director Moore, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Security Report.

4. **Review Interlocal Agreement for Law Enforcement Services.** President Parker recognized Mr. Millas presented to and reviewed with the Board that the District's Interlocal Agreement for Law Enforcement Services (the "Interlocal Agreement") expiring September 30, 2026, a copy of which is attached hereto as *Exhibit C*. He stated that the Agreement is for four deputies for a total sum of \$348,440.00

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 Interlocal Agreement.

5. **Discuss Security Contribution Agreement for Reimbursement of Law Enforcement Services with Oaks of Atascocita Community Improvement Association.** President Parker recognized Mr. Millas, who presented to and reviewed with the Board the Security Contribution Agreement for the Reimbursement of Law Enforcement Services (the "Agreement"), a copy of which is attached hereto as *Exhibit D*. Mr. Millas noted that the total contribution amount for the Agreement remained the same as the previous year of \$43,435.00. He stated that the Agreement has twelve monthly payments of \$3,619.58.

Upon motion by Director Bone, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Agreement.

6. **Approve and authorize filing of audit for fiscal year ended May 31, 2025.** President Parker recognized Mr. Others, who presented to and reviewed with the Board the audit management, material weakness, and board of directors representation letters, and a draft audit for fiscal year ended May 31, 2025, copies of which are attached hereto as *Exhibit E*. Discussion ensued.

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 audit for fiscal year ending May 31, 2025, and to authorize filing with appropriate agencies.

7. **Approve and authorize filing of Continuing Disclosure Report.** Ms. Bacon stated that this item is deferred.

8. **Review Operations Report, authorize repairs, and approve termination of delinquent accounts in accordance with the District's Rate Order.** President Parker recognized Mr. Gehrke, who presented the Operations Report dated August 19, 2025 and a list of delinquent accounts, copies of which are attached hereto as *Exhibit F*. Mr. Gehrke reported that 90.48% of the water pumped was billed for the period July 1, 2025 through July 31, 2025.

Mr. Gehrke reported on various maintenance items. He stated that the at Lift Station No. 2 the generator exhaust system deteriorated. He reported that the estimated cost to temporary patch the exhaust is \$9,329.00.

Mr. Gehrke stated that he received a quote for painting 315 hydrants in the amount of \$93,000.00. Discussion ensued. It was the consensus of the Board to include an agenda item for the next meeting.

Upon motion by Director Green, seconded by Director Bone, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Operations Report, approve the termination of delinquent accounts in accordance with the terms of the District's Rate Order, and to approve the quote to temporarily patch the exhaust at Lift Station no. 2 in the amount of \$9,329.00.

9. **Tax Collector's Report and authorize payment of certain bills.** President Parker recognized Mr. Spencer, who presented to and reviewed with the Board the Tax Assessor and Collector's Report for the month of July 2025, a copy of which is attached hereto as *Exhibit G*.

Upon motion by Director Bone, seconded by Director Moore, 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 checks therein, from the Tax Account to the persons, in the amounts, and for the purposes listed therein.

10. **Review Bookkeeper's Report, and authorize payment of certain bills, and approve quarterly investment 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 H*.

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

11. **Review Investment and Ethics Policy.** President Parker recognized Mr. Millas, who presented to and reviewed with the Board the Resolution Reviewing Investment Policy and Making any Desirable Changes Thereto (the "Resolution"), a copy of which is attached hereto as *Exhibit I*. He stated that NRF does not recommend any changes at this time.

Upon motion by Director Sulpizio, seconded by Director Green, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Resolution.

The Board reviewed the Ethics Policy, a copy of which is attached hereto as *Exhibit J*. He asked if the Board would like to consider the reimbursement for two nights of lodging for the Association of Water Board Directors ("AWBD") mid-winter conference that will be in Houston.

Upon motion by Director Bone, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to authorize the reimbursement of two nights of lodging for the AWBD mid-winter conference in Houston.

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

Mr. Meinhardt reported on the Barents Drive Lift Station. He stated that the punchlist items have been addressed and that the project is substantially complete. He presented Pay Estimate No. 11 and Final, including final retainage, in the amount of \$81,522.67.

Mr. Meinhardt reported on the Wastewater Treatment Plant Belt Press Replacement/Belt

Press Building Rehabilitation. He stated that the bid opening was held on August 14, 2025. He noted that the Recommendation of Award will be presented at the Atascocita Joint Operations Board (“AJOB”) meeting.

Mr. Meinhardt reported on the Sanitary Sewer Rehabilitation. He stated that BGE is currently working on the plan set and that BGE anticipates the design plans to be 30% complete by the end of September.

Mr. Meinhardt reported on the Capital Improvement Plan. He stated that BGE is currently working on the 2025 adopted budget CIP projects.

Mr. Meinhardt reported on Lift Station No. 3 Rehabilitation/Fence Replacement. He stated that the pre-construction meeting was held on August 13, 2025 and that the Notice to Proceed was issued for August 25, 2025.

Mr. Meinhardt reported on the Interconnect with Harris County Municipal Utility District No. 46 (“HCMUD No. 46”). He stated that BGE anticipates the project area to be surveyed by the end of August/beginning of September.

Mr. Meinhardt reported on Water Plant No. 1 Ground Storage Tank Replacement. He stated that the yard wiring is complete and that the conduits have been brought up to code with the existing control and electrical. He presented Pay Estimate No. 4 in the amount of \$144,990.00 for approval.

Mr. Meinhardt reported on Water Plant No. 1 and No. 2 Electrical Improvements. He reviewed a proposal and preliminary cost estimate in the amount of 1.4 million for Water Plant No. 1 and 2 electrical upgrades.

Mr. Meinhardt reported on the Woodland Hills Tract. He stated that there is no update this month.

Mr. Meinhardt reported on the GIS. He stated that BGE’s team has initiated updating the District’s GIS application. He noted that BGE anticipates completion before the September Board meeting.

Mr. Meinhardt reported on the Master Stormwater Quality Permit Renewal. He stated that the permit was approved on July 29, 2025.

Mr. Meinhardt reported on the Application for the Water Conservation Grant Program. He stated that the application was submitted on August 12, 2025.

Mr. Meinhardt reported on Capacity Commitments. He stated that he has been in contact with Mr. Gilbert and is waiting for documentation from Mr. Gilbert showing what was paid to the District for the utility extension across FM 1960.

Upon motion by Director Sulpizio, seconded by Director Bone, after full discussion and the question being put to the Board, the Board voted unanimously to: (1) approve the Engineer’s Report; (2) approve Pay Estimate No. 11 and Final, including final retainage, in the amount of \$81,522.67 for Barents Drive Lift Station; (3) approve Pay Estimate No. 4 in the amount of \$144,990.00 for the Water Plant No. 1 Ground Storage Tank Replacement; and (4) approve the proposal for Electrical Upgrades to Water Plants Nos. 1 and 2.

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 September 16, 2025.



President, Board of Directors

ATTEST:



Secretary, Board of Directors

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

NOTICE

In accordance with chapter 551, Texas Government Code and Section 49.063, Texas Water Code, both as amended, take notice that the Board of Directors of Harris County Municipal Utility District No. 109 will meet in regular session, open to the public, at **Atascocita Waste Water Treatment Plant, 5003 Atascocita Road, Humble, Texas 77346**, at **5:30 p.m. on Tuesday, August 19, 2025**. At such meeting, the Board will consider and act on the following matters:

1. Public comments (3 minutes maximum per person);
2. Approve minutes of the meeting held on July 15, 2025;
3. Report by Harris County Precinct Four Constable and take any necessary action;
4. Review Interlocal Agreement for Law Enforcement Services and take appropriate action;
5. Discuss Security Contribution Agreement for Reimbursement of Law Enforcement Services with Oaks of Atascocita Community Improvement Association and take appropriate action;
6. Approve and authorize filing of audit for fiscal year ended May 31, 2025;
7. Approve and authorize filing of Continuing Disclosure Report;
8. Approve Operations Report, authorize repairs, approve termination of delinquent accounts in accordance with the District's Rate Order;
9. Review Tax Collector's Report and authorize payment of certain bills;
10. Review Bookkeeper's Report, and authorize payment of certain bills, and approve quarterly investment report;
11. Review Investment and Ethics Policy and take appropriate action;
12. Review Engineer's Report, including approval of pay estimates, authorization of change orders to pending construction contracts, proposal for construction materials testing, annexation matters, capital improvement plan, variance request and authorize capacity commitments, and such other matters as may properly come before the Board.




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.

Persons with disabilities who plan to attend this meeting and would like to request auxiliary aids or services are requested to contact the District's paralegal at (713) 651-5589 at least three business days prior to the meeting so that appropriate arrangements can be made.

203168431.1

Exhibit A

CERTIFICATE OF POSTING NOTICE
OF MEETING OF BOARD OF DIRECTORS

THE STATE OF TEXAS

§

COUNTY OF HARRIS

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HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

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I hereby certify that on AUG. 14, 2025, I posted the Notice of Meeting of the Board of Directors of Harris County Municipal Utility District No. 109, a true copy of which is attached hereto, at a place convenient to the public in Plexiglas enclosed bulletin boards located on the grounds of the District's Water Plant No. 1 at 5722 Forest Timbers Drive, Water Plant No. 2 at 20322 Burle Oak, Lift Station No. 1 at 19419 Timber Forest Drive, and Lift Station No. 2 at 4630 Springlea, within said political subdivision, as required by law.

EXECUTED this 14 day of August 2025.



Jane Maher

From: Russell Lambert <russ@texasnetwork.com>
Sent: Wednesday, August 13, 2025 7:28 PM
To: Jane Maher
Cc: The Texas Network
Subject: RE: 109 & AJOB August Postings

CERTIFICATE OF POSTING OF NOTICE OF PUBLIC MEETING

THE STATE OF TEXAS §
 §
COUNTY OF HARRIS §

I hereby certify that on the date listed in this email above, that I have posted the notice of public meeting on the website at the following location:

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

Russell Lambert
russ@texasnetwork.com

From: Jane Maher <jane.maher@nortonrosefulbright.com>
Sent: Wednesday, August 13, 2025 1:55 PM
To: Russell Lambert <russ@texasnetwork.com>
Cc: The Texas Network <support@texasnetwork.com>
Subject: 109 & AJOB August Postings

Hi Russ,

Please post the attached agendas to 109's website and return the COPs at your earliest convenience.

Thanks,

Jane Maher | Senior Paralegal
Norton Rose Fulbright US LLP
1550 Lamar Street, Suite 2000, Houston, Texas 77010-4106, 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

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To reply to our email administrator directly, send an email to nrfus.postmaster@nortonrosefulbright.com.

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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 July 2025

Categories

Burglary Habitation: 1	Burglary Vehicle: 1	Theft Habitation: 0
Theft Vehicle: 0	Theft Other: 0	Robbery: 0
Assault: 2	Sexual Assault: 0	Criminal Mischief: 2
Disturbance Family: 2	Disturbance Juvenile: 1	Disturbance Other: 10
Alarms: 15	Suspicious Vehicles: 15	Suspicious Persons: 7
Runaways: 0	Phone Harrassment: 0	Other Calls: 512

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
H67	59	9	12	1	2	80	0	2	1084	22
H68	62	18	23	1	0	14	0	3	570	16
H69	33	7	5	0	0	13	0	0	778	15
TOTAL	154	34	40	2	2	107	0	5	2432	53

Summary of Events

Alarms:

Deputies responded to 15 alarm calls that were cleared as false.

Checks:

Deputies conducted numerous combined park checks, neighborhood checks, MUD, 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.

19500 Timber Forest Dr – Deputy conducted a traffic stop. Investigation revealed that the occupant of the vehicle was reported missing. A recovery report was completed.

Burglary Habitation:

20000 Bambiwoods Dr- Deputy responded to a burglary of a habitation. Investigation revealed unknown suspect entered his residence without consent and stole property.

Burglary Motor Vehicle:

20000 Dawn Mist Dr- Deputy responded to a burglary motor vehicle. Investigation revealed unknown suspect(s) forced entry into the complainant's vehicle, stole property and fled undetected.

Assault:

19500 Merrillwood Dr – Deputies were dispatched to an assault call. Subjects had a physical altercation. No charges filed.

5700 Enchanted Timbers Dr - Deputies were dispatched to an assault call. Subjects had a physical altercation. No charges filed.

Criminal Mischief:

19500 Atasca Oaks Dr- Deputy responded to a criminal mischief. An unknown suspect damaged the complainant's door.

19700 Swiftbrook Dr – Deputy responded to a criminal mischief. An unknown suspect damaged the complainant's vehicle.

Family Disturbance:

18700 Artesian Way- Deputy responded to a family disturbance. Investigation revealed family members engaged in a disturbance. No charges filed.

5100 Moonshadows Dr – Deputy responded to a family disturbance. Family members had an altercation. No charges filed.

Suspicious Vehicles:

Contract patrol deputies responded to 15 suspicious vehicles within the community. All these scenes were utilized to gather intelligence and were all cleared without incident after thorough investigations

Suspicious Persons:

Contract Patrol deputies responded to 7 suspicious person calls within the community. All these scenes were utilized to gather intelligence and were all cleared without incident after thorough investigations.

Other:

20100 Burle Oak Dr- Deputies responded to a mental health call. A consumer was transported to the hospital to get evaluated.

20000 Timber Forest Dr. Deputies responded to a fraudulent use ID. Investigation revealed an unknown person is using complainants' information without consent to work out of state.

19900 Big Timber Dr- Deputies responded to a fraudulent use ID. Investigation revealed unknown

suspect(s) opened accounts using the complainant's information.

5600 Deer Timbers Trl- Deputies responded to credit card abuse. Investigation revealed the complainant had unauthorized charges to her credit card.

5600 FM 1960 Rd E- Deputies responded to a disturbance. Investigation revealed there was a verbal disturbance. No charges filed.

20000 Timber Forest Dr- Deputies responded to a meet the citizen. Investigation revealed a subject had an open warrant and was taken to jail.

20600 W Lake Houston Pkwy- Deputies responded to an accidental injury. Investigation revealed a complaint had an accident falling off a bicycle causing injuries.

20000 Timber Forest Dr- Deputies responded to an accidental injury. Investigation revealed a complainant accidentally shot his foot.

5700 Ancient Oaks Dr – Deputies responded to a crash. An investigation revealed that the driver showed signs of intoxication. The driver was arrested for DWI.

5500 Upper Lake Dr – Deputy was dispatched to an aggressive animal call. The complainant reported his dog was bit by another dog.

5500 Enchanted Timbers Dr – Deputy responded to a meet the citizen. The complainant wanted a report for a dispute on social media.

19400 Forest Timbers Ct – Deputy responded to a welfare check at a group home. A report has been completed.

19800 Caroling Oaks Ct – Deputy responded to a fraud type call. The complaint fell for a scam and sent money to an unknown suspect.

19500 Leaning Timbers Dr – Deputy responded to a credit card abuse call. The complainant noticed unapproved charges on her credit card statement and requested a report.

**INTERLOCAL AGREEMENT FOR LAW ENFORCEMENT SERVICES
BETWEEN HARRIS COUNTY AND
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**

THIS AGREEMENT is made and entered into by and between **HARRIS COUNTY, TEXAS** hereinafter referred to as the “County,” acting by and through its governing body, the Harris County Commissioners Court, and the **HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109** (the “District”) acting by and through its governing body.

RECITALS:

This Agreement is made pursuant to Chapter 791 of the Texas Government Code, which authorizes contracts between counties and local governments for the performance of governmental functions and services; and

The District desires to obtain the services of the Harris County Constable Precinct 4 (the “Constable”) to provide law enforcement services within District’s geographical area as further defined in Exhibit “A”.

NOW THEREFORE, the County and the District, in consideration of the mutual covenants and agreements herein contained, do mutually agree as follows:

TERMS:

**I.
TERM**

1.1 The services to be performed under this Agreement shall begin on October 1, 2025 and end on September 30, 2026. This Agreement can be terminated sooner in accordance with the provisions of Section IV.

**II.
SERVICES**

2.1 The County agrees to authorize the Constable to provide four (4) deputies to devote seventy percent (70%) of their working time to provide law enforcement services related to the District’s geographical area (the “area”), as further defined in Exhibit “A”, attached hereto and made a part hereof. “Law enforcement services” include, but are not limited to, patrolling, preparing reports, appearing in court, investigating crimes, arresting persons, and transporting suspects.

2.2 As used herein, the phrase “working time” is defined as follows: the usual or normal hours that the Constable’s officers are required to work in any calendar month, and does not include any extra or overtime work. The consideration for the law enforcement services provided herein includes a share of the costs to the County for such times when officers are not available. Vacation and sick leave are earned through County

service, and funeral leave is a benefit available to County employees. Therefore, “working time” shall not include vacation, sick leave, funeral leave or other county-benefit leave, and it is not anticipated that the Constable will authorize substitute officers to work within the area when the regularly assigned officers are not available.

2.3 The Constable shall retain control and supervision of the officers performing services under this agreement to the same extent as he does other officers. The District understands and agrees that this Agreement is not intended, nor shall it be construed, to obligate the Constable to assign officers to devote any portion of their working time to the area, including but not limited to circumstances like officer funerals and natural disasters.

2.4 As the Constable retains control and supervision of the officers and services, the District may not, based on late payment or non-payment by one of its members to the District of funds for District operations, or the law enforcement services of the Constable, limit or deny access of such members to the services of the Constable. All members shall be provided the same telephone numbers and electronic access means to contact the Constable.

III. CONSIDERATION FOR SERVICES

3.1 The District agrees to pay the County the sum of \$348,440.00 for four (4) deputies for a total sum of THREE HUNDRED FORTY EIGHT THOUSAND, FOUR HUNDRED FORTY AND NO/100 DOLLARS (\$348,440.00) to be used by the County for the purpose of paying seventy percent (70%) of the full-time equivalent cost to the County for supplying the law enforcement services, including salaries, benefits, vacation, sick leave, and any additional expenses the County may incur in providing the services under this Agreement. Each party paying for the performance of governmental functions or services must make those payments from current revenues available to the paying party.

The District agrees to make payments on the total sum in installments, which are due and payable, without demand, on the following dates in the amounts set forth next to the dates:

September 20, 2025	\$29,037.00
October 20, 2025	\$29,037.00
November 20, 2025	\$29,037.00
December 20, 2025	\$29,037.00
January 20, 2026	\$29,037.00
February 20, 2026	\$29,033.00
March 20, 2026	\$29,037.00
April 20, 2026	\$29,037.00
May 20, 2026	\$29,037.00
June 20, 2026	\$29,037.00
July 20, 2026	\$29,037.00
August 20, 2026	\$29,037.00

The monthly installments are due and payable before 10:00 a.m. at the office of the County Treasurer, Dept. 101, P.O. Box 4354, Houston, TX 77210-4354. If the County provides the option, payment may be made by same time and date by electronic means to an account designated by the County.

Regarding the first payment due on September 20, 2025, the first payment is due on the later of September 20, 2025 or five (5) days after the District receives a fully executed copy of this Agreement from the County.

IV. DEFAULT AND TERMINATION

4.1 The District understands and agrees that if the County does not receive the monthly payments within thirty (30) days of the date due, the County is authorized to terminate this Agreement without further notice. The County's failure to make demand for payments due is not a waiver of the District's obligation to make timely payment.

4.2 If the District defaults in the payment of any obligation hereunder, the District is liable to the County for an interest assessment of one percent (1%) on the unpaid amount. Interest shall thereafter compound monthly at one percent (1%) on unpaid amounts and interest assessments from the date of default until paid. This interest is in addition to any monies due for law enforcement services rendered hereunder. Interest on all past due amounts shall not exceed the maximum amount of nonusurious interest that may be contracted for, taken, charged, or received under law. Any interest in excess of that maximum amount shall be refunded. The District is also liable for attorney's fees and costs should the matter have to go to litigation for collection.

4.3 If the District is dissatisfied in any way with the performance of the County, the Constable or the officers under this Agreement, the District's sole remedy is termination under Section 4.4.

4.4 Either party may terminate this Agreement prior to the expiration of the term set forth in this Agreement, with or without cause, upon thirty (30) days prior written notice to the other party. The County will submit an invoice to the District showing the amounts due for the month in which termination occurs. The District agrees to pay the final invoice within ten (10) days of receipt.

4.5 If this Agreement is terminated at any time other than at the end of a contract month, the monthly installment or payment for such contract month will be prorated, less any unpaid amounts and interest under Paragraph 4.2.

4.6 In the event the Constable informs Commissioners Court and the District in writing that due to position vacancy or elimination occurring on or after October 1, 2025, the Constable cannot or will not provide four (4) deputies to devote seventy percent (70%) of their working time to provide law enforcement services related to the District's

geographical area, and provided that the District has prepaid its sum and further provided that such notice from the Constable identifies that such vacancy or elimination was of a position that served or facilitated service to the District, the District shall receive a refund equal to the number of days between the date of the Constable's notice and a subsequent meeting of Commissioners Court at which Commissioners Court amends or terminates the Agreement.

V. NOTICE

5.1 Any notice required to be given under the provisions of this Agreement shall be in writing and shall be duly served when it shall have been deposited, enclosed in a wrapper with the proper postage prepaid thereon, and duly registered or certified, return receipt requested, in a United States Post Office, addressed to the parties at the following addresses:

To the County: Harris County
Harris County Administration Building
1001 Preston, Suite 610
Houston, Texas 77002
Attention: Clerk, Commissioners Court

with a copy to: Constable Mark Herman
Harris County Constable
6831 Cypresswood Drive
Spring, Texas 77379

To the District: Harris County Municipal Utility District No. 109
c/o Norton Rose Fulbright, LLP
1550 Lamar Street, Suite 2000
Houston, Texas 77010
Attention: Dimitri Millas

5.2 Either party may designate a different address by giving the other party ten (10) days' written notice.

VI. MERGER

6.1 The parties agree that this Agreement contains all of the terms and conditions of the understanding of the parties relating to the subject matter hereof. All prior negotiations, discussions, correspondence and preliminary understandings between the parties and others relating hereto are superseded by this Agreement.

VII. MISCELLANEOUS

7.1 This instrument contains the entire Agreement between the parties relating to the rights granted and the obligations assumed. Any oral or written representations or modifications concerning this instrument shall be of no force and effect excepting a subsequent modification in writing signed by both parties.

7.2 Unless otherwise consented to and approved by Commissioners Court, agreement modifications that increase funding, personnel positions or geographical area can only be approved on a quarterly basis, and the effective date must coincide with the beginning of a pay period. Agreement modifications that decrease funding, personnel positions or geographical area may be approved at a regularly scheduled meeting of Commissioners Court, and the effective date must coincide with the end of a pay period, unless otherwise agreed to by the parties.

7.3 This Agreement may be executed in multiple counterparts, each having equal force and effect of an original.

7.4 This Agreement is not in effect until it has been signed by the District and it has received the approval by the Harris County Commissioners Court and the Constable.

APPROVED AS TO FORM:

CHRISTIAN D. MENEFE
County Attorney

HARRIS COUNTY

By Stanley Sun
Stanley Sun
Assistant County Attorney
C.A. File No. 25GEN1872

By _____
LINA HIDALGO
County Judge

Date Signed: _____

APPROVED:

Mark Herman
MARK HERMAN
Harris County Constable Precinct 4

ATTEST:

HARRIS COUNTY MUNICIPAL UTILITY
DISTRICT NO. 109
(District)

By _____
Name: _____
Secretary

By _____
Title: _____

Date Signed: _____

APPROVED AS TO FORM:

By _____
Attorney

ORDER OF COMMISSIONERS COURT
AUTHORIZING AGREEMENT WITH HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

The Commissioners Court of Harris County, Texas, met in regular session at its regular term at the Harris County Administration Building in the City of Houston, Texas, on _____, with all members present except _____.

A quorum was present. Among other business, the following was transacted:

ORDER AUTHORIZING INTERLOCAL AGREEMENT
WITH HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
FOR LAW ENFORCEMENT SERVICES

Commissioner _____ introduced an order and moved that Commissioners Court adopt the order. Commissioner _____ seconded the motion for adoption of the order. The motion, carrying with it the adoption of the order, prevailed by the following vote:

	Yes	No	Abstain
Judge Hidalgo	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Comm. Ellis	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Comm. Garcia	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Comm. Ramsey, P.E.	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Comm. Briones	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

The County Judge thereupon announced that the motion had duly and lawfully carried and that the order had been duly and lawfully adopted. The order adopted follows:

IT IS ORDERED that:

1. The Harris County Judge is authorized to execute on behalf of Harris County an Interlocal Agreement, for a total Agreement sum of \$348,440.00, with HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109 for law enforcement services on a fee basis. The Interlocal Agreement is incorporated by reference and made a part of this order for all intents and purposes as though set out in full word for word.
2. All Harris County officials and employees are authorized to do any and all things necessary or convenient to accomplish the purposes of this order.

**SECURITY CONTRIBUTION AGREEMENT FOR THE REIMBURSEMENT
OF LAW ENFORCEMENT SERVICES**

THE STATE OF TEXAS §
COUNTY OF HARRIS §

This Agreement is entered into by HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109 (the "District"), and OAKS OF ATASCOCITA COMMUNITY IMPROVEMENT ASSOCIATION (the "Association"), is entered into and effective as of August 19, 2025 (the "Effective Date").

RECITALS:

WHEREAS, the Association contracts with Harris County, to provide security services related to the Association's geographical area;

WHEREAS, the District maintains a shared interest in protection of the Association's geographical area;

WHEREAS the District seeks to contribute \$43,435.00 to the Association for the current contract with Harris County, as amended, (the "Security Services Contract") for certain law enforcement services in the Association's geographical area and the District geographical area; and

NOW, THEREFORE, the District and the Association, in consideration of the mutual covenants and agreements herein contained, do mutually agree as follows:

**I.
PURPOSE**

1.1 The District seeks to provide twelve monthly contributions of \$3,619.58 for security services in the total amount of \$43,435.00 to the Association.

**II.
SERVICES**

2.1 The Association contracts with Harris County, for the security services described in the Security Services Contract to provide security services related to the Association's and the District's geographical area (the "area").

2.2 The Association shall retain control over the Security Services Contract. The parties agree and acknowledge that the security services provided is governed by the Security Services Contract, including the terms and conditions therein.

III.

CONSIDERATION FOR SERVICES

3.1 The District agrees to pay the Association the total sum of \$43,435.00, payable in monthly installments as described in Article IV hereof, to be used by the Association for the purpose of paying the costs incurred by the Association under the Security Services Agreement, for the provision of providing security services.

IV.

PAYMENT

4.1 The District agrees to make payments on the total sum in installments, which are due and payable, without demand, on the following dates in the amounts set forth next to the dates:

September 30, 2025	\$3,619.58
October 31, 2025	\$3,619.58
November 30, 2025	\$3,619.58
December 31, 2025	\$3,619.58
January 31, 2026	\$3,619.58
February 28, 2026	\$3,619.58
March 31, 2026	\$3,619.58
April 30, 2026	\$3,619.58
May 31, 2026	\$3,619.58
June 30, 2026	\$3,619.58
July 31, 2026	\$3,619.58
August 31, 2026	\$3,619.58

The District hereby agrees to pay the Association monthly installments that are due and payable before 5:00 P.M. at the office of the Goodwin Processing. If the Association provides the option, payment may be made by same time and date by electronic means to an account designated by the Association.

V.

NOTICE

5.1 Any notice required to be given under the provisions of this Agreement shall be in writing and shall be duly served when it shall have been deposited, enclosed in a wrapper with the proper postage prepaid thereon, and duly registered or certified, return receipt requested, in a United States Post Office, addressed to the parties at the following addresses:

To the District:

**Dimitri Millas
Norton Rose Fulbright US LLP
1550 Lamar Street, Suite 2000
Houston, Texas 77010**

Oaks of Atascocita Community Improvement Association
c/o Goodwin Processing
To the Association: **28420 Hardy Toll Rd,**
Suite 210
Spring, Texas 77373

5.2 Either party may designate a different address by giving the other party ten days' written notice.

VI. MERGER

6.1 The parties agree that this Agreement contains all of the terms and conditions of the understanding of the parties relating to the subject matter hereof. All prior negotiations, discussions, correspondence and preliminary understandings between the parties and others relating hereto are superseded by this Agreement.

VII. MISCELLANEOUS

7.1 This instrument contains the entire Agreement between the parties relating to the rights granted and the obligations assumed. Any oral or written representations or modifications concerning this instrument shall be of no force and effect excepting a subsequent modification in writing signed by both parties.

7.2 This Agreement may be executed in multiple counterparts, each having equal force and effect of an original.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

By _____

DATE: _____

NAME

Title

OAKS OF ATASCOCITA COMMUNITY IMPROVEMENT ASSOCIATION

By _____

DATE: _____

NAME

Title

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

HARRIS COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

MAY 31, 2025

McCALL GIBSON SWEDLUND BARFOOT ELLIS PLLC
Certified Public Accountants

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McCall Gibson Swedlund Barfoot Ellis PLLC

Certified Public Accountants

*Chris Swedlund
Noel W. Barfoot
Joseph Ellis
Ashlee Martin*

*Mike M. McCall
(retired)
Debbie Gibson
(retired)*

INDEPENDENT AUDITOR'S REPORT

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

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Harris County Municipal Utility District No. 109 (the "District") as of and for the year ended May 31, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of May 31, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information required by the Texas Commission on Environmental Quality as published in the *Water District Financial Management Guide* is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The supplementary information, excluding that portion marked "Unaudited" on which we express no opinion or provide an assurance, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
Houston, Texas

August 19, 2025

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MAY 31, 2025**

Management's discussion and analysis of the financial performance of Harris County Municipal Utility District No. 109 (the "District") provides an overview of the District's financial activities for the year ended May 31, 2025. Please read it in conjunction with the District's financial statements.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The basic financial statements include: (1) combined fund financial statements and government-wide financial statements and (2) notes to the financial statements. The combined fund financial statements and government-wide financial statements combine both: (1) the Statement of Net Position and Governmental Funds Balance Sheet and (2) the Statement of Activities and Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances. This report also includes required and other supplementary information in addition to the basic financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The District's annual report includes two financial statements combining the government-wide financial statements and the fund financial statements. The government-wide portion of these statements provides both long-term and short-term information about the District's overall status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The Statement of Net Position includes all of the District's assets, liabilities, and deferred outflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating. Evaluation of the overall health of the District would extend to other non-financial factors.

The Statement of Activities reports how the District's net position changed during the current year. All current year revenues and expenses are included regardless of when cash is received or paid.

FUND FINANCIAL STATEMENTS

The combined statements also include fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District has three governmental fund types. The General Fund accounts for resources not accounted for in another fund, customer service revenues, operating costs and general expenditures. The Debt Service Fund accounts for ad valorem taxes and financial resources restricted, committed or assigned for servicing bond debt and the cost of assessing and collecting taxes. The Capital Projects Fund accounts for financial resources restricted, committed or assigned for acquisition or construction of facilities and related costs.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MAY 31, 2025**

FUND FINANCIAL STATEMENTS (Continued)

Governmental funds are reported in each of the financial statements. The focus in the fund statements provides a distinctive view of the District's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of the District and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. The adjustments columns, the Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position and the Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities explain the differences between the two presentations and assist in understanding the differences between these two perspectives.

NOTES TO THE FINANCIAL STATEMENTS

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements.

OTHER INFORMATION

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information ("RSI") and other supplementary information. The budgetary comparison schedule is included as RSI for the General Fund.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of the District's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities by \$12,214,398 as of May 31, 2025. A portion of the District's net position reflects its net investment in capital assets which include the water and wastewater facilities less any debt used to acquire those assets that is still outstanding.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MAY 31, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

The following is a comparative analysis of government-wide changes in net position:

	Summary of Changes in the Statement of Net Position		
	2025	2024	Change Positive (Negative)
Current and Other Assets	\$ 12,923,263	\$ 12,691,467	\$ 231,796
Capital Assets (Net of Accumulated Depreciation)	17,164,691	16,797,501	367,190
Total Assets	\$ 30,087,954	\$ 29,488,968	\$ 598,986
Deferred Outflows of Resources	\$ 254,785	\$ 302,767	\$ (47,982)
Bonds Payable	\$ 17,400,044	\$ 18,923,406	\$ 1,523,362
Other Liabilities	728,297	987,457	259,160
Total Liabilities	\$ 18,128,341	\$ 19,910,863	\$ 1,782,522
Net Position:			
Net Investment in Capital Assets	\$ 73,677	\$ (1,472,196)	\$ 1,545,873
Restricted	3,055,603	3,018,632	36,971
Unrestricted	9,085,118	8,334,436	750,682
Total Net Position	\$ 12,214,398	\$ 9,880,872	\$ 2,333,526

The following table provides a summary of the District's operations for the years ended May 31, 2025, and May 31, 2024.

	Summary of Changes in the Statement of Activities		
	2025	2024	Change Positive (Negative)
Revenues:			
Property Taxes	\$ 4,139,993	\$ 3,967,586	\$ 172,407
Charges for Services	2,559,715	2,995,963	(436,248)
Other Revenues	559,555	568,602	(9,047)
Total Revenues	\$ 7,259,263	\$ 7,532,151	\$ (272,888)
Expenses for Services	4,925,737	4,874,370	(51,367)
Change in Net Position	\$ 2,333,526	\$ 2,657,781	\$ (324,255)
Net Position, Beginning of Year	9,880,872	7,223,091	2,657,781
Net Position, End of Year	\$ 12,214,398	\$ 9,880,872	\$ 2,333,526

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED MAY 31, 2025

FINANCIAL ANALYSIS OF THE DISTRICT'S GOVERNMENTAL FUNDS

The District's combined fund balances as of May 31, 2025, were \$10,915,385, an increase of \$549,186 from the prior year.

The General Fund fund balance increased by \$829,130, primarily due to property tax revenues and service revenues exceeding operating, capital, professional and administrative expenditures.

The Debt Service Fund fund balance increased by \$16,753, primarily due to the structure of the District's outstanding debt.

The Capital Projects Fund fund balance decreased by \$296,697, primarily due to the use of bond proceeds received in prior years to fund current year capital costs.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Board of Directors adopted a General Fund budget for the current fiscal year. Actual revenues were \$16,235 less than budgeted revenues and actual expenditures were \$1,944,748 less than budgeted expenditures which resulted in a positive variance of \$1,928,513. See the budget to actual comparison for more information.

CAPITAL ASSETS

Capital assets as of May 31, 2025, total \$17,164,691 (net of accumulated depreciation) and include land and construction in progress as well as the water and wastewater facilities. Significant capital asset activity during the current fiscal year included the Barents Drive lift station, water well no. 1 rehabilitation, and the District's pro-rata share of joint wastewater treatment plant improvements.

Capital Assets At Year-End			
	2025	2024	Change Positive (Negative)
Capital Assets Not Being Depreciated:			
Land and Land Improvements	\$ 230,634	\$ 230,634	\$
Construction in Progress	1,003,181	449,319	553,862
Capital Assets Subject To Depreciation:			
Water System	13,758,608	13,346,316	412,292
Wastewater System	19,420,411	19,328,487	91,924
Less Accumulated Depreciation	(17,248,143)	(16,557,255)	(690,888)
Total Net Capital Assets	<u>\$ 17,164,691</u>	<u>\$ 16,797,501</u>	<u>\$ 367,190</u>

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MAY 31, 2025**

LONG-TERM DEBT ACTIVITY

At year end, the District had total bond debt payable of \$17,440,000. The changes in the debt position of the District during the year ended May 31, 2025, are summarized as follows:

Bond Debt Payable, June 1, 2024	\$ 18,945,000
Less: Bond Principal Paid	<u>(1,505,000)</u>
Bond Debt Payable, May 31, 2025	<u>\$ 17,440,000</u>

The District's Series 2017 and Series 2021 Refunding bonds carry underlying ratings of "A1". The Series 2021 Refunding Bonds carry an insured rating of "AA/A1" by virtue of bond insurance issued by Assured Guaranty. Credit enhanced ratings provided through bond insurance policies are subject to change based on changes to the ratings of the insurers.

CONTACTING THE DISTRICT'S MANAGEMENT

This financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Harris County Municipal Utility District No. 109, c/o Norton Rose Fulbright US LLP, 1550 Lamar Street, Suite 2000, Houston, TX 77010.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
STATEMENT OF NET POSITION AND
GOVERNMENTAL FUNDS BALANCE SHEET
MAY 31, 2025

	General Fund	Debt Service Fund
ASSETS		
Cash	\$ 197,477	\$ 252,871
Investments	7,162,489	3,134,461
Receivables:		
Property Taxes	117,492	149,800
Penalty and Interest on Delinquent Taxes		
Service Accounts	123,548	
Accrued Interest	9,763	18,726
City of Houston	25,231	
Due from Other Funds	513,121	
Prepaid Costs	43,436	
Due from Other Governmental Units	102,086	
Advance for WWTP Operations	423,556	
Capital Contribution Credits Receivable		
Land		
Construction in Progress		
Capital Assets (Net of Accumulated Depreciation)		
TOTAL ASSETS	<u>\$ 8,718,199</u>	<u>\$ 3,555,858</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Charges on Refunding Bonds	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 8,718,199</u>	<u>\$ 3,555,858</u>

The accompanying notes to the financial
statements are an integral part of this report.

<u>Capital Projects Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
\$ 249	\$ 450,597	\$	\$ 450,597
63,051	10,360,001		10,360,001
	267,292		267,292
		104,253	104,253
	123,548		123,548
	28,489		28,489
	25,231		25,231
	513,121	(513,121)	
	43,436		43,436
	102,086		102,086
	423,556		423,556
		994,774	994,774
		230,634	230,634
		1,003,181	1,003,181
		15,930,876	15,930,876
<u>\$ 63,300</u>	<u>\$ 12,337,357</u>	<u>\$ 17,750,597</u>	<u>\$ 30,087,954</u>
<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ 254,785</u>	<u>\$ 254,785</u>
<u>\$ 63,300</u>	<u>\$ 12,337,357</u>	<u>\$ 18,005,382</u>	<u>\$ 30,342,739</u>

The accompanying notes to the financial statements are an integral part of this report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
STATEMENT OF NET POSITION AND
GOVERNMENTAL FUNDS BALANCE SHEET
MAY 31, 2025

	General Fund	Debt Service Fund
LIABILITIES		
Accounts Payable	\$ 309,541	\$ 4,649
Accrued Interest Payable		
Due to Other Funds		513,121
Security Deposits	318,314	
Long-Term Liabilities:		
Bonds Payable, Due Within One Year		
Bonds Payable, Due After One Year		
TOTAL LIABILITIES	<u>\$ 627,855</u>	<u>\$ 517,770</u>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	<u>\$ 117,492</u>	<u>\$ 149,800</u>
FUND BALANCES		
Nonspendable:		
Prepaid Costs	\$ 43,436	\$
Operating Advance	423,556	
Restricted for Authorized Construction		
Restricted for Debt Service		2,888,288
Assigned to 2026 Budget	2,229,140	
Unassigned	<u>5,276,720</u>	
TOTAL FUND BALANCES	<u>\$ 7,972,852</u>	<u>\$ 2,888,288</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 8,718,199</u>	<u>\$ 3,555,858</u>
NET POSITION		
Net Investment in Capital Assets		
Restricted for Debt Service		
Unrestricted		
TOTAL NET POSITION		

The accompanying notes to the financial
statements are an integral part of this report.

Capital Projects Fund	Total	Adjustments	Statement of Net Position
\$ 9,055	\$ 323,245	\$	\$ 323,245
		86,738	86,738
	513,121	(513,121)	
	318,314		318,314
		1,550,000	1,550,000
		15,850,044	15,850,044
<u>\$ 9,055</u>	<u>\$ 1,154,680</u>	<u>\$ 16,973,661</u>	<u>\$ 18,128,341</u>
<u>\$ - 0 -</u>	<u>\$ 267,292</u>	<u>\$ (267,292)</u>	<u>\$ - 0 -</u>
\$	\$ 43,436	\$ (43,436)	\$
	423,556	(423,556)	
54,245	54,245	(54,245)	
	2,888,288	(2,888,288)	
	2,229,140	(2,229,140)	
	5,276,720	(5,276,720)	
<u>\$ 54,245</u>	<u>\$ 10,915,385</u>	<u>\$ (10,915,385)</u>	<u>\$ - 0 -</u>
<u>\$ 63,300</u>	<u>\$ 12,337,357</u>		
		\$ 73,677	\$ 73,677
		3,055,603	3,055,603
		9,085,118	9,085,118
		<u>\$ 12,214,398</u>	<u>\$ 12,214,398</u>

The accompanying notes to the financial statements are an integral part of this report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION

MAY 31, 2025

Total Fund Balances - Governmental Funds	\$ 10,915,385
--	---------------

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported as assets in the governmental funds.	17,164,691
--	------------

Credits due from the North Harris County Regional Water Authority for capital contributions are not current financial resources and, therefore, are not reported as assets in the governmental funds.	994,774
---	---------

Interest paid in advance as part of a refunding bond sale is recorded as deferred outflows of resources in the governmental activities and systematically charged to interest expense over the remaining life of the new debt or the old debt, whichever is shorter.	254,785
--	---------

Deferred inflows of resources related to property tax revenues and penalty and interest receivable on delinquent taxes for the 2024 and prior tax levies became part of recognized revenue in the governmental activities of the District.	371,545
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Certain liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. These liabilities at year end consist of:

Accrued Interest Payable	\$ (86,738)	
Bonds Payable	<u>(17,400,044)</u>	<u>(17,486,782)</u>

Total Net Position - Governmental Activities	<u>\$ 12,214,398</u>
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The accompanying notes to the financial
statements are an integral part of this report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED MAY 31, 2025

	General Fund	Debt Service Fund
REVENUES		
Property Taxes	\$ 2,169,125	\$ 1,955,873
Water Service	584,808	
Wastewater Service	778,278	
Water Authority Fees	678,872	
Penalty and Interest	95,850	77,227
Connection and Inspection Fees	278,145	
Sales Tax Revenues	88,078	
Water Authority Credits	147,135	
Investment and Miscellaneous Revenues	325,507	130,326
TOTAL REVENUES	<u>\$ 5,145,798</u>	<u>\$ 2,163,426</u>
EXPENDITURES/EXPENSES		
Service Operations:		
Professional Fees	\$ 164,011	\$ 26,710
Contracted Services	536,916	67,306
Purchased Wastewater Service	787,338	
Utilities	134,604	
Repairs and Maintenance	739,149	
Water Authority Assessments	911,686	
Depreciation		
Other	292,346	5,105
Capital Outlay	750,618	
Debt Service:		
Bond Principal		1,505,000
Bond Interest		542,552
TOTAL EXPENDITURES/EXPENSES	<u>\$ 4,316,668</u>	<u>\$ 2,146,673</u>
NET CHANGE IN FUND BALANCES	\$ 829,130	\$ 16,753
CHANGE IN NET POSITION		
FUND BALANCES/NET POSITION - JUNE 1, 2024	<u>7,143,722</u>	<u>2,871,535</u>
FUND BALANCES/NET POSITION - MAY 31, 2025	<u><u>\$ 7,972,852</u></u>	<u><u>\$ 2,888,288</u></u>

The accompanying notes to the financial
statements are an integral part of this report.

Capital Projects Fund	Total	Adjustments	Statement of Activities
\$	\$ 4,124,998	\$ 14,995	\$ 4,139,993
	584,808		584,808
	778,278		778,278
	678,872		678,872
	173,077	13,623	186,700
	278,145		278,145
	88,078		88,078
	147,135	(94,223)	52,912
15,644	471,477		471,477
<u>\$ 15,644</u>	<u>\$ 7,324,868</u>	<u>\$ (65,605)</u>	<u>\$ 7,259,263</u>
\$	\$ 190,721	\$	\$ 190,721
621	604,843		604,843
	787,338		787,338
	134,604		134,604
4,200	743,349		743,349
	911,686		911,686
		690,888	690,888
60	297,511		297,511
307,460	1,058,078	(1,058,078)	
	1,505,000	(1,505,000)	
	542,552	22,245	564,797
<u>\$ 312,341</u>	<u>\$ 6,775,682</u>	<u>\$ (1,849,945)</u>	<u>\$ 4,925,737</u>
\$ (296,697)	\$ 549,186	\$ (549,186)	\$
		2,333,526	2,333,526
350,942	10,366,199	(485,327)	9,880,872
<u>\$ 54,245</u>	<u>\$ 10,915,385</u>	<u>\$ 1,299,013</u>	<u>\$ 12,214,398</u>

The accompanying notes to the financial statements are an integral part of this report.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MAY 31, 2025**

Net Change in Fund Balances - Governmental Funds	\$ 549,186
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report tax revenues when collected. However, in the Statement of Activities, revenue is recorded in the accounting period for which the taxes are levied.	14,995
Governmental funds report penalty and interest revenue on property taxes when collected. However, in the Statement of Activities, revenue is recorded when penalties and interest are assessed.	13,623
Governmental funds report repayment of capital contributions as revenues in the period received. However, in the Statement of Net Position, reimbursements reduce long-term receivables.	(94,223)
Governmental funds do not account for depreciation. However, in the Statement of Net Position, capital assets are depreciated and depreciation expense is recorded in the Statement of Activities.	(690,888)
Governmental funds report capital expenditures as expenditures in the period purchased. However, in the Statement of Net Position, capital assets are increased by new purchases and the Statement of Activities is not affected.	1,058,078
Governmental funds report bond principal payments as expenditures. However, in the Statement of Net Position, bond principal payments are reported as decreases in long-term liabilities.	1,505,000
Governmental funds report interest expenditures on long-term debt as expenditures in the year paid. However, in the Statement of Net Position, interest is accrued on the long-term debt through fiscal year-end.	(22,245)
Change in Net Position - Governmental Activities	<u>\$ 2,333,526</u>

The accompanying notes to the financial
statements are an integral part of this report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1. CREATION OF DISTRICT

Harris County Municipal Utility District No. 109 (the “District”) was created effective July 16, 1974, by an Order of the Texas Water Rights Commission, presently known as the Texas Commission on Environmental Quality (the “Commission”). Pursuant to the provisions of Chapters 49 and 54 of the Texas Water Code, the District is empowered to purchase, operate and maintain all facilities, plants and improvements necessary to provide water, sanitary sewer service and storm sewer drainage for the residents of the District.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board (“GASB”). In addition, the accounting records of the District are maintained generally in accordance with the *Water District Financial Management Guide* published by the Commission.

The District is a political subdivision of the State of Texas governed by an elected board. GASB has established the criteria for determining whether or not an entity is a primary government or a component unit of a primary government. The primary criteria are that it has a separately elected governing body, it is legally separate, and it is fiscally independent of other state and local governments. Under these criteria, the District is considered a primary government and is not a component unit of any other government. Additionally, no other entities meet the criteria for inclusion in the District’s financial statement as component units. See Note 9 for information concerning the District’s participation in a regional sewage treatment plant.

Financial Statement Presentation

These financial statements have been prepared in accordance with GASB Codification of Governmental Accounting and Financial Reporting Standards Part II, Financial Reporting (“GASB Codification”). The GASB Codification sets forth standards for external financial reporting for all state and local government entities, which include a requirement for a Statement of Net Position and a Statement of Activities. It requires the classification of net position into three components: Net Investment in Capital Assets; Restricted; and Unrestricted.

These classifications are defined as follows:

- Net Investment in Capital Assets – This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statement Presentation (Continued)

- Restricted Net Position – This component of net position consists of external constraints placed on the use of assets imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulation of other governments or constraints imposed by law through constitutional provisions or enabling legislation.
- Unrestricted Net Position – This component of net position consists of assets that do not meet the definition of Restricted or Net Investment in Capital Assets.

When both restricted and unrestricted resources are available for use, generally it is the District's policy to use restricted resources first.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the District as a whole. The District's Statement of Net Position and Statement of Activities are combined with the governmental fund financial statements. The District is viewed as a special-purpose government and has the option of combining these financial statements.

The Statement of Net Position is reported by adjusting the governmental fund types to report on the full accrual basis, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. Any amounts recorded due to and due from other funds are eliminated in the Statement of Net Position.

The Statement of Activities is reported by adjusting the governmental fund types to report only items related to current year revenues and expenditures. Items such as capital outlay are allocated over their estimated useful lives as depreciation expense. Internal activities between governmental funds, if any, are eliminated by adjustment to obtain net total revenue and expense of the government-wide Statement of Activities.

Fund Financial Statements

The District's fund financial statements are combined with the government-wide financial statements. The fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances.

Governmental Funds

The District has three governmental funds and considers each to be major funds.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Funds (Continued)

General Fund - To account for resources not required to be accounted for in another fund, customer service revenues, operating costs and general expenditures.

Debt Service Fund - To account for ad valorem taxes and financial resources restricted, committed or assigned for servicing bond debt and the cost of assessing and collecting taxes.

Capital Projects Fund - To account for financial resources restricted, committed or assigned for acquisition or construction of facilities and related costs.

Basis of Accounting

The District uses the modified accrual basis of accounting for governmental fund types. The modified accrual basis of accounting recognizes revenues when both “measurable and available.” Measurable means the amount can be determined. Available means collectable within the current period or soon enough thereafter to pay current liabilities. The District considers revenue reported in governmental funds to be available if they are collectable within 60 days after year end. Also, under the modified accrual basis of accounting, expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, which are recognized as expenditures when payment is due.

Property taxes considered available by the District and included in revenue include taxes collected during the year and taxes collected after year-end, which were considered available to defray the expenditures of the current year. Deferred inflows of resources related to property tax revenues are those taxes which the District does not reasonably expect to be collected soon enough in the subsequent period to finance current expenditures.

Amounts transferred from one fund to another fund are reported as other financing sources or uses. Loans by one fund to another fund and amounts paid by one fund for another fund are reported as interfund receivables and payables in the Governmental Funds Balance Sheet if there is intent to repay the amount and if the debtor fund has the ability to repay the advance on a timely basis. As of May 31, 2025, the Debt Service Fund owed the General Fund \$513,121 for maintenance tax collections.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the government-wide Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value on the date donated.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets (Continued)

Repairs and maintenance are recorded as expenditures in the governmental fund incurred and as an expense in the government-wide Statement of Activities. Capital asset additions, improvements and preservation costs that extend the life of an asset are capitalized and depreciated over the estimated useful life of the asset. Engineering fees and certain other costs are capitalized as part of the asset. Assets are capitalized, including infrastructure assets, if they have an original cost greater than \$5,000 and a useful life over two years. Depreciation is calculated on each class of depreciable property using the straight-line method of depreciation over periods ranging from 10 to 45 years.

Budgeting

A budget was adopted for the General Fund by the District's Board of Directors. The budget is prepared using the same method of accounting as for financial reporting. The original General Fund budget for the current year was not amended. The Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund presents the budgeted amounts compared to the actual amounts of revenues and expenditures for the current year.

Pensions

The District has not established a pension plan as the District does not have employees. The Internal Revenue Service has determined that fees of office received by Directors are considered to be wages subject to federal income tax withholding for payroll tax purposes only.

Measurement Focus

Measurement focus is a term used to describe which transactions are recognized within the various financial statements. In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position, financial position, and cash flows. All assets and liabilities associated with the activities are reported. Fund equity is classified as net position.

Governmental fund types are accounted for on a spending or financial flow measurement focus. Accordingly, only current assets and current liabilities are included on the Balance Sheet, and the reported fund balances provide an indication of available spendable or appropriable resources. Operating statements of governmental fund types report increases and decreases in available spendable resources.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus (Continued)

Fund balances in governmental funds are classified using the following hierarchy:

Nonspendable: amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted: amounts that can be spent only for specific purposes because of constitutional provisions, or enabling legislation, or because of constraints that are imposed externally.

Committed: amounts that can be spent only for purposes determined by a formal action of the Board of Directors. The Board is the highest level of decision-making authority for the District. This action must be made no later than the end of the fiscal year. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board. The District has no committed fund balances.

Assigned: amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. The District has not adopted a formal policy regarding the assignment of fund balance. The District assigned \$2,229,140 of its General Fund fund balance to cover the projected fiscal year ending 2026 budgeted deficit.

Unassigned: all other spendable amounts in the General Fund.

When expenditures are incurred for which restricted, committed, assigned or unassigned fund balances are available, the District considers amounts to have been spent first out of restricted funds, then committed funds, then assigned funds, and finally unassigned funds.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 3. LONG-TERM DEBT

	Refunding Series 2015	Series 2017	Refunding Series 2021
Amount Outstanding – May 31, 2025	\$4,980,000	\$10,390,000	\$2,070,000
Interest Rates	2.592% - 3.24%	3.00% - 3.625%	2.00% - 3.00%
Maturity Dates – Serially Beginning/Ending	October 1, 2025/2030	October 1, 2025/2041	October 1, 2025/2029
Interest Payment Dates	October 1/ April 1	October 1/ April 1	October 1/ April 1
Callable Dates	October 1, 2023*	October 1, 2025*	October 1, 2026*

* Or any date thereafter, at a price equal to the principal amount thereof plus accrued interest to the date fixed for redemption. The Series 2017 term bonds maturing on October 1, 2038, and 2041, are subject to mandatory redemption beginning October 1, 2037 and 2039, respectively.

The bonds are payable from the proceeds of an ad valorem tax levied upon all property subject to taxation within the District, without limitation as to rate or amount. As of May 31, 2025, the District had authorized but unissued bonds in the amount of \$12,950,000 for utility facilities and \$31,671,200 for refunding purposes.

The following is a summary of transactions regarding bonds payable for the year ended May 31, 2025:

	June 1, 2024	Additions	Retirements	May 31, 2025
Bonds Payable	\$ 18,945,000	\$	\$ 1,505,000	\$ 17,440,000
Unamortized Discounts	(172,840)		(9,963)	(162,877)
Unamortized Premiums	151,246		28,325	122,921
Bonds Payable, Net	<u>\$ 18,923,406</u>	<u>\$ -0-</u>	<u>\$ 1,523,362</u>	<u>\$ 17,400,044</u>
		Amount Due Within One Year		\$ 1,550,000
		Amount Due After One Year		<u>15,850,044</u>
		Bonds Payable, Net		<u>\$ 17,400,044</u>

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 3. LONG-TERM DEBT (Continued)

As of May 31, 2025, the debt service requirements on the bonds outstanding were as follows:

Fiscal Year	Principal	Interest	Total
2026	\$ 1,550,000	\$ 506,337	\$ 2,056,337
2027	1,570,000	486,302	2,056,302
2028	1,620,000	432,881	2,052,881
2029	1,675,000	386,302	2,061,302
2030	1,725,000	337,295	2,062,295
2031-2035	4,200,000	1,156,973	5,356,973
2036-2040	3,505,000	607,456	4,112,456
2041-2042	1,595,000	58,271	1,653,271
	<u>\$ 17,440,000</u>	<u>\$ 3,971,817</u>	<u>\$ 21,411,817</u>

During the year ended May 31, 2025, the District levied an ad valorem debt service tax rate of \$0.205 per \$100 of assessed valuation, which resulted in a tax levy of \$1,951,740 on the adjusted taxable valuation of \$952,068,021 for the 2024 tax year. The bond orders require the District to levy and collect an ad valorem debt service tax sufficient to pay interest and principal on bonds when due and the cost of assessing and collecting taxes. See Note 7 for the maintenance tax levy.

All property values and exempt status, if any, are determined by the appraisal district. Assessed values are determined as of January 1 of each year, at which time a tax lien attaches to the related property. Taxes are levied around October/November, are due upon receipt and are delinquent the following February 1. Penalty and interest attach thereafter.

NOTE 4. SIGNIFICANT BOND ORDER AND LEGAL REQUIREMENTS

The bond orders state that the District is required by the Securities and Exchange Commission to provide continuing disclosure of certain general financial information and operating data to certain information repositories. This information, along with the audited annual financial statements, is to be provided within six months after the end of each fiscal year shall continue to be provided through the life of the bonds.

The District has covenanted that it will take all necessary steps to comply with the requirement that rebatable arbitrage earnings on the investment of the gross proceeds of the bonds, within the meaning of section 148(f) of the Internal Revenue Code, be rebated to the federal government. The minimum requirement for determination of the rebatable amount is on each five-year anniversary of the bonds.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

NOTES TO THE FINANCIAL STATEMENTS

MAY 31, 2025

NOTE 5. DEPOSITS AND INVESTMENTS

Deposits

Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The District's deposit policy for custodial credit risk requires compliance with the provisions of Texas statutes. Texas statutes require that any cash balance in any fund shall, to the extent not insured by the Federal Deposit Insurance Corporation or its successor, be continuously secured by a valid pledge to the District of securities eligible under the laws of Texas to secure the funds of the District, having an aggregate market value, including accrued interest, at all times equal to the uninsured cash balance in the fund to which such securities are pledged. At fiscal year end, the carrying amount of the District's deposits was \$1,390,597 and the bank balance was \$1,443,564. The District was not exposed to custodial credit risk at year-end.

The carrying values of the deposits are included in the Governmental Funds Balance Sheet and the Statement of Net Position at May 31, 2025, as listed below:

	Cash	Certificates of Deposit	Total
GENERAL FUND	\$ 197,477	\$ 470,000	\$ 667,477
DEBT SERVICE FUND	252,871	470,000	722,871
CAPITAL PROJECTS FUND	249		249
TOTAL DEPOSITS	<u>\$ 450,597</u>	<u>\$ 940,000</u>	<u>\$ 1,390,597</u>

Investments

Under Texas law, the District is required to invest its funds under written investment policies that primarily emphasize safety of principal and liquidity and that address investment diversification, yield, maturity, and the quality and capability of investment management, and all District funds must be invested in accordance with the following investment objectives: understanding the suitability of the investment to the District's financial requirements, first; preservation and safety of principal, second; liquidity, third; marketability of the investments if the need arises to liquidate the investment before maturity, fourth; diversification of the investment portfolio, fifth; and yield, sixth. The District's investments must be made "with judgment and care, under prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person's own affairs, not for speculation, but for investment, considering the probable safety of capital and the probable income to be derived." No person may invest District funds without express written authority from the Board of Directors.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

NOTES TO THE FINANCIAL STATEMENTS

MAY 31, 2025

NOTE 5. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

Texas statutes include specifications for and limitations applicable to the District and its authority to purchase investments as defined in the Public Funds Investment Act. The District has adopted a written investment policy to establish the guidelines by which it may invest which is reviewed annually and may be more restrictive than the Public Funds Investment Act.

The District invests in Texas Cooperative Liquid Assets Securities System Trust ("Texas CLASS"), a public funds investment pool that is not SEC-registered. Public Trust Advisors, LLC serves as the pool's administrator and investment advisor and general supervision is provided by the Board of Trustees and its Advisory Board. UMB Bank, N.A. serves as custodian for the pool. Investments held by Texas CLASS are priced to market on a weekly basis. The investments are considered to be Level I investments because their fair value is measured by quoted prices in active markets. The fair value of the District's position in the pool is the same as the value of the pool shares. There are no limitations or restrictions on withdrawals from Texas CLASS.

The District records its investments in certificates of deposits at acquisition cost.

As of May 31, 2025, the District had the following investments and maturities:

Funds and Investment Type	Fair Value	Maturities of Less Than 1 Year
<u>GENERAL FUND</u>		
Texas CLASS	\$ 6,692,489	\$ 6,692,489
Certificates of Deposit	470,000	470,000
<u>DEBT SERVICE FUND</u>		
Texas CLASS	2,664,461	2,664,461
Certificates of Deposit	470,000	470,000
<u>CAPITAL PROJECTS FUND</u>		
Texas CLASS	63,051	63,051
TOTAL INVESTMENTS	<u><u>\$ 10,360,001</u></u>	<u><u>\$ 10,360,001</u></u>

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. The District's investments in Texas CLASS were rated AAAM by Standard and Poor's. The District manages credit risk by typically investing in certificates of deposit with balances below FDIC coverage.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

NOTES TO THE FINANCIAL STATEMENTS

MAY 31, 2025

NOTE 5. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District considers the investments in Texas CLASS to have maturities of less than one year due to the fact share positions can usually be redeemed each day at the discretion of the District. The District manages interest rate risk by investing in certificates of deposit with maturities of less than one year.

Restrictions

All cash and investments of the Debt Service Fund are restricted for the payment of debt service and the cost of assessing and collecting taxes. All cash and investments of the Capital Projects Fund are restricted for the purchase of capital assets.

NOTE 6. CAPITAL ASSETS

Capital asset activity for the current fiscal year is summarized in the following table:

	June 1, 2024	Increases	Decreases	May 31, 2025
Capital Assets Not Being Depreciated				
Land and Land Improvements	\$ 230,634	\$	\$	\$ 230,634
Construction in Progress	449,319	1,058,078	504,216	1,003,181
Total Capital Assets Not Being Depreciated	\$ 679,953	\$ 1,058,078	\$ 504,216	\$ 1,233,815
Capital Assets Subject to Depreciation				
Water System	\$ 13,346,316	\$ 412,292	\$	\$ 13,758,608
Wastewater System	19,328,487	91,924		19,420,411
Total Capital Assets Subject to Depreciation	\$ 32,674,803	\$ 504,216	\$ - 0 -	\$ 33,179,019
Accumulated Depreciation				
Water System	\$ 6,083,135	\$ 277,326	\$	\$ 6,360,461
Wastewater System	10,474,120	413,562		10,887,682
Total Accumulated Depreciation	\$ 16,557,255	\$ 690,888	\$ - 0 -	\$ 17,248,143
Total Depreciable Capital Assets, Net of Accumulated Depreciation	\$ 16,117,548	\$ (186,672)	\$ - 0 -	\$ 15,930,876
Total Capital Assets, Net of Accumulated Depreciation	\$ 16,797,501	\$ 871,406	\$ 504,216	\$ 17,164,691

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 7. MAINTENANCE TAX

Voters of the District approved the levy and collection of a maintenance tax of not more than \$1.00 per \$100 of assessed valuation of taxable property within the District. A maintenance tax is to be used by the General Fund to pay expenditures of operating the District's waterworks and wastewater system. During the year ended May 31, 2025, the District levied an ad valorem maintenance tax of \$0.23 per \$100 of assessed valuation, which resulted in a tax levy of \$2,189,757 on the adjusted taxable valuation of \$952,068,021 for the 2024 tax year.

NOTE 8. WATER AND WASTEWATER SERVICE AGREEMENT

On July 1, 1996, the District and Harris County Municipal Utility District No. 151 (District No. 151) entered into an agreement which outlines the terms in which each district will provide water and wastewater collection services for certain areas of the other district. The contract was amended on October 15, 2019. The agreement has a term of 40 years.

This agreement calls for water to be provided by the District to several specific tracts of land within District No. 151. The agreement states that the meters in this area will be read by District No. 151's operator on a monthly basis and the total gallons of water registered on all such meters will be provided to the District's operator. The agreement states the District will charge District No. 151 for all water at its rate per 1,000 gallons for the first 1,000 gallons of usage in excess of the minimum bill for residential customers of the District, as such rate is set forth in the District's current rate order plus regional water authority fees. District No. 151 is treated as a single customer for purposes of calculating the amount due to the District.

The agreement also makes provisions for wastewater collection and emergency water services to the other district. Wastewater collection services are provided by each district to the other district at no charge. Emergency water service is to be paid in kind for water supplied for less than five days. The district supplying water may bill the district receiving the emergency water service for such period in excess of the first five days, at a rate equal to the out-of-district water service rate for the district providing the emergency water service.

NOTE 9. JOINT WASTE DISPOSAL CONTRACT

Harris County Municipal Utility District Nos. 46, 106, 109, 132, 151, 109 and 153 previously entered into a Waste Disposal Contract to operate and maintain a regional sewage treatment plant to serve surrounding areas. The agreement calls for each district to pay its pro rata share of operating costs of the plant based upon a budget of the estimated costs. The agreement provides for the establishment of a Joint Operations Board.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

NOTES TO THE FINANCIAL STATEMENTS

MAY 31, 2025

NOTE 9. JOINT WASTE DISPOSAL CONTRACT (Continued)

The Joint Operations Board is responsible for adoption of a budget for both Exhibit B and C costs for the fiscal year June 1 through May 31 and determines the rates to be charged based upon the expected operating budgets. Exhibit B costs are insurance and maintenance of the plant, Exhibit C costs are costs related to the operation of the plant.

On December 1, 2012, the participants in the plant executed a Fourth Amended and Restated Waste Disposal Contract whereby certain participants agreed to sell and assign capacity to Harris County Municipal Utility District No. 494 (District No. 494). The term of the agreement ends August 1, 2048. On December 1, 2012, the participants executed an amended Sanitary Sewer Line Contract which provides for the participants to sell capacity in the line to District No. 494.

As of May 31, 2025, the District's advance for operation and maintenance of the regional sewage treatment plant was \$423,556 and the District recorded a total of \$787,338 for its share of operating costs of the plant.

The following summary financial data of the Atascocita Central Plant is presented for the fiscal year ended May 31, 2025. A copy of the financial statements for the plant can be obtained by contacting Norton Rose Fulbright US LLP.

Total Assets	\$ 2,564,481
Total Liabilities	<u>237,131</u>
Total Fund Balance	<u>\$ 2,327,350</u>
Total Revenues	\$ 4,314,247
Total Expenditures	<u>4,314,247</u>
Excess Revenues (Expenditures)	\$ -0-
Other Financing Sources:	
Reserve Adjustment	<u>155,250</u>
Net Increase in Fund Balance	\$ 155,250
Fund Balance, Beginning of Year	<u>2,172,100</u>
Fund Balance, End of Year	<u>\$ 2,327,350</u>

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 10. NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY

The District is located within the boundaries of the North Harris County Regional Water Authority (the “Authority”). The Authority was created under Article 16, Section 59 of the Texas Constitution by House Bill 2965 (the “Act”), as passed by the 75th Texas Legislature, in 1999. The Act empowers the Authority to provide for the conservation, preservation, protection, recharge and prevention of waste of groundwater, and for the reduction of groundwater withdrawals. The Authority is overseeing that its participants comply with the Harris-Galveston Subsidence District pumpage requirements.

The Authority charges a fee, based on the amount of water pumped from a well, to the owner of wells located within the boundaries of the Authority, unless exempted. This fee enables the Authority to fulfill its purpose and regulatory functions. The current fee charged is \$2.60 per 1,000 gallons of water pumped from each well. The District recorded expenditures of \$911,686 for pumpage fees from the Authority during the current fiscal year.

In 2003, the District entered into a Capital Contribution Contract with the Authority and made a capital contribution of \$2,018,949 to the Authority. The District is receiving capital contribution credits to be applied to the pumpage fees which the Authority assesses. Interest accrues on the District’s Capital Contribution at 5.0575% per annum.

The following is a schedule of the remaining capital contribution credits (principal only) to be received under the terms of the agreement.

<u>Fiscal Year</u>	<u>Principal</u>
2026	\$ 99,101
2027	104,230
2028	109,626
2029	115,300
2030	121,269
2031-2034	445,248
	<u>\$ 994,774</u>

NOTE 11. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions and natural disasters from which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 12. STRATEGIC PARTNERSHIP AGREEMENT

Effective March 31, 2015, the District has entered into a Strategic Partnership Agreement with the City of Houston, Texas (the “City”). The agreement provides that in accordance with Subchapter F of Chapter 43 of the Local Government Code and Act, the City shall annex a tract of land defined as the “Tract” for the limited purposes of applying the City’s Planning, Zoning, Health, and Safety Ordinances within the Tract within the boundaries of the District. The District will continue to develop, to own, and to operate and maintain a water, wastewater, and drainage system in the District.

The City shall impose a Sales and Use Tax within the boundaries of the Tract upon the limited-purpose annexation of the Tract. The Sales and Use Tax shall be imposed on the receipts from the sale and use at retail of taxable items at the rate of one percent or the rate specified under the future amendments to Chapter 321 of the Tax Code. The City pays the District one-half of all Sales and Use Tax revenues generated within the boundaries of the Tract. The City delivers to the District its share of the sales tax receipts within 30 days of the City receiving the funds from the State Comptroller’s office.

The City agrees that it will not annex the District for full purposes or commence any action to annex the District for full purposes during the term of this Agreement. The term of this Agreement is 30 years from the effective date of the agreement. During the year ended May 31, 2025, the District received \$88,078 in sales tax revenues.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

REQUIRED SUPPLEMENTARY INFORMATION

MAY 31, 2025

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED MAY 31, 2025

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Property Taxes	\$ 1,831,782	\$ 2,169,125	\$ 337,343
Water Service	603,500	584,808	(18,692)
Wastewater Service	666,300	778,278	111,978
Water Authority Fees	1,338,135	678,872	(659,263)
Penalty and Interest	94,100	95,850	1,750
Connection and Inspection Fees	43,300	278,145	234,845
Sales Tax Revenues	101,700	88,078	(13,622)
Investment and Miscellaneous Revenues	336,081	325,507	(10,574)
TOTAL REVENUES	<u>\$ 5,014,898</u>	<u>\$ 4,998,663</u>	<u>\$ (16,235)</u>
EXPENDITURES			
Service Operations:			
Professional Fees	\$ 194,400	\$ 164,011	\$ 30,389
Contracted Services	538,700	536,916	1,784
Purchased Wastewater Service	379,700	787,338	(407,638)
Utilities	154,300	134,604	19,696
Water Authority Assessment, Net of Credits	1,345,400	764,551	580,849
Repairs and Maintenance	576,200	739,149	(162,949)
Other	261,600	292,346	(30,746)
Capital Outlay	2,663,981	750,618	1,913,363
TOTAL EXPENDITURES	<u>\$ 6,114,281</u>	<u>\$ 4,169,533</u>	<u>\$ 1,944,748</u>
NET CHANGE IN FUND BALANCE	\$ (1,099,383)	\$ 829,130	\$ 1,928,513
FUND BALANCE - JUNE 1, 2024	<u>7,143,722</u>	<u>7,143,722</u>	<u></u>
FUND BALANCE - MAY 31, 2025	<u>\$ 6,044,339</u>	<u>\$ 7,972,852</u>	<u>\$ 1,928,513</u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

SUPPLEMENTARY INFORMATION – REQUIRED BY THE

WATER DISTRICT FINANCIAL MANAGEMENT GUIDE

MAY 31, 2025

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

SERVICES AND RATES

FOR THE YEAR ENDED MAY 31, 2025

1. SERVICES PROVIDED BY THE DISTRICT DURING THE FISCAL YEAR:

<u> X </u>	Retail Water	<u> </u>	Wholesale Water	<u> </u>	Drainage
<u> X </u>	Retail Wastewater	<u> </u>	Wholesale Wastewater	<u> </u>	Irrigation
<u> </u>	Parks/Recreation	<u> </u>	Fire Protection	<u> X </u>	Security
<u> </u>	Solid Waste/Garbage	<u> </u>	Flood Control	<u> </u>	Roads
<u> X </u>	Participates in joint venture, regional system and/or wastewater service (other than emergency interconnect)				
<u> </u>	Other (specify): _____				

2. RETAIL SERVICE PROVIDERS

a. RETAIL RATES FOR A 5/8" METER (OR EQUIVALENT):

The following rates are based on the rate order approved November 19, 2024.

	<u>Minimum Charge</u>	<u>Minimum Usage</u>	<u>Flat Rate Y/N</u>	<u>Rate per 1,000 Gallons over Minimum Use</u>	<u>Usage Levels</u>
WATER:	\$ 11.00	10,000	N	\$ 1.25	10,001 to 20,000
				\$ 1.50	20,001 to 30,000
				\$ 1.80	30,001 to 40,000
				\$ 2.50	40,001 and up
WASTEWATER:	\$ 20.00	30,000	N	\$ 1.00	30,001 to 40,000
				\$ 2.00	40,001 and up
SURCHARGE:					
Water Authority Fees			N	\$ 2.35	0,001 and up
District employs winter averaging for wastewater usage?					<u> </u> <u> X </u> Yes No

Total monthly charges per 10,000 gallons usage: Water: \$11.00 Wastewater: \$20.00 Surcharge: \$23.50

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
SERVICES AND RATES
FOR THE YEAR ENDED MAY 31, 2025

2. RETAIL SERVICE PROVIDERS (Continued)

b. WATER AND WASTEWATER RETAIL CONNECTIONS: (Unaudited)

<u>Meter Size</u>	<u>Total Connections</u>	<u>Active Connections</u>	<u>ESFC Factor</u>	<u>Active ESFCs</u>
Unmetered; 2.5"			x 1.0	
≤¾"			x 1.0	
1"			x 2.5	
1½"			x 5.0	
2"			x 8.0	
3"			x 15.0	
4"			x 25.0	
6"			x 50.0	
8"			x 80.0	
10"			x 115.0	
Total Water Connections				
Total Wastewater Connections			x 1.0	

3. TOTAL WATER CONSUMPTION DURING THE FISCAL YEAR ROUNDED TO THE NEAREST THOUSAND: (Unaudited)

Gallons pumped into system:

Water Accountability Ratio: _____ %
 (Gallons billed and sold/Gallons
 pumped)

Gallons billed to customers:

Gallons sold:

To: Harris County MUD No. 151

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
SERVICES AND RATES
FOR THE YEAR ENDED MAY 31, 2025

4. STANDBY FEES (authorized only under TWC Section 49.231):

Does the District have Debt Service standby fees? Yes ☐ No ☒

Does the District have Operation and Maintenance standby fees? Yes ☐ No ☒

5. LOCATION OF DISTRICT:

Is the District located entirely within one county?

Yes ☒ No ☐

County in which District is located:

Harris County, Texas

Is the District located within a city?

Entirely ☐ Partly ☐ Not at all ☒

Is the District located within a city's extraterritorial jurisdiction (ETJ)?

Entirely ☒ Partly ☐ Not at all ☐

ETJ in which District is located:

City of Houston, Texas

Are Board Members appointed by an office outside the District?

Yes ☐ No ☒

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
GENERAL FUND EXPENDITURES
FOR THE YEAR ENDED MAY 31, 2025

PROFESSIONAL FEES:

Auditing	\$ 19,500
Engineering	59,303
Legal	<u>85,208</u>

TOTAL PROFESSIONAL FEES	<u>\$ 164,011</u>
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WATER AUTHORITY ASSESSMENTS	<u>\$ 911,686</u>
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PURCHASED WASTEWATER SERVICE	<u>\$ 787,338</u>
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CONTRACTED SERVICES:

Bookkeeping	\$ 60,122
Operations and Billing	167,090
Security	<u>309,704</u>

TOTAL CONTRACTED SERVICES	<u>\$ 536,916</u>
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UTILITIES:

Electricity	\$ 123,374
Telephone	<u>11,230</u>

TOTAL UTILITIES	<u>\$ 134,604</u>
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REPAIRS AND MAINTENANCE	<u>\$ 739,149</u>
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ADMINISTRATIVE EXPENDITURES:

Director Fees, Including Payroll Taxes	\$ 22,977
Insurance	39,139
Office Supplies and Postage	33,148
Travel and Meetings	1,294
Consumer Confidence Report and Other	<u>12,892</u>

TOTAL ADMINISTRATIVE EXPENDITURES	<u>\$ 109,450</u>
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CAPITAL OUTLAY	<u>\$ 750,618</u>
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OTHER EXPENDITURES:

Chemicals	\$ 60,407
Laboratory Fees	9,964
Permit Fees	7,666
Connection, Inspection and Reconnection Fees	98,725
Regulatory Assessment	<u>6,134</u>

TOTAL OTHER EXPENDITURES	<u>\$ 182,896</u>
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TOTAL EXPENDITURES	<u><u>\$ 4,316,668</u></u>
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See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
INVESTMENTS
MAY 31, 2025

<u>Funds</u>	<u>Identification or Certificate Number</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Balance at End of Year</u>	<u>Accrued Interest Receivable at End of Year</u>
<u>GENERAL FUND</u>					
Texas CLASS	XXXX0001	Varies	Daily	\$ 6,692,489	\$
Certificate of Deposit	XXXX1280	4.15%	03/26/26	235,000	1,763
Certificate of Deposit	XXXX5987	5.01%	08/21/25	235,000	8,000
TOTAL GENERAL FUND				<u>\$ 7,162,489</u>	<u>\$ 9,763</u>
<u>DEBT SERVICE FUND</u>					
Texas CLASS	XXXX0003	Varies	Daily	\$ 2,664,461	\$
Certificate of Deposit	XXXX4954	5.25%	08/27/25	235,000	9,363
Certificate of Deposit	XXXX3518	5.25%	08/27/25	235,000	9,363
TOTAL DEBT SERVICE FUND				<u>\$ 3,134,461</u>	<u>\$ 18,726</u>
<u>CAPITAL PROJECTS FUND</u>					
Texas CLASS	XXXX0002	Varies	Daily	\$ 63,051	\$ - 0 -
TOTAL - ALL FUNDS				<u>\$ 10,360,001</u>	<u>\$ 28,489</u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
TAXES LEVIED AND RECEIVABLE
FOR THE YEAR ENDED MAY 31, 2025

	<u>Maintenance Taxes</u>		<u>Debt Service Taxes</u>	
TAXES RECEIVABLE -				
JUNE 1, 2024	\$	101,717	\$	150,580
Adjustments to Beginning				
Balance		<u>(4,856)</u>		<u>(5,318)</u>
	\$	96,861	\$	145,262
Original 2024 Tax Levy	\$	2,193,293	\$	1,954,892
Adjustment to 2024 Tax Levy		<u>(3,536)</u>		<u>(3,152)</u>
		2,189,757		1,951,740
TOTAL TO BE				
ACCOUNTED FOR		\$ 2,286,618		\$ 2,097,002
TAX COLLECTIONS:				
Prior Years	\$	53,777	\$	61,783
Current Year		<u>2,115,348</u>		<u>1,885,419</u>
		2,169,125		1,947,202
TAXES RECEIVABLE -				
MAY 31, 2025		<u>\$ 117,493</u>		<u>\$ 149,800</u>
TAXES RECEIVABLE BY				
YEAR:				
2024	\$	74,409	\$	66,321
2023		10,982		12,028
2022		9,190		10,443
2021		4,704		7,179
2020		3,512		6,706
2019		3,509		7,019
2018		1,832		5,072
2017		1,922		4,943
2016		1,065		3,971
2015		688		2,064
2014 and prior		<u>5,680</u>		<u>24,054</u>
TOTAL	\$	<u>117,493</u>	\$	<u>149,800</u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
TAXES LEVIED AND RECEIVABLE
FOR THE YEAR ENDED MAY 31, 2025

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
TOTAL PROPERTY VALUATIONS	<u>\$ 952,068,021</u>	<u>\$ 898,340,437</u>	<u>\$ 801,000,829</u>	<u>\$ 705,619,975</u>
TAX RATES PER \$100 VALUATION:				
Debt Service	\$ 0.205	\$ 0.23	\$ 0.25	\$ 0.29
Maintenance	<u>0.230</u>	<u>0.21</u>	<u>0.22</u>	<u>0.19</u>
TOTAL TAX RATES PER \$100 VALUATION	<u>\$ 0.435</u>	<u>\$ 0.44</u>	<u>\$ 0.47</u>	<u>\$ 0.48</u>
ADJUSTED TAX LEVY*	<u>\$ 4,141,497</u>	<u>\$ 3,952,697</u>	<u>\$ 3,764,704</u>	<u>\$ 3,386,976</u>
PERCENTAGE OF TAXES COLLECTED TO TAXES LEVIED	<u>96.60 %</u>	<u>99.42 %</u>	<u>99.48 %</u>	<u>99.65 %</u>

* Based upon adjusted tax at time of audit for the fiscal year in which the tax was levied.

Voters have approved a maximum maintenance tax rate of \$1.00 per \$100 of assessed valuation.

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
LONG-TERM DEBT SERVICE REQUIREMENTS
MAY 31, 2025

S E R I E S - 2 0 1 5 R E F U N D I N G			
Due During Fiscal Years Ending May 31	Principal Due October 1	Interest Due October 1/ April 1	Total
2026	\$ 695,000	\$ 127,818	\$ 822,818
2027	680,000	133,958	813,958
2028	700,000	105,462	805,462
2029	720,000	82,458	802,458
2030	890,000	56,376	946,376
2031	1,295,000	20,979	1,315,979
2032			
2033			
2034			
2035			
2036			
2037			
2038			
2039			
2040			
2041			
2042			
	<u>\$ 4,980,000</u>	<u>\$ 527,051</u>	<u>\$ 5,507,051</u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
LONG-TERM DEBT SERVICE REQUIREMENTS
MAY 31, 2025

S E R I E S - 2 0 1 7			
Due During Fiscal Years Ending May 31	Principal Due October 1	Interest Due October 1/ April 1	Total
2026	\$ 445,000	\$ 334,869	\$ 779,869
2027	460,000	321,294	781,294
2028	475,000	307,269	782,269
2029	490,000	292,794	782,794
2030	515,000	277,719	792,719
2031	525,000	262,119	787,119
2032	560,000	245,844	805,844
2033	585,000	228,303	813,303
2034	605,000	209,709	814,709
2035	630,000	190,019	820,019
2036	650,000	168,813	818,813
2037	675,000	146,453	821,453
2038	700,000	122,812	822,812
2039	725,000	97,875	822,875
2040	755,000	71,503	826,503
2041	785,000	43,590	828,590
2042	810,000	14,681	824,681
	<u>\$ 10,390,000</u>	<u>\$ 3,335,666</u>	<u>\$ 13,725,666</u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
LONG-TERM DEBT SERVICE REQUIREMENTS
MAY 31, 2025

S E R I E S - 2 0 2 1 R E F U N D I N G			
Due During Fiscal Years Ending May 31	Principal Due October 1	Interest Due October 1/ April 1	Total
2026	\$ 410,000	\$ 43,650	\$ 453,650
2027	430,000	31,050	461,050
2028	445,000	20,150	465,150
2029	465,000	11,050	476,050
2030	320,000	3,200	323,200
2031			
2032			
2033			
2034			
2035			
2036			
2037			
2038			
2039			
2040			
2041			
2042			
	<u>\$ 2,070,000</u>	<u>\$ 109,100</u>	<u>\$ 2,179,100</u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
LONG-TERM DEBT SERVICE REQUIREMENTS
MAY 31, 2025

ANNUAL REQUIREMENTS FOR ALL SERIES			
Due During Fiscal Years Ending May 31	Total Principal Due	Total Interest Due	Total Principal and Interest Due
2026	\$ 1,550,000	\$ 506,337	\$ 2,056,337
2027	1,570,000	486,302	2,056,302
2028	1,620,000	432,881	2,052,881
2029	1,675,000	386,302	2,061,302
2030	1,725,000	337,295	2,062,295
2031	1,820,000	283,098	2,103,098
2032	560,000	245,844	805,844
2033	585,000	228,303	813,303
2034	605,000	209,709	814,709
2035	630,000	190,019	820,019
2036	650,000	168,813	818,813
2037	675,000	146,453	821,453
2038	700,000	122,812	822,812
2039	725,000	97,875	822,875
2040	755,000	71,503	826,503
2041	785,000	43,590	828,590
2042	810,000	14,681	824,681
	<u>\$ 17,440,000</u>	<u>\$ 3,971,817</u>	<u>\$ 21,411,817</u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

CHANGES IN LONG-TERM BOND DEBT

FOR THE YEAR ENDED MAY 31, 2025

Description	Original Bonds Issued	Bonds Outstanding June 1, 2024
Harris County Municipal Utility District No. 109		
Unlimited Tax Refunding Bonds - Series 2015	\$ 5,920,000	\$ 5,200,000
Harris County Municipal Utility District No. 109		
Unlimited Tax Bonds - Series 2017	12,100,000	10,850,000
Harris County Municipal Utility District No. 109		
Unlimited Tax Refunding Bonds - Series 2021	<u>3,705,000</u>	<u>2,895,000</u>
TOTAL	<u>\$ 21,725,000</u>	<u>\$ 18,945,000</u>

Bond Authority:	Tax Bonds	Refunding Bonds
Amount Authorized by Voters	\$ 61,830,000	\$ 32,730,000
Amount Issued	<u>48,880,000</u>	<u>1,058,800</u>
Remaining to be Issued	<u>\$ 12,950,000</u>	<u>\$ 31,671,200</u>

Debt Service Fund cash and investment balances as of May 31, 2025: \$ 3,387,332

Average annual debt service payment (principal and interest) for
remaining term of all debt: \$ 1,259,519

See Note 3 for interest rates, interest payment dates and maturity dates.

See accompanying independent auditor's report.

Current Year Transactions				
Bonds Sold	Retirements		Bonds Outstanding May 31, 2025	Paying Agent
	Principal	Interest		
\$	\$ 220,000	\$ 131,933	\$ 4,980,000	The Bank of New York Mellon Trust Company, N.A. Dallas, TX
	460,000	348,444	10,390,000	The Bank of New York Mellon Trust Company, N.A. Dallas, TX
	825,000	62,175	2,070,000	The Bank of New York Mellon Trust Company, N.A. Dallas, TX
\$ - 0 -	\$ 1,505,000	\$ 542,552	\$ 17,440,000	

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
GENERAL FUND - FIVE YEARS

	Amounts		
	2025	2024	2023
REVENUES			
Property Taxes	\$ 2,169,125	\$ 1,897,371	\$ 1,716,071
Water Service	584,808	598,570	613,963
Wastewater Service	778,278	646,785	651,000
Water Authority Fees	678,872	1,151,321	1,365,774
Penalty and Interest	95,850	93,240	92,580
Connection and Inspection Fees	278,145	39,017	61,507
Sales Tax Revenues	88,078	98,566	97,715
Water Authority Credits	147,135	147,135	147,135
Settlement, Investment and Other Revenues	325,507	647,211	154,021
TOTAL REVENUES	<u>\$ 5,145,798</u>	<u>\$ 5,319,216</u>	<u>\$ 4,899,766</u>
EXPENDITURES			
Professional Fees	\$ 164,011	\$ 189,200	\$ 115,516
Contracted Services	536,916	510,231	468,361
Purchased Wastewater Service	787,338	878,635	445,175
Utilities	134,604	147,029	143,454
Repairs and Maintenance	739,149	535,588	695,897
Water Authority Assessments	911,686	1,313,382	1,672,615
Other	292,346	237,736	280,393
Capital Outlay	750,618	425,664	125,713
TOTAL EXPENDITURES	<u>\$ 4,316,668</u>	<u>\$ 4,237,465</u>	<u>\$ 3,947,124</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 829,130</u>	<u>\$ 1,081,751</u>	<u>\$ 952,642</u>
OTHER FINANCING SOURCES (USES)			
Transfers In (Out)	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>
NET CHANGE IN FUND BALANCE	\$ 829,130	\$ 1,081,751	\$ 952,642
BEGINNING FUND BALANCE	<u>7,143,722</u>	<u>6,061,971</u>	<u>5,109,329</u>
ENDING FUND BALANCE	<u>\$ 7,972,852</u>	<u>\$ 7,143,722</u>	<u>\$ 6,061,971</u>

See accompanying independent auditor's report.

		Percentage of Total Revenues				
2022	2021	2025	2024	2023	2022	2021
\$ 1,352,957	\$ 1,074,163	42.1 %	35.5 %	35.0 %	33.8 %	29.1 %
515,471	537,428	11.4	11.3	12.5	12.9	14.5
613,652	633,397	15.1	12.2	13.3	15.3	17.1
1,163,402	1,152,986	13.2	21.6	27.9	29.0	31.2
69,599	1,244	1.9	1.8	1.9	1.7	
37,402	22,197	5.4	0.7	1.3	0.9	0.6
94,395	86,463	1.7	1.9	2.0	2.4	2.3
147,135	147,135	2.9	2.8	3.0	3.7	4.0
11,447	44,703	6.3	12.2	3.1	0.3	1.2
<u>\$ 4,005,460</u>	<u>\$ 3,699,716</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>
\$ 140,891	\$ 145,524	3.2 %	3.6 %	2.4 %	3.5 %	3.9 %
389,329	326,575	10.4	9.6	9.6	9.7	8.8
501,126	381,875	15.3	16.5	9.1	12.5	10.3
123,854	119,733	2.6	2.8	2.9	3.1	3.2
510,459	713,042	14.4	10.1	14.2	12.7	19.3
1,482,690	1,444,817	17.7	24.7	34.1	37.0	39.1
204,613	203,674	5.7	4.5	5.7	5.1	5.5
109,992	1,027,958	14.6	8.0	2.6	2.7	27.8
<u>\$ 3,462,954</u>	<u>\$ 4,363,198</u>	<u>83.9 %</u>	<u>79.8 %</u>	<u>80.6 %</u>	<u>86.3 %</u>	<u>117.9 %</u>
<u>\$ 542,506</u>	<u>\$ (663,482)</u>	<u>16.1 %</u>	<u>20.2 %</u>	<u>19.4 %</u>	<u>13.7 %</u>	<u>(17.9) %</u>
<u>\$ - 0 -</u>	<u>\$ 97,450</u>					
\$ 542,506	\$ (566,032)					
<u>4,566,823</u>	<u>5,132,855</u>					
<u>\$ 5,109,329</u>	<u>\$ 4,566,823</u>					

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
DEBT SERVICE FUND - FIVE YEARS

	Amounts		
	2025	2024	2023
REVENUES			
Property Taxes	\$ 1,955,873	\$ 2,084,995	\$ 1,961,484
Penalty and Interest	77,227	63,078	53,768
Investment and Miscellaneous Revenues	130,326	140,728	83,851
TOTAL REVENUES	<u>\$ 2,163,426</u>	<u>\$ 2,288,801</u>	<u>\$ 2,099,103</u>
EXPENDITURES			
Tax Collection Expenditures	\$ 97,546	\$ 100,940	\$ 83,377
Debt Service Principal	1,505,000	1,455,000	1,260,000
Debt Service Interest and Fees	544,127	585,344	624,398
Bond Issuance Costs			
TOTAL EXPENDITURES	<u>\$ 2,146,673</u>	<u>\$ 2,141,284</u>	<u>\$ 1,967,775</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 16,753</u>	<u>\$ 147,517</u>	<u>\$ 131,328</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from the Sale of Refunding Bonds	\$	\$	\$
Payment to Refunded Bond Escrow Agent			
Bond Premium			
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>
NET CHANGE IN FUND BALANCE	\$ 16,753	\$ 147,517	\$ 131,328
BEGINNING FUND BALANCE	2,871,535	2,724,018	2,592,690
ENDING FUND BALANCE	<u>\$ 2,888,288</u>	<u>\$ 2,871,535</u>	<u>\$ 2,724,018</u>
TOTAL ACTIVE RETAIL WATER CONNECTIONS	<u></u>	<u>3,132</u>	<u>3,123</u>
TOTAL ACTIVE RETAIL WASTEWATER CONNECTIONS	<u></u>	<u>3,132</u>	<u>3,123</u>

See accompanying independent auditor's report.

		Percentage of Total Revenues				
2022	2021	2025	2024	2023	2022	2021
\$ 2,085,542	\$ 2,061,439	90.4 %	91.1 %	93.4 %	96.1 %	96.7 %
55,626	56,962	3.6	2.8	2.6	2.6	2.7
29,127	13,393	6.0	6.1	4.0	1.3	0.6
<u>\$ 2,170,295</u>	<u>\$ 2,131,794</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>
\$ 94,125	\$ 83,089	4.5 %	4.4 %	4.0 %	4.3 %	3.9 %
1,135,000	1,390,000	69.6	63.6	60.0	52.3	65.2
677,078	758,577	25.2	25.6	29.7	31.2	35.6
149,710					6.9	
<u>\$ 2,055,913</u>	<u>\$ 2,231,666</u>	<u>99.3 %</u>	<u>93.6 %</u>	<u>93.7 %</u>	<u>94.7 %</u>	<u>104.7 %</u>
\$ 114,382	\$ (99,872)	0.7 %	6.4 %	6.3 %	5.3 %	(4.7) %
\$ 3,705,000	\$					
(3,768,567)						
223,726						
<u>\$ 160,159</u>	<u>\$ - 0 -</u>					
\$ 274,541	\$ (99,872)					
2,318,149	2,418,021					
<u>\$ 2,592,690</u>	<u>\$ 2,318,149</u>					
3,124	3,114					
<u>3,124</u>	<u>3,113</u>					

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS
MAY 31, 2025

Consultants:	<u>Date Hired</u>	<u>Fees for the year ended May 31, 2025</u>	<u>Title</u>
Norton Rose Fulbright US LLP	07/29/74	\$ 86,815	General Counsel
McCall Gibson Swedlund Barfoot Ellis PLLC	05/24/16	\$ 19,500	Auditor
Municipal Accounts & Consulting, L.P.	02/27/17	\$ 64,182	Bookkeeper
Perdue, Brandon, Fielder, Collins & Mott, LLP	03/19/96	\$ 26,710	Delinquent Tax Attorney
Brown & Gay Engineers, Inc.	09/19/84	\$ 230,123	Engineer
Robert W. Baird & Co.	02/17/15	\$ -0-	Financial Advisor
Water Wastewater Management Services, Inc.	03/20/01	\$ 736,766	Operator
Bill Spencer	08/15/95	\$ 38,285	Tax Assessor/ Collector

See accompanying independent auditor's report.

McCall Gibson Swedlund Barfoot Ellis PLLC

Certified Public Accountants

*Chris Swedlund
Noel W. Barfoot
Joseph Ellis
Ashlee Martin*

*Mike M. McCall
(retired)
Debbie Gibson
(retired)*

August 19, 2025

Board of Directors
Harris County Municipal
Utility District No. 109

We have audited the financial statements of the governmental activities and each major fund of Harris County Municipal Utility District No. 109 (the "District") for the year ended May 31, 2025. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our audit continuance letter to you dated May 21, 2024. Professional standards also require that we communicate to you the following information related to our audit. For the purposes of this letter, the term "management" refers to the Board of Directors and/or District consultants.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. Significant accounting policies used by the District, including new accounting policies, if any, that have been adopted and implemented during the current fiscal year, are discussed in Note 2. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period. The financial statement disclosures are neutral, consistent, and clear.

Accounting estimates are an integral part of the financial statements and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the District's financial statements were management's estimate of depreciable lives of capital assets. Depreciation of infrastructure assets is based on industry wide accepted estimated useful lives taken on a straight-line basis, or on the life of the applicable contract in the case of intangible assets. We evaluated the key factors and assumptions used to develop these estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. The District's Bookkeeper and Board of Directors will be provided with all such adjustments.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated August 19, 2025.

Disagreements with Management

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

Management Consultations with Other Independent Accountants

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

Other Audit Findings or Issues

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

Other Matters

We were engaged to perform the following non-attest services for the District: (1) preparation of financial statements and related notes and schedules in conformity with accounting principles generally accepted in the United States of America and (2) preparation of the capital assets schedule. These services were performed based on information provided by you. We performed these services in accordance with applicable professional standards. The non-attest services we performed are limited to those specifically defined and did not result in assuming management responsibilities.

We applied certain limited procedures to the Management's Discussion and Analysis and the budgetary comparison schedule for the General Fund, which are required supplementary information ("RSI") that supplements the basic financial statements. Our procedures consisted 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

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

Restriction on Use

This information is intended solely for the use of the Board of Directors of the District and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
Houston, Texas

McCall Gibson Swedlund Barfoot Ellis PLLC

Certified Public Accountants

*Chris Swedlund
Noel W. Barfoot
Joseph Ellis
Ashlee Martin*

*Mike M. McCall
(retired)
Debbie Gibson
(retired)*

August 19, 2025

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

In planning and performing our audit of the financial statements of Harris County Municipal Utility District No. 109 (the "District") as of and for the year ended May 31, 2025, in accordance with auditing standards generally accepted in the United States of America, we considered the District's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements of the District's financial statements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Material Weaknesses

We observed the following matters that we consider to be control deficiencies, significant deficiencies or material weaknesses.

The District's management consists of an elected Board of Directors (the "Directors"). In most cases the day-to-day operations are performed by private companies ("Consultants") under contract with the District. The Directors of the District supervise the performance of the Consultants; however, although the Consultants can be part of the District's system of internal control, the Consultants are not members of management. Ultimately, the Directors of the District are responsible for the design and implementation of the system of internal control.

As is common within the system of internal control of most small organizations, the accounting function of the District does not prepare the financial statements complete with footnotes in accordance with accounting principles generally accepted in the United States of America. Accordingly, the District has not established internal controls over the preparation of its financial statements. This condition is considered to be a material weakness of the District's system of internal control over financial reporting.

Material Weaknesses (Continued)

During the course of performing an audit, it is not unusual for the auditor to prepare various journal entries to present the financial statements on the government-wide basis of accounting. Management's reliance upon the auditor to detect and make these necessary adjustments is considered to be a material weakness in internal control. In addition, the District's Management relies on the District's auditor to prepare the capital asset and depreciation schedules and post adjustments related to the presentation of the capital assets in the government-wide financial statements. This reliance on the auditor to perform this function is considered to be a material weakness in the system of internal control. Auditing standards does not make exceptions for reporting deficiencies that are adequately mitigated with nonaudit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive.

We agree with the objective of auditing standards to inform an organization of all the conditions in its internal control that interfere with its ability to record financial data reliably and issue financial statements free of material misstatement. Communication of the material weaknesses above helps to emphasize that the responsibility for financial reporting rests entirely with the organization and not the auditor.

Management's Response

The Board engages consultants who possess industry knowledge and expertise to provide financial services, as well as legal and professional engineering services. Based on the auditor's unmodified opinion and after reading the financial statements, the Board believes the financial statements to be materially correct. The Board does not think that the addition of an employee or consultant to oversee the annual financial reporting process is necessary nor would it be cost effective.

Conclusion

Management's written response to the material weaknesses identified in our audit has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on it.

This communication is intended solely for the information and use of the Board of Directors and the Texas Commission on Environmental Quality and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
Houston, Texas

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
HARRIS COUNTY, TEXAS
AUGUST 19, 2025

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
13100 Wortham Center Drive, Suite 235
Houston, Texas 77065-5610

Ladies and Gentlemen:

This representation letter is provided in connection with your audit of the financial statements of Harris County Municipal Utility District No. 109 (the "District"), which comprise the respective financial position of the governmental activities and each major fund as of May 31, 2025, and the respective changes in financial position for the year then ended, and the related notes to the financial statements, for the purpose of expressing opinions as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of August 19, 2025, the following representations made to you during your audit.

Financial Statements

- 1) We have fulfilled our responsibilities, as set out in the terms of the audit continuance letter dated May 16, 2017, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP and for preparation of the supplementary information in accordance with the applicable criteria.
- 2) The financial statements referred to above are fairly presented in conformity with U.S. GAAP and include all properly classified funds and other financial information of the primary government and all component units required by generally accepted accounting principles to be included in the financial reporting entity.
- 3) We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
- 4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- 5) The methods, significant assumptions and data used in making accounting estimates and their related disclosures are appropriate to achieve recognition, measurement, or disclosure that is reasonable in accordance with U.S. GAAP.
- 6) Related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties have been appropriately accounted for and disclosed in accordance with U.S. GAAP.

- 7) Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements.
- 8) The effects of uncorrected misstatements, if any, are immaterial, both individually and in the aggregate, to the financial statements as a whole for each opinion unit. A list of the uncorrected misstatements, if any, are attached to the representation letter.
- 9) The effects of all known actual or possible litigation, claims, and assessments, if any, have been accounted for and disclosed in accordance with U.S. GAAP.
- 10) Guarantees, whether written or oral, under which the District is contingently liable, if any, have been properly recorded or disclosed.

Information Provided

- 11) We have provided you with:
 - a) Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records (including information obtained from outside of the general and subsidiary ledgers), documentation, and other matters.
 - b) Additional information that you have requested from us for the purpose of the audit.
 - c) Unrestricted access to persons within the District from whom you determined it necessary to obtain audit evidence.
 - d) Minutes of the meetings of the District or summaries of actions of recent meetings for which minutes have not yet been prepared.
- 12) All material transactions have been recorded in the accounting records and are reflected in the financial statements.
- 13) We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- 14) We have no knowledge of any fraud or suspected fraud that affects the District and involves -
 - Management,
 - Employees who have significant roles in internal control, or
 - Others where the fraud could have a material effect on the financial statements.
- 15) We have no knowledge of any allegations of fraud or suspected fraud affecting the District's financial statements communicated by employees, former employees, regulators, or others.
- 16) We have no knowledge of instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or waste or abuse, whose effects should be considered when preparing financial statements.
- 17) We are not aware of any pending or threatened litigation, claims or assessments or unasserted claims or assessments that are required to be accrued or disclosed in the financial statements, and we have not consulted a lawyer concerning such litigation, claims, or assessments.
- 18) We have disclosed to you the names of the District's related parties and all the related party relationships and transactions, including any side agreements.

Government-specific

- 19) There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
- 20) We have taken timely and appropriate steps to remedy identified and suspected fraud or noncompliance with provisions of laws, regulations, contracts, and grant agreements that you have reported to us, if any.
- 21) We have a process to track the status of audit findings and recommendations, if any.
- 22) We have identified to you any previous audits, attestation engagements, and other studies related to the objectives of the audit and whether related recommendations have been implemented.
- 23) We have identified to you any investigations or legal proceedings that have been initiated with respect to the period under audit.
- 24) We have provided our views on reported findings, conclusions, and recommendations, as well as our planned corrective actions, for the report as needed.
- 25) The District has no plans or intentions that may materially affect the carrying value or classification of assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance or net position.
- 26) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.
- 27) We have appropriately identified, measured, recognized, recorded, and/or disclosed the following (if applicable): all leases in accordance with GASB Statement No. 87; conduit debt obligations and/or certain arrangements with conduit debt obligations in accordance with GASB Statement No. 91; public-private and public-public partnerships and availability payment arrangements in accordance with GASB Statement No. 94; subscription-based information technology arrangements in accordance with GASB Statement No. 96; and compensated absences and other salary-related payments in accordance with GASB Statement No. 101.
- 28) We have identified and disclosed to you all instances of identified and suspected fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements that we believe have a material effect on the financial statements.
- 29) There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as a basis for recording a loss contingency, or for reporting on noncompliance.
- 30) As part of your audit, you assisted with preparation of the financial statements and disclosures and depreciation schedule. We acknowledge our responsibility as it relates to those nonaudit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for those financial statements and disclosures and depreciation schedule.

- 31) The District has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
- 32) The District has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
- 33) The financial statements include all component units, appropriately present majority equity interests in legally separate organizations and joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.
- 34) There are no fiduciary activities required to be disclosed in the financial statements in accordance with GASB Statement No. 84, as amended.
- 35) The financial statements properly classify all funds and activities in accordance with GASB Statement No. 34, as amended.
- 36) All funds that meet the quantitative criteria in GASB Statement No. 34 and No. 37 for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statement users.
- 37) Components of net position (net investment in capital assets; restricted; and unrestricted) and classifications of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.
- 38) Investments, derivative instrument transactions, and land and other real estate held by endowments are properly valued.
- 39) Provisions for uncollectible receivables have been properly identified and recorded.
- 40) Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.
- 41) Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
- 42) Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.
- 43) Special and extraordinary items (unusual items or infrequent items after implementing GASB Statement No. 103), if any, are appropriately classified and reported.
- 44) Deposits and investment securities and derivative instrument transactions are properly classified as to risk and are properly disclosed.
- 45) Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated or amortized.
- 46) The District did not meet the GASB-established requirements for accounting for eligible infrastructure assets using the modified approach.
- 47) We have appropriately disclosed the District's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available and have determined that net position is properly recognized under the policy.

- 48) We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.
- 49) We acknowledge our responsibility for the required supplementary information (RSI). The RSI is measured and presented within prescribed guidelines and the methods of measurement and presentation have not changed from those used in the prior period. We have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the RSI.
- 50) With respect to the supplementary information required by the Texas Commission on Environmental Quality (Commission) as published in the Water District Financial Management Guide,
- a) We acknowledge our responsibility for presenting this information in accordance with the Commission's requirements, and we believe this information, including its form and content, is fairly presented in accordance with the Commission's requirements. The methods of measurement and presentation of this information have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.
 - b) If this information is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the supplementary information no later than the date we issue the supplementary information and the auditor's report thereon.

**HARRIS COUNTY MUNICIPAL UTILITY
DISTRICT NO. 109**

Signatures of the Board of Directors

WWWMS, INC.
HARRIS COUNTY MUD # 109
OPERATIONS REPORT
Tuesday, August 19, 2025

BILLING AND COLLECTION RECAP:

DEPOSITED IN YOUR ACCOUNT LAST MONTH:

Period Ending:	Jul-25
Deposit:	\$ 8,025.00
Penalty:	\$ 2,503.43
Water:	\$ 64,735.29
Sewer:	\$ 72,726.60
Inspection:	\$ 1,204.49
Voluntary Fire & EMS:	\$ -
Misc:	\$ 7,274.36
NHCRWA:	\$ 14,930.51
Reconnect:	\$ -
NSF Fee:	\$ 271.17
Total Collections:	\$ 171,670.85

CURRENT BILLING:

Period Ending:	Aug-25
Deposit:	\$ -
Penalty:	\$ 2,775.11
Water:	\$ 49,235.53
Sewer:	\$ 65,125.46
Inspection:	\$ 801.00
Voluntary Fire & EMS:	\$ -
Misc:	\$ 2,980.00
NHCRWA:	\$ 52,865.19
Total Billing:	\$ 173,782.29

CUSTOMER AGED RECEIVABLES:

30 Day	-7%	\$ (11,761.39)
60 Day	16%	\$ 27,723.48
90 Day	6%	\$ 10,200.93
120 Day	14%	\$ 24,352.70
Overpayments		\$ (9,177.35)
Total Receivables:		\$ 41,338.37

HGCSD PERIOD: 7/1/25 THRU 7/31/25

Period 6/1/25 thru 5/31/26

MONTHLY TOTAL

Gallons Authorized:	450.000	MG
Current Month Produced:	26.677	MG
Cum. Gallons Produced:	52.738	MG
Auth. Gallons Remaining:	397.262	MG
Avg. Gallons Per Month:	26.369	MG
Permit Months Remaining:	10	

WATER PLANT OPERATIONS:

Period: 7/1/2025 thru 7/31/2025

MONTHLY TOTAL

Production:	25.751	MG
Amount Purchased:	0.000	MG
Total Amount:	25.751	MG
Consumption: (Billed)	22.499	MG
46 I/C	0.000	MG
Maint. / Leaks / Flushing	0.000	MG
Est. Amt. Sold to HC MUD 151	0.800	MG
Total:	23.299	MG
Daily Average Production:	0.831	MG
Percent Accounted For:	90.48%	

NEW METER INSTALLATIONS:

Residential:	0
Commercial:	0
Total:	0

CONNECTION COUNT:

Residential:	3001
Commercial:	105
Clubs/Schools:	1
Irrigation:	19
Vacant:	45
Builders:	28
Vacation:	0
No Bill:	6
	3205
New Finals and Transfers	-36
	3169

ACCOUNTS SENT TO COLLECTIONS:

Total of (0)

HARRIS COUNTY MUD #109

ACTIVITY REPORT

August 19, 2025

Item 1: Attached Reports are listed as follows:

- A.) Accounts turned over to collections (0).
- B.) Historical data on water production report.
- C.) NHCRWA Pumpage and Billing report for JULY 2025
- D.) Billing / Recap Summary Report

Item 2: Arboretum Apartments Force Main

- A.) Force main installation began 2 weeks ago, steel casing, boring, manhole installation , hydrostatic testing completed 8-15-2025.
On-Site lift station at apartments is pending.

Item 3: Lift Station 1

Lift pump motor overloads have been tripping frequently.
Possible due to age and excessive heat inside the control panels.
Operation of pumps are fine.

Item 4: Lift Station 2

Action Item

Generator exhaust system deteriorated, temporary patch exhaust to prevent enter of rain water.

Estimate cost is \$9,329.00

Item 5: Lift Station 6

(Repairs Completed)

Replaced defective block heater on generator.

Item 6: Takumi Hibachi Sushi Buffet 5421 FM 1960 East

Submitted plans for review and approval.

Item 7: Cut off Report / Status on Arrears Account

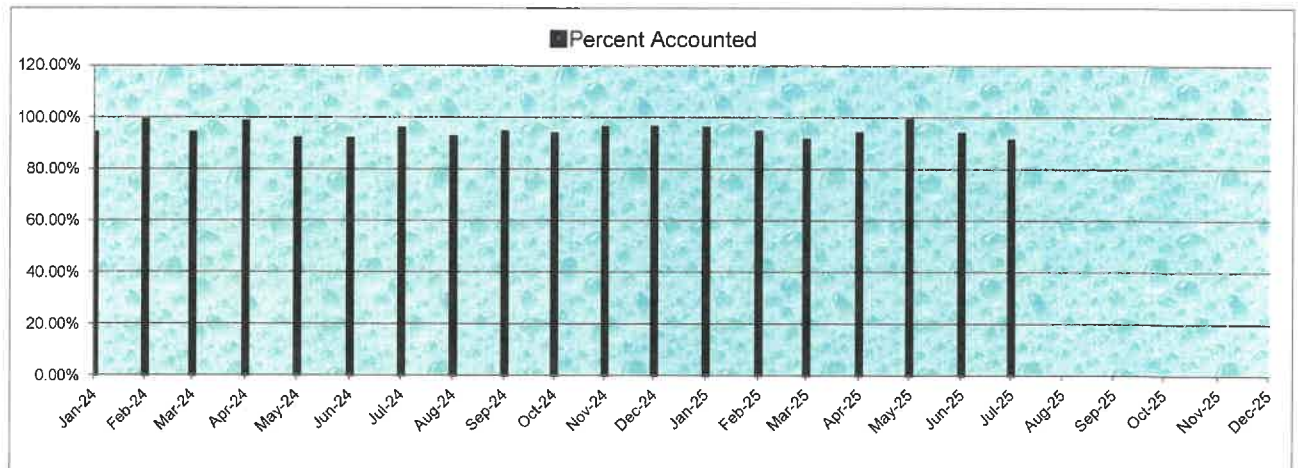
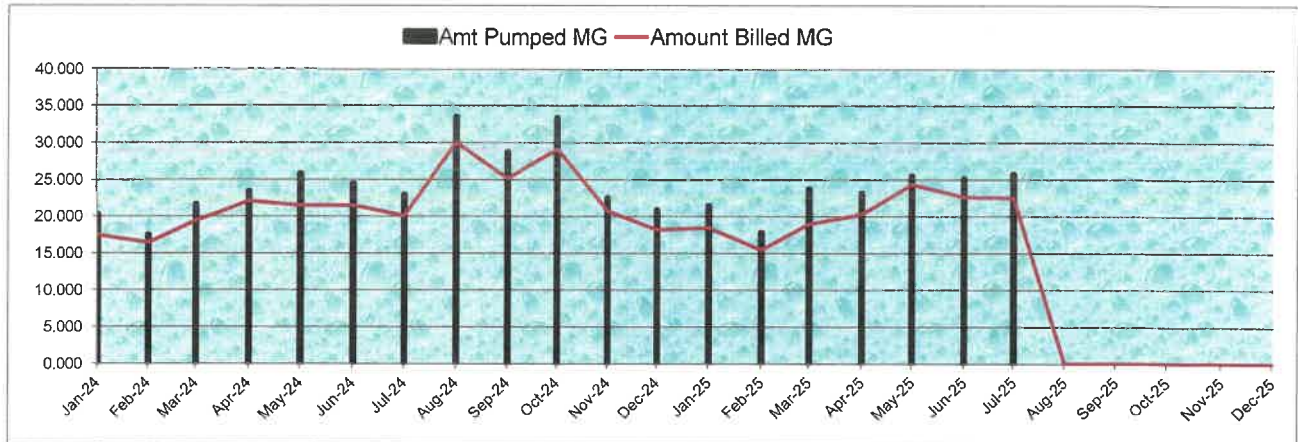
- A.) Due Date: 8/8/2025
- Door hangers: 8/18/2025
- Cut offs: 8/21/2025

HARRIS COUNTY MUD #109

WATER PRODUCTION REPORT

August 19, 2025

Month /Year	Amt Pumped MG	Amt Billed MG	Maint. MG	Amt. Sold I/C	Amt.Sold HC 151	Total Amount	Percent Accounted
Jan-24	20.298	17.441	0.700	0.000	0.800	18.941	93.31%
Feb-24	17.506	16.410	0.000	0.000	0.800	17.210	98.31%
Mar-24	21.643	19.400	0.000	0.000	0.800	20.200	93.33%
Apr-24	23.430	22.082	0.000	0.000	0.800	22.882	97.66%
May-24	25.827	21.458	1.300	0.000	0.800	23.558	91.21%
Jun-24	24.469	21.486	0.000	0.000	0.800	22.286	91.08%
Jul-24	22.961	20.049	1.000	0.000	0.800	21.849	95.16%
Aug-24	33.535	30.005	0.000	0.000	0.800	30.805	91.86%
Sep-24	28.788	25.142	1.000	0.000	0.800	26.942	93.59%
Oct-24	33.398	29.074	1.200	0.000	0.800	31.074	93.04%
Nov-24	22.563	20.739	4.165	0.000	0.800	21.539	95.46%
Dec-24	20.913	18.211	1.000	0.000	0.800	20.011	95.69%
Jan-25	21.476	18.468	1.200	0.000	0.800	20.468	95.31%
Feb-25	17.868	15.464	0.500	0.000	0.800	16.764	93.82%
Mar-25	23.782	18.949	1.800	0.000	0.800	21.549	90.61%
Apr-25	23.193	20.247	0.600	0.000	0.800	21.647	93.33%
May-25	25.550	24.333	0.000	0.000	0.800	25.133	98.37%
Jun-25	25.170	22.607	0.000	0.000	0.800	23.407	93.00%
Jul-25	25.751	22.499	0.000	0.000	0.800	23.299	90.48%
Aug-25							
Sep-25							
Oct-25							
Nov-25							
Dec-25							
Total	458.121	404.064	14.465	0.000	15.200	429.564	1784.62%
Average	24.112	21.267	0.761	0.000	0.800	22.609	93.93%



NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
Groundwater and/or Surface Water Reporting and Billing Form - 2025
*****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

<i>Billing Period</i>	<i>Rate per 1,000 gallons</i>	<i>Due Date</i>
July 01-31, 2025	\$2.60 groundwater \$3.05 surface water	September 18, 2025

Gallons of Groundwater Pumped for Billing Period

	Start Meter Reading	End Meter Reading	Total
Well #2083	167,192 x1000	192,943 x1000	25,751,000
Well #4448	0	0	0
Adjustment			0

Gallons of Surface Water Pumped for Billing Period

	Start Meter Reading	End Meter Reading	Total

Water imported from outside NHCRWA

Imported water	Source:		
Meter reading:	0 x 0	0 x 0	0

Miscellaneous water (not billed)

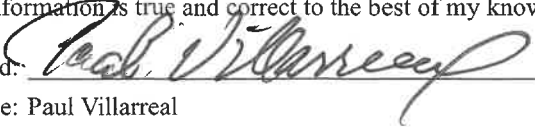
Other entity	Water Type	Direction	Amount
	Groundwater	Out	

1	Enter total gallons of groundwater pumped and/or imported	25,751,000
2	Divide by 1000	25,751
3	Total groundwater fee due (multiply line 2 x \$2.60)	\$66,952.60
4	Enter total gallons of surface water received	0
5	Divide by 1000	0
6	Total surface water fee due (multiply line 5 x \$3.05)	\$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	\$54,691.35

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: August 12, 2025

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.

HARRIS COUNTY MUD 109

JANUARY 2025 THROUGH DECEMBER 2025 ANNUAL RECAP COLLECTIONS REPORT

	January 2025	February 2025	March 2025	April 2025	May 2025	June 2025	July 2025	August 2025	September 2025	October 2025	November 2025	December 2025
COLLECTIONS:												
WATER PAYMENTS	\$ 51,607.24	\$ 49,258.69	\$ 47,682.63	\$ 60,012.24	\$ 28,131.64	\$ 44,744.67	\$ 64,736.29					\$ 346,152.40
SEWER PAYMENTS	\$ 63,174.96	\$ 59,850.19	\$ 60,042.94	\$ 61,688.69	\$ 18,736.37	\$ 47,176.66	\$ 72,726.60					\$ 363,396.41
PENALTY PAYMENTS	\$ 4,628.86	\$ 3,939.04	\$ 3,467.29	\$ 3,623.57	\$ 1,660.28	\$ 1,423.42	\$ 2,503.43					\$ 21,275.89
CHCRWA	\$ 65,411.45	\$ 63,692.76	\$ 55,582.09	\$ 33,753.54	\$ 2,825.89	\$ 6,418.71	\$ 14,930.51					\$ 242,614.95
RECONNECT FEES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -					\$ -
MISCELLANEOUS	\$ 5,160.65	\$ 6,208.38	\$ 4,785.15	\$ 4,980.40	\$ 3,925.21	\$ 4,359.96	\$ 7,274.39					\$ 36,694.11
DEPOSIT	\$ 3,400.00	\$ 5,600.00	\$ 4,500.00	\$ 6,275.00	\$ 5,050.00	\$ 4,300.00	\$ 8,025.00					\$ 37,150.00
NSF FEES	\$ 214.64	\$ 35.00	\$ 140.00	\$ 420.00	\$ 70.00	\$ 178.23	\$ 271.17					\$ 1,329.04
INSPECTION FEES	\$ 801.00	\$ 801.00	\$ 841.00	\$ 721.00	\$ 160.00	\$ 593.62	\$ 1,204.49					\$ 5,122.11
TOTAL DEPOSIT	\$ 194,398.80	\$ 189,565.06	\$ 177,051.10	\$ 171,474.44	\$ 60,559.39	\$ 109,195.27	\$ 171,670.85	\$ -	\$ -	\$ -	\$ -	\$ 1,073,734.91
ARREARS BREAKDOWN												
30 DAYS	\$ 43,114.29	\$ 44,478.21	\$ 39,473.15	\$ (184,211.45)	\$ 84,223.43	\$ 31,253.75	\$ (11,761.39)					\$ 46,569.99
60 DAYS	\$ 14,367.40	\$ 11,961.25	\$ 14,788.84	\$ 28,131.64	\$ 14,024.80	\$ 35,207.18	\$ 27,723.43					\$ 146,204.59
90 DAYS	\$ 4,416.96	\$ 3,160.98	\$ 2,658.42	\$ 2,572.28	\$ 4,565.02	\$ 5,544.29	\$ 10,200.93					\$ 33,118.88
120 DAYS	\$ 21,204.14	\$ 25,216.48	\$ 27,297.46	\$ 24,318.42	\$ 22,387.84	\$ 23,748.38	\$ 24,352.70					\$ 168,525.42
OVER PAYMENTS	\$ (8,471.56)	\$ (8,475.75)	\$ (8,768.45)	\$ (15,734.89)	\$ (9,328.78)	\$ (7,518.74)	\$ (9,177.35)					\$ (67,475.52)
TOTAL ARREARS	\$ 74,631.23	\$ 76,941.17	\$ 75,449.42	\$ (144,924.00)	\$ 115,872.31	\$ 88,234.86	\$ 41,338.37	\$ -	\$ -	\$ -	\$ -	\$ 326,943.36

Generator Service
 4208 W Timber Cut Ct
 Pearland, TX 77584 US
 generatorservice45@yahoo.com

Estimate

ADDRESS

Paul Vilereal
 Mud 109
 Harris County
 Springlee lift station
 Tx.
 Atascasita, TX

SHIP TO

Paul Vilereal
 Mud 09
 Harris County
 Springlee lift station
 Tx.
 Atascasita, TX

ESTIMATE

1028

DATE

06/15/2025

DATE	ACTIVITY	DESCRIPTION	QTY	RATE	AMOUNT
	Labor	labor to remove old bad exhaust and install new system. two techs	1	2,500.00	2,500.00
	Parts	Complete exhaust system for that unit 4 weeks. Delivery	1	6,500.00	6,500.00
	Mileage	Mileage	80	2.55	204.00
	Freight	Freight	1	125.00	125.00
SUBTOTAL					9,329.00
TAX					0.00
TOTAL					\$9,329.00

Accepted By

Accepted Date

Harris County Municipal Utility District Number 109

Tax Collector's Report

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July 31, 2025

Cash Receipts and Disbursements	Page 1
Taxes Receivable Summary	Pages 2-3
Tax Collections Detail	Page 4
Taxes Receivable Detail	Pages 5-7

Disbursements for August 19, 2025:

#2499: Ad Valorem Appraisals Inc; TAC Fee-8/2025	\$2,851.69
#2500: Perdue Brandon Fielder Collins & Mott; Tax Atty Fee-7/2025	<u>4,642.44</u>
Total Disbursements for August 19, 2025	<u>\$7,494.13</u>

Harris County Municipal Utility District Number 109

Adjusted Tax Collector's Report

Current Period Covered: July 1, 2025 to July 31, 2025

Fiscal Year Beginning: June 1, 2024

<u>Cash Receipts and Disbursements</u>	<u>Current Period</u>	<u>Year to Date</u>
Cash Balance at Beginning of Period	\$270,055.31	\$247,836.16
Collections:		
2024 Tax Collections	27,357.88	49,828.90
2023 Tax Collections	2,388.85	5,501.15
2022 Tax Collections	0.00	851.70
2021 Tax Collections	0.00	268.65
2014 Tax Collections	0.00	250.87
2013 Tax Collections	0.00	271.89
2012 Tax Collections	0.00	75.88
2011 Tax Collections	0.00	143.89
Penalty and Interest	4,569.64	9,721.28
Tax Attorney Fees	4,642.44	6,408.63
Overpayments	0.00	1,207.16
Interest Earned	<u>169.42</u>	<u>322.82</u>
Total Collections	39,128.23	74,852.82
Disbursements:		
Tax Assessor-Collector Fee	2,851.69	5,703.38
Tax Attorney Fee	2,550.37	5,100.74
Appraisal District Quarterly Fee	0.00	7,857.00
Bank Charges	90.26	90.26
Refund Overpayments	<u>1,401.75</u>	<u>1,648.13</u>
Total Disbursements	<u>6,894.07</u>	<u>20,399.51</u>
Cash Balance at End of Period	<u>\$302,289.47</u>	<u>\$302,289.47</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Summary as of July 31, 2025

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>
2024	\$4,156,789.13	\$4,059,266.37	\$97,522.76	97.65%
2023	3,962,659.56	3,932,935.40	29,724.16	99.25%
2022	3,775,034.63	3,756,253.40	18,781.23	99.50%
2021	3,383,110.25	3,371,764.61	11,345.64	99.66%
2020	3,164,583.82	3,154,365.89	10,217.93	99.68%
2019	3,081,590.26	3,071,061.99	10,528.27	99.66%
2018	2,906,869.36	2,899,965.66	6,903.70	99.76%
2017	2,895,613.63	2,888,748.22	6,865.41	99.76%
2016	2,808,690.61	2,803,653.96	5,036.65	99.82%
2015	2,573,712.76	2,570,961.03	2,751.73	99.89%
2014	2,301,769.82	2,298,145.93	3,623.89	99.84%
2013	2,097,527.32	2,094,761.85	2,765.47	99.87%
2012	2,071,519.13	2,068,989.90	2,529.23	99.88%
2011	2,121,714.06	2,119,738.95	1,975.11	99.91%
2010	2,138,895.52	2,136,752.39	2,143.13	99.90%
2009	2,160,628.25	2,158,243.88	2,384.37	99.89%
2008	2,142,045.24	2,140,369.95	1,675.29	99.92%
2007	2,084,977.70	2,082,933.82	2,043.88	99.90%
2006	2,108,720.67	2,106,771.68	1,948.99	99.91%
2005	2,197,283.24	2,195,556.05	1,727.19	99.92%
2004	2,010,295.69	2,007,622.69	2,673.00	99.87%
2003	1,863,011.08	1,860,553.66	2,457.42	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	1,156,021.00	32.10	100.00%
1995	1,130,565.24	1,130,545.88	19.36	100.00%
-Prior Years	<u>10,813,764.63</u>	<u>10,813,764.63</u>	<u>0.00</u>	100.00%
Totals	<u>\$80,232,836.17</u>	<u>\$80,004,168.57</u>	<u>\$228,667.60</u>	<u>99.71%</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Summary as of July 31, 2025

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>
2024	954,061,285	6.07%	0.20500	0.23000	0.43500	25,000 O/D
2023	899,443,593	12.01%	0.23000	0.21000	0.44000	25,000 O/D
2022	803,017,804	14.00%	0.25000	0.22000	0.47000	25,000 O/D
2021	704,424,978	6.85%	0.29000	0.19000	0.48000	25,000 O/D
2020	659,267,550	2.70%	0.31500	0.16500	0.48000	25,000 O/D
2019	641,962,199	8.21%	0.32000	0.16000	0.48000	25,000 O/D
2018	593,228,582	2.44%	0.36000	0.13000	0.49000	10,000 O/D
2017	579,121,338	7.22%	0.36000	0.14000	0.50000	10,000 O/D
2016	540,136,676	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	0.00%	0.62000	0.05000	0.67000	10,000 O/D

Harris County Municipal Utility District Number 109

Tax Collector's Report Tax Collections for July 31, 2025

<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>
2024 Tax Collections:						
Various Accounts	31 Accounts	<u>\$27,357.88</u>	<u>\$3,898.84</u>	<u>\$4,030.51</u>	<u>\$0.00</u>	<u>\$35,287.23</u>
Total 2024 Tax Collections		<u>27,357.88</u>	<u>3,898.84</u>	<u>4,030.51</u>	<u>0.00</u>	<u>35,287.23</u>
2023 Tax Collections:						
Various Accounts	8 Accounts	<u>\$2,388.85</u>	<u>\$670.80</u>	<u>\$611.93</u>	<u>\$0.00</u>	<u>\$3,671.58</u>
Total 2023 Tax Collections		<u>2,388.85</u>	<u>670.80</u>	<u>611.93</u>	<u>0.00</u>	<u>3,671.58</u>

Summary of Other Collections	<u>\$4,569.64</u>	<u>\$4,642.44</u>	<u>\$0.00</u>	<u>\$38,958.81</u>
Interest Earnings				<u>169.42</u>
Total Collected during Month				<u>\$39,128.23</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Detail as of July 31, 2025

<u>Property Owner</u>	<u>Account No.</u>	<u>2024 Tax</u>	<u>2023 Tax</u>	<u>2022 Tax</u>
D:Vineyard Travis & Danelle	102-065-000-0007	\$792.81	\$719.03	\$687.55
D:Gaddis John M	102-068-000-0021	911.55	828.21	793.57
Daniel Rodriguez & Yolanda	102-068-000-0023	125.54	105.82	0.00
D:Catlin Steven L	102-069-000-0004	115.32	106.04	113.27
Garcia Horacio M & Petra R	102-069-000-0012	1,583.12	0.00	0.00
Li Hoa Chi	102-071-000-0032	115.03	0.00	0.00
Hodge Jerry David	108-488-000-0003	977.07	888.45	121.77
Flores Marilu H	108-488-000-0008	577.24	0.00	0.00
D:Murray Keiunta L	108-489-000-0011	1,151.66	0.00	868.34
Deanda Daniela	108-490-000-0031	48.80	124.21	0.00
Gava Daniel A	108-491-000-0013	275.72	0.00	0.00
Lombardi Miguel	108-492-000-0005	1,186.46	1,173.23	0.00
Barton Albert & Brenda	108-492-000-0017	1,002.51	245.18	0.00
Brady Scott	108-492-000-0029	1,067.06	0.00	0.00
Deauquier II Lloyd & Lisa	108-492-000-0031	471.83	857.74	9.20
Faver Tamara L	108-492-000-0034	262.65	0.00	0.00
Aguilar Ana	108-495-000-0008	1,101.11	0.00	0.00
Ramaswamy Russell	108-495-000-0017	996.82	0.00	0.00
S: Baringer Edward	108-496-000-0008	1,115.11	1,088.68	0.00
Essaamohamedessa Madiana	108-496-000-0025	1,043.22	321.49	0.00
Dehgani Afsheen	108-499-000-0024	2,660.22	0.00	0.00
D:Key Lenora J	109-142-000-0001	0.00	731.29	710.14
S:Daluc Corp	109-142-000-0006	895.65	0.00	0.00
D:Cartwright Diane	109-142-000-0034	746.18	679.67	649.33
Reece Evelyn M	109-143-000-0004	288.42	0.00	0.00
Fieldler Bruce & Sandra K	109-143-000-0005	188.61	0.00	0.00
D:Brokaw Sharon	109-144-000-0002	692.39	626.69	597.88
Fisk Gary	109-145-000-0021	874.90	0.00	0.00
B:Chaney Allison K	110-749-000-0019	796.28	0.00	714.88
Makin Karen	110-750-000-0034	720.08	0.00	0.00
S:Carlile Rod	110-750-000-0050	895.59	873.39	830.33
Murphy Carole B	110-752-000-0005	573.73	0.00	0.00
Ramirez Alfred M	110-752-000-0028	941.23	0.00	0.00
B:Dunn Virginia	110-753-000-0007	0.00	335.03	0.00
Craven Truett	110-753-000-0012	825.63	0.00	0.00
S:Deyle Kurt	111-527-000-0010	892.75	820.93	797.18
Wilkins Linda M & James L	111-527-000-0011	169.92	0.00	0.00
S:Rodriguez Gregorio & Maria	111-528-000-0010	802.88	738.28	707.89
Mcphee John	111-529-000-0044	676.67	612.23	0.00
Vuppn LLC	111-529-000-0073	1,018.56	0.00	0.00
Marcantel Jr Hollis & Marilyn	111-530-000-0007	661.24	448.53	0.00
S: Barbosa Jose	111-766-000-0024	1,176.25	0.00	0.00
Astrain Ramiro	111-766-000-0028	1,105.07	0.00	0.00
Shelton Robert	111-767-000-0037	1,067.66	971.75	0.00
Thompson Barbara	113-132-000-0019	856.34	0.00	0.00
Amos David	113-132-000-0026	826.11	0.00	0.00
B:Turner Melissa	113-132-000-0029	652.32	0.00	0.00
Johnson Claudine	113-132-000-0036	839.56	0.00	0.00
Walker Delores	113-133-000-0009	191.07	0.00	0.00
Johnson Tommy	113-133-000-0019	232.00	0.00	0.00
Smith James	113-133-000-0026	841.06	0.00	0.00
Robertson Aubrey	113-134-000-0006	1,025.93	0.00	0.00
S:Gloria Simon	113-135-000-0013	59.80	0.00	0.00
Akoma James	113-137-000-0006	485.08	0.00	0.00
Rodriguez D	113-137-000-0037	937.10	861.70	0.00
Dunn Beatrice	113-138-000-0020	176.87	0.00	0.00
Ayala Mayra	113-140-000-0004	830.75	0.00	0.00

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Detail as of July 31, 2025

<u>Property Owner</u>	<u>Account No.</u>	<u>2024 Tax</u>	<u>2023 Tax</u>	<u>2022 Tax</u>
Garcia Edna	113-142-000-0022	820.64	0.00	0.00
Wright Kenneth	113-142-000-0023	174.26	0.00	0.00
D:Sanchez Olga	113-142-000-0043	770.92	698.80	530.39
Richardson Nicole.	113-143-000-0004	917.43	0.00	0.00
HON JV III Titleholder	113-143-000-0027	933.21	0.00	0.00
Cashman Kelly Lynn	113-144-000-0004	450.80	0.00	0.00
Trevino Trust	113-144-000-0014	331.38	420.70	329.16
S:Bjornaas Kevin Estate of	114-139-009-0007	996.45	1,007.91	912.59
S:Jackson Keshell	114-139-009-0015	915.47	841.81	817.46
D:Paxton Roy C	114-139-010-0036	897.19	539.14	512.86
Lacour Carey L	114-139-013-0053	855.44	0.00	0.00
KU Properties LLC	114-139-015-0002	613.20	0.00	0.00
D:Gonzalez Virginia	114-139-015-0003	0.00	419.27	654.28
Vargas Maria	114-139-015-0062	1,119.08	0.00	0.00
Puryear Joy	114-139-016-0007	1,040.03	0.00	0.00
Bambiwoods Drive LLC	114-139-017-0001	760.71	0.00	0.00
Alexander Gerald & Jennifer	114-139-017-0037	1,006.65	664.24	0.00
Tilley Mark	114-350-013-0005	332.57	0.00	0.00
Walton Gregory L	114-350-014-0012	713.87	646.43	617.06
Helston Alcudia	114-350-014-0017	987.89	0.00	0.00
Sanchez Pablo	114-350-014-0091	1,096.54	0.00	0.00
Mech Texas Property LLC	114-350-014-0093	1,204.88	0.00	0.00
Jones Edward A & Agnes	114-350-015-0047	1,175.91	0.00	0.00
B:Quijano Hilda	114-350-016-0016	1,646.80	734.92	0.00
D:Harris Virginia B	114-350-016-0083	1,342.41	1,082.90	1,040.89
D:Delk Leroy	114-350-016-0087	1,152.42	1,049.69	1,008.65
Mitchell Damon	115-511-017-0033	1,444.53	0.00	0.00
Fleming Karen	115-511-017-0034	933.31	0.00	0.00
D:Knight Chris & Terry	115-511-019-0012	1,420.71	1,296.40	1,248.22
Mangini Debra	115-511-021-0031	1,400.05	1,416.14	0.00
B:Alford Gary	115-511-022-0035	0.00	378.67	0.00
S:Weeks Jennifer Michelle	118-705-001-0027	1,190.11	0.00	0.00
S:HON JV III Titleholder	118-705-001-0033	1,054.88	0.00	0.00
S:HON JV III Titleholder	118-705-001-0049	978.75	0.00	0.00
Winkler John	118-705-002-0008	1,050.05	0.00	0.00
Chanel Trust	118-705-004-0005	1,141.66	0.00	0.00
HON JV III Titleholder	118-705-004-0024	1,109.25	0.00	0.00
Wehby Jaqueline	119-300-002-0004	0.00	1,976.14	58.75
HON JV III Titleholder	119-320-002-0029	1,109.25	0.00	0.00
Villalobos Maria	119-848-002-0014	108.70	0.00	0.00
Saucedo Judits	119-848-003-0013	296.14	0.00	0.00
Holley Guniganti Kings	120-416-002-0001	24.32	0.00	0.00
Ortiz Brian	120-416-002-0001	2,771.10	0.00	0.00
Holley Guniganti Kings	120-416-002-0007	0.00	0.00	26.28
Justice Jason	121-882-001-0020	4,737.15	0.00	0.00
Frank Jason	121-882-003-0002	4,834.58	0.00	0.00
HON JV III Titleholder	123-226-002-0028	1,022.25	0.00	0.00
John Sargent Family Trust	123-226-004-0048	949.42	0.00	0.00
Williams Joshua	138-348-001-0003	1,390.59	0.00	0.00
Allstate Insurance Company	0435798	43.38	0.00	0.00
Sticker Time Inc	0950854	49.71	0.00	0.00
Digital Professionals Computer Rep	2064780	0.00	20.94	21.69
Edible Arrangements	2096228	0.00	34.14	0.00
Edible Arrangements	2119710	0.00	212.16	0.00
B & L Capital Inc	2154083	0.00	0.00	19.57
Kevin R Culp	2157330	33.43	35.77	38.56
S:Dupree Express Trucking	2172915	0.00	105.92	539.88

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Detail as of July 31, 2025

<u>Property Owner</u>	<u>Account No.</u>	<u>2024 Tax</u>	<u>2023 Tax</u>	<u>2022 Tax</u>
Sammy S Total Image Salon	2063987	0.00	38.55	41.18
S:ARC Insurance Agency	2209050	39.65	40.10	42.84
S:James Lewis	2213148	0.00	0.00	191.81
RB.Mobile.Repair	2274611	89.15	59.31	0.00
Phones-R-Us Inc	2289501	0.00	0.00	55.42
Tomas A Arden Landaverde	2313791	0.00	0.00	513.69
AB Erosion Control LLC	2327163	112.64	0.00	0.00
OC.Freight Inc	2331982	136.26	146.44	0.00
Efficient Automation Services	2337297	392.09	480.36	0.00
HPE Depositor Master Trust	2337670	0.00	0.00	32.32
Gabriel Martinez	2338191	0.00	31.79	0.00
HK Granite & Cabinet Inc	2342853	60.82	60.42	61.79
Sophia Massage	2342875	25.52	25.73	27.26
My House Barber Shop	2343201	0.00	15.58	16.18
Di Maria Fresh Food	2343249	100.15	101.14	107.63
Fresh Ink Media Group	2344047	0.00	50.34	53.78
BI Massage	2344399	15.70	15.78	16.60
Adorn Tattoo	2344404	16.67	16.87	18.02
Express Wheels & Tires	2348265	32.20	32.13	33.23
AB.Erosion.Control.LLC	2348942	131.35	0.00	0.00
Cabos BBQ LLC	2352871	0.00	137.32	144.77
All Me Hotshot Logistics	2353748	0.00	0.00	72.57
Titb Transport Inc	2375231	0.00	67.65	100.46
Lit Up Smoke Shop	2379414	0.00	0.00	186.46
Fleet Clean Inc	2384334	149.91	168.76	111.47
Audio-Visual Media Inc	2387261	39.59	43.18	53.35
Michael Lloyd Harris	2387430	0.00	172.02	167.09
Abriella Rentals LLC	2388004	342.08	0.00	0.00
Yann P Transport Corp	2388652	603.75	0.00	0.00
Veteran Security Services	2388697	136.20	0.00	0.00
Nikola Gajuc MD	2390168	0.00	0.00	127.16
Roberto Izquierdo Peraza	2391689	83.67	99.48	443.40
Andres Balp	2392979	0.00	37.52	39.55
Torres Joel	2406767	217.50	0.00	0.00
TB Forklifts	2397997	0.00	38.54	0.00
Center Court Pizza	2410353	372.91	0.00	0.00
JMS Inc	2414013	153.01	0.00	0.00
Various Personal Property Accounts		<u>1,377.94</u>	<u>105.49</u>	<u>145.58</u>
Total Receivable		<u>\$97,522.76</u>	<u>\$29,724.16</u>	<u>\$18,781.23</u>



MUNICIPAL ACCOUNTS
& CONSULTING, L.P.

Bookkeeper's Report | August 19, 2025

Harris County Municipal Utility District No. 109

Exhibit H



WEBSITE

www.municipalaccounts.com



ADDRESS

1281 Brittmoore Road
Houston, Texas 77043



CONTACT

Phone: 713.623.4539
Fax: 713.629.6859

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Spotlight On Your Maintenance & Operations Tax Rate

Special Purpose Districts have the power to levy a Maintenance & Operations tax in order to support and fund the operations of the District. As Districts age and become established, the M&O tax is one of the main revenue streams you can utilize to cover the yearly expenses in the General Operating Fund. The dashboard below illustrates what a \$0.01 to \$0.05 increase could potentially generate in operating revenue.

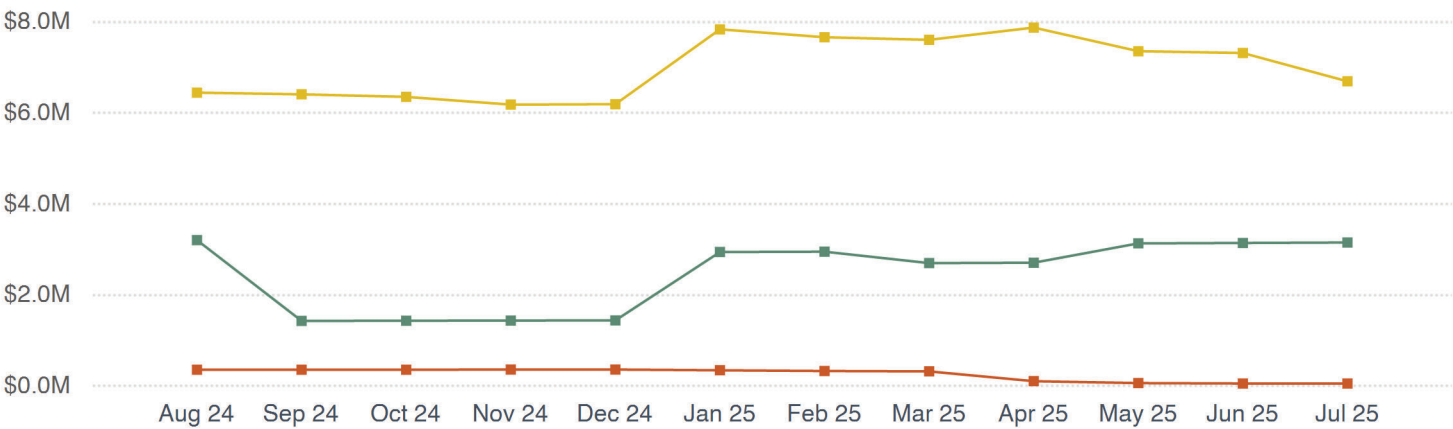
<div>*Calculations are based on your latest Taxable Value divided by 100 and multiplied by the M&O rate.</div>	Increase By	M&O Rate	M&O Revenue	Taxable Value
		\$0.21	\$1,897,371	\$898,340,437
	+ \$0.01	+ \$0.22	\$1,976,349	
	+ \$0.02	+ \$0.23	\$2,066,183	
	+ \$0.03	+ \$0.24	\$2,156,017	
	+ \$0.04	+ \$0.25	\$2,245,851	
	+ \$0.05	+ \$0.26	\$2,335,685	

Account Balance | As of 08/19/2025

General Operating	Capital Projects	Debt Service
\$5,591,445	\$54,651	\$3,154,144

Total For All Accounts: \$8,800,240

Account Balance By Month | August 2024 - July 2025



Monthly Financial Summary - General Operating Fund

Harris County MUD No. 109 - GOF



Account Balance Summary

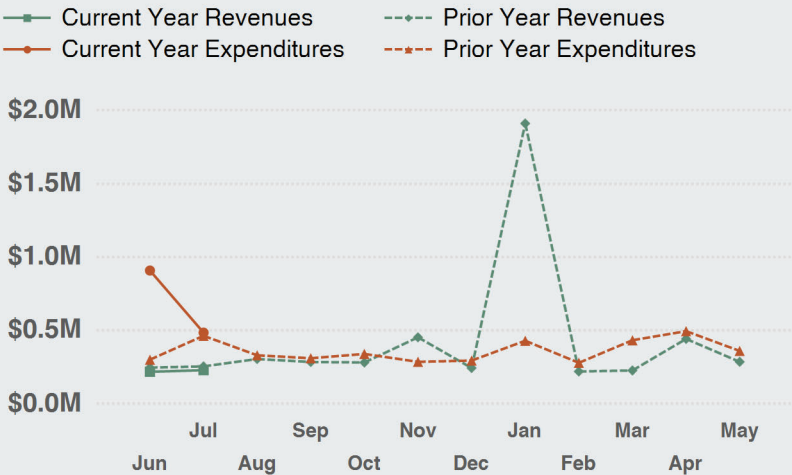
Balance as of 07/16/2025 \$6,499,937

Receipts 894,603

Disbursements (1,803,095)

Balance as of 08/19/2025 \$5,591,445

Overall Revenues & Expenditures By Month (Year to Date)



July 2025

Revenues

Actual	Budget	Over/(Under)
\$228,432	\$348,532	(\$120,099)

Expenditures

Actual	Budget	Over/(Under)
\$484,505	\$534,306	(\$49,801)

June 2025 - July 2025 (Year to Date)

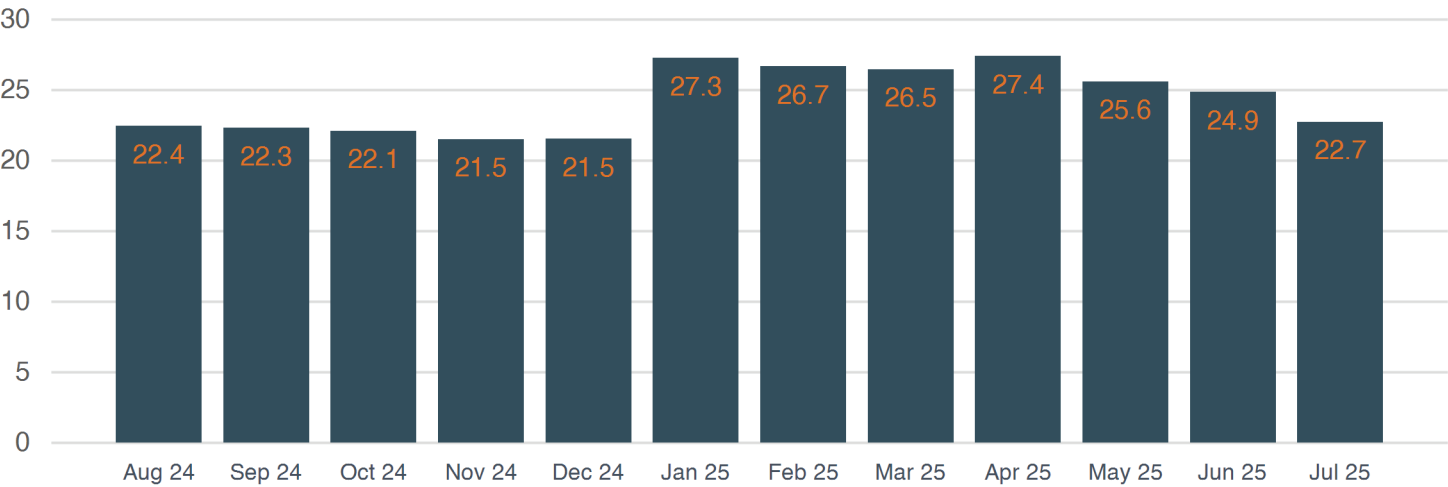
Revenues

Actual	Budget	Over/(Under)
\$446,061	\$695,265	(\$249,204)

Expenditures

Actual	Budget	Over/(Under)
\$1,392,349	\$1,453,519	(\$61,170)

Operating Fund Reserve Coverage Ratio (In Months)



Cash Flow Report - Checking Account

Harris County MUD No. 109 - GOF



Number	Name	Memo	Amount	Balance
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Balance as of 07/16/2025 \$445,906.24

Receipts

HC 151 Water Supply	2,934.00
Texas Mutual Dividend	169.22
Insurance Reimbursement	11.00
Sweep from Lockbox Account	139,733.09
Interest Earned on Checking	219.06
City of Houston - Sales Tax Rebate	7,357.03
Wire Transfer from Money Market	550,000.00

Total Receipts **\$700,423.40**

Disbursements

17505	Texas Department of Transportation	VOID: FM 1960 Utility Relocation	0.00
17518	Centerpoint Energy	Utilities Expense	(512.41)
17519	Cheryl C. Moore	Fees of Office - 08/19/2025	(204.08)
17520	Chris Green	Fees of Office - 08/19/2025	(204.10)
17521	Dennis Bone	Fees of Office - 08/19/2025	(204.08)
17522	Owen H. Parker	Fees of Office - 08/19/2025	(204.09)
17523	Robin Sulpizio	Fees of Office - 08/19/2025	(204.08)
17524	Cheryl C. Moore	Expense	(29.95)
17525	Chris Green	Fees of Office - 08/04/25 & Expense	(268.39)
17526	Owen H. Parker	Fees of Office - 08/04-08/12 & Expense	(652.28)
17527	Robin Sulpizio	Fees of Office - 07/28/2025 & Expense	(269.10)
17528	Allen & Sandra L Wilson	Customer Refund	(4.19)
17529	Barbara Thompson	Customer Refund	(66.37)
17530	Christopher Price	Customer Refund	(50.60)
17531	Cristofer Mayorquin	Customer Refund	(222.79)
17532	Deane Wilkins	Customer Refund	(30.04)
17533	Edward D Travis Jr.	Customer Refund	(137.88)
17534	Faraway SG, LLC	Customer Refund	(182.44)
17535	FKH SFR Propco, JLP	Customer Refund	(104.60)
17536	Juan Soto	Customer Refund	(167.03)
17537	Karen Crump	Customer Refund	(94.65)
17538	KRJJ Enterprises G/C, LP	Customer Refund	(186.56)
17539	Lan Do	Customer Refund	(123.68)
17540	Markeisha Cartwright	Customer Refund	(155.16)
17541	Martin Gurrusquita	Customer Refund	(73.45)
17542	Matthew Hill	Customer Refund	(89.05)
17543	Paul Higdon	Customer Refund	(163.58)
17544	Redstone Builders LLC	Customer Refund	(377.76)
17545	Shanon Toth	Customer Refund	(172.75)
17546	Tonese Woods	Customer Refund	(20.92)
17547	AOS Treatment Solutions, LLC	Chemicals Expense	(4,300.00)

Cash Flow Report - Checking Account

Harris County MUD No. 109 - GOF



Number	Name	Memo	Amount	Balance
Disbursements				
17548	Atascocita Joint Operations Board	Schedule B & C Costs	(76,812.23)	
17549	BGE, Inc.	Engineering Fees	(87,359.71)	
17550	CDC Unlimited, LLC	Mowing Expense	(2,929.00)	
17551	Chlorinator Maint. Co., Inc.	Maintenance & Repairs	(4,950.00)	
17552	Generator Service	Maintenance & Repairs	(849.00)	
17553	GFL Environmental	Garbage Expense	(342.07)	
17554	Hahn Equipment Co. Inc	Maintenance & Repairs	(455.00)	
17555	Hudson Energy	Utilities Expense	(9,208.47)	
17556	LSEC, LLC	Maintenance & Operations	(14,494.48)	
17557	McCall Gibson Swedlund Barfoot PLLC	Audit Expense	(15,000.00)	
17558	Municipal Accounts & Consulting, L.P.	Bookkeeping Fees	(8,529.59)	
17559	NHCRWA	Water Authority Fees	(54,691.35)	
17560	Norton Rose Fulbright US LLP	Legal Fees	(16,858.80)	
17561	Oaks of Atascocita Community Improvement	Security Contribution - HOA	(3,619.58)	
17562	Peltier Brothers Construction, LLC	Pay Est. No. 11 & Final - Barents Dr. Lift	(81,522.67)	
17563	PVS DX, Inc	Chemicals Expense	(904.00)	
17564	Schier Construction Company, Inc.	Pay Est. No 4 - Water Plant No. 1 GST	(144,990.00)	
17565	STP Services	Maintenance & Repairs	(14,020.00)	
17566	Today's Integration	Security Monitoring	(250.03)	
17567	USA Bluebook	Maintenance & Repairs	(1,054.73)	
17568	Water Utility Services, Inc.	Laboratory Fees	(357.00)	
17569	WWWMS	Maintenance & Operations	(47,371.64)	
17570	Brightspeed	Telephone Expense	0.00	
17571	Centerpoint Energy	Utilities Expense	0.00	
17572	Harris County Treasurer	Patrol Services	0.00	
17573	Texas Department of Transportation	FM 1960 Utility Relocation	(517,055.18)	
Svc Chrg	Central Bank	Service Charge	(5.00)	
Total Disbursements			(\$1,113,105.59)	
Balance as of 08/19/2025				\$33,224.05

Cash Flow Report - Operator Account

Harris County MUD No. 109 - GOF



Number	Name	Memo	Amount	Balance
Balance as of 07/16/2025				\$92,573.73
Receipts				
	Accounts Receivable		78,836.28	
	Accounts Receivable		92,834.57	
Total Receipts				\$171,670.85
Disbursements				
Ret Ck	Central Bank	Customer Returned Checks (2)	(96.88)	
Svc Chrg	Central Bank	Service Charge	(159.06)	
Sweep	Harris County MUD 109	Transfer to Checking Account	(139,733.09)	
Total Disbursements				(\$139,989.03)
Balance as of 08/19/2025				\$124,255.55

Actual vs. Budget Comparison

Harris County MUD No. 109 - GOF



		July 2025			June 2025 - July 2025			
		Actual	Budget	Over/ (Under)	Actual	Budget	Over/ (Under)	Annual Budget
Revenues								
Water Revenue								
14101	Water- Customer Service Revenue	50,359	69,240	(18,881)	96,552	138,480	(41,928)	577,000
14102	Surface Water - Reserve	54,659	122,748	(68,089)	109,487	245,496	(136,009)	1,022,900
14103	Capital Contribution Credit-NHC	12,261	12,261	0	24,523	24,523	0	147,135
14105	Connection Fees	3,300	3,516	(216)	5,750	7,032	(1,282)	29,300
14108	Water Sales to HC 151	655	1,096	(441)	1,158	1,917	(759)	10,600
Total Water Revenue		121,234	208,861	(87,627)	237,469	417,448	(179,978)	1,786,935
Wastewater Revenue								
14201	Wastewater-Customer Service Rev	66,131	95,496	(29,365)	127,870	190,992	(63,122)	795,800
Total Wastewater Revenue		66,131	95,496	(29,365)	127,870	190,992	(63,122)	795,800
Property Tax Revenue								
14301	Maintenance Tax Collections	0	0	0	0	0	0	1,916,709
Total Property Tax Revenue		0	0	0	0	0	0	1,916,709
Sales Tax Revenue								
14401	COH Rebate	11,425	8,301	3,124	19,257	16,079	3,178	91,300
Total Sales Tax Revenue		11,425	8,301	3,124	19,257	16,079	3,178	91,300
Tap Connection Revenue								
14501	Tap Connections	0	1,000	(1,000)	1,335	1,000	335	5,000
14502	Inspection Fees	801	858	(57)	1,902	1,717	185	10,300
Total Tap Connection Revenue		801	1,858	(1,057)	3,237	2,717	520	15,300
Administrative Revenue								
14702	Penalties & Interest	5,930	8,992	(3,062)	11,297	17,983	(6,686)	107,900
Total Administrative Revenue		5,930	8,992	(3,062)	11,297	17,983	(6,686)	107,900
Interest Revenue								
14801	Interest Earned on Checking	219	192	27	264	383	(119)	2,300
14802	Interest Earned on Temp. Invest	22,508	24,748	(2,240)	46,477	49,497	(3,020)	296,980
Total Interest Revenue		22,727	24,940	(2,213)	46,741	49,880	(3,139)	299,280
Other Revenue								
15801	Miscellaneous Income	3	83	(80)	10	167	(157)	1,000
Total Other Revenue		3	83	(80)	10	167	(157)	1,000
Total Revenues		228,252	348,532	(120,279)	445,881	695,265	(249,384)	5,014,224

Expenditures

Water Service

16102	Operations - Water	10,423	9,900	523	20,695	19,800	895	118,800
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Actual vs. Budget Comparison

Harris County MUD No. 109 - GOF



		July 2025			June 2025 - July 2025			
		Actual	Budget	Over/ (Under)	Actual	Budget	Over/ (Under)	Annual Budget
Expenditures								
Water Service								
16105	Maintenance & Repairs - Water	7,185	25,267	(18,082)	25,176	50,533	(25,357)	303,200
16107	Chemicals - Water	5,204	5,275	(71)	10,408	10,550	(142)	63,300
16108	Laboratory Expense - Water	667	867	(200)	1,324	1,733	(409)	10,400
16109	Mowing - Water	776	650	126	1,551	1,300	251	7,800
16110	Utilities - Water	5,851	8,067	(2,215)	12,040	16,133	(4,094)	96,800
16111	Reconnections	1,095	883	212	2,065	1,767	298	10,600
16112	Disconnection Expense	660	492	168	1,110	983	127	5,900
16113	Service Account Collection	0	2,408	(2,408)	0	4,817	(4,817)	28,900
16114	Telephone Expense - Water	537	467	71	1,036	933	103	5,600
16115	Meter Replacement	0	0	0	2,620	0	2,620	0
16116	Permit Expense - Water	0	667	(667)	0	1,333	(1,333)	8,000
16117	TCEQ Regulatory Expense - Water	0	0	0	0	0	0	3,432
16118	Pumpage Fees	66,953	122,748	(55,795)	137,147	245,496	(108,349)	1,022,900
Total Water Service		99,351	177,690	(78,339)	215,172	355,379	(140,208)	1,685,632
Wastewater Service								
16202	Operations - Wastewater	3,282	2,050	1,232	6,437	4,100	2,337	24,600
16204	Purchase Wastewater Service	42,362	34,658	7,704	84,654	69,317	15,338	415,900
16205	Maint & Repairs - Wastewater	35,493	28,142	7,351	77,199	56,283	20,915	337,700
16207	Chemicals - Wastewater	0	58	(58)	0	117	(117)	700
16209	Mowing - Wastewater	620	517	103	1,239	1,033	206	6,200
16210	Utilities - Lift Station	3,870	2,617	1,253	6,551	5,233	1,318	31,400
16214	Telephone Expense - Wastewater	519	517	3	1,078	1,033	44	6,200
16217	TCEQ Regulatory Exp-Wastewater	0	0	0	0	0	0	3,432
16218	Sanitary Sewer Televising	0	0	0	0	0	0	200,000
Total Wastewater Service		86,145	68,558	17,587	177,159	137,117	40,042	1,026,132
Garbage Service								
16301	Garbage Expense	342	467	(125)	674	933	(259)	5,600
Total Garbage Service		342	467	(125)	674	933	(259)	5,600
Storm Water Quality								
16404	Detention Pond Mowing	1,534	1,292	242	3,068	2,583	485	15,500
Total Storm Water Quality		1,534	1,292	242	3,068	2,583	485	15,500
Tap Connection								
16501	Tap Connection Expense	2,625	250	2,375	5,250	500	4,750	3,000
16502	Inspection Expense	385	417	(32)	770	833	(63)	5,000
Total Tap Connection		3,010	667	2,343	6,020	1,333	4,687	8,000

Actual vs. Budget Comparison

Harris County MUD No. 109 - GOF



		July 2025			June 2025 - July 2025			
		Actual	Budget	Over/ (Under)	Actual	Budget	Over/ (Under)	Annual Budget
Expenditures								
Administrative Service								
16703	Legal Fees	8,675	7,908	767	16,776	15,817	960	94,900
16705	Auditing Fees	15,000	15,000	0	15,000	15,000	0	20,500
16706	Engineering Fees	10,903	6,667	4,236	22,443	13,333	9,110	80,000
16708	GIS Expense	0	833	(833)	0	1,667	(1,667)	10,000
16710	Website Expense	255	280	(25)	255	280	(25)	1,300
16712	Bookkeeping Fees	8,044	7,150	894	14,317	14,300	17	65,000
16714	Printing & Office Supplies	2,497	2,117	380	5,162	4,233	929	25,400
16716	Delivery Expense	89	50	39	145	100	45	600
16717	Postage	157	58	99	236	117	119	700
16718	Insurance & Surety Bond	0	0	0	0	0	0	44,200
16719	AWBD Expense	0	0	0	0	450	(450)	900
16722	Bank Service Charges	164	42	122	312	83	229	500
16723	Travel Expense	16	42	(25)	44	83	(39)	500
16727	Arbitrage Expense	0	833	(833)	0	1,667	(1,667)	10,000
16728	Record Storage Fees	55	42	14	109	83	26	500
16729	Consumer Confidence Report	0	0	0	12,476	0	12,476	0
Total Administrative Service		45,855	41,022	4,834	87,276	67,213	20,062	355,000
Security Service								
16801	Security Patrol Expense	25,338	33,333	(7,996)	50,675	66,667	(15,992)	400,000
16802	Security Monitoring	250	833	(583)	440	1,667	(1,227)	10,000
Total Security Service		25,588	34,167	(8,579)	51,115	68,333	(17,218)	410,000
Payroll Expense								
17101	Payroll Expenses	2,379	2,083	296	3,806	4,167	(360)	25,000
Total Payroll Expense		2,379	2,083	296	3,806	4,167	(360)	25,000
Other Expense								
17802	Miscellaneous Expense	199	292	(92)	399	583	(185)	3,500
Total Other Expense		199	292	(92)	399	583	(185)	3,500
Total Expenditures		264,403	326,236	(61,833)	544,688	637,643	(92,955)	3,534,364
Total Revenues (Expenditures)		(36,151)	22,295	(58,446)	(98,807)	57,622	(156,430)	1,479,860
Other Revenues								
Extra Ordinary Revenue								
15901	Transfer from Operating Reserve	0	0	0	0	0	0	2,229,140
15906	Insurance Reimbursement	180	0	180	180	0	180	0
Total Extra Ordinary Revenue		180	0	180	180	0	180	2,229,140

Actual vs. Budget Comparison

Harris County MUD No. 109 - GOF



	July 2025			June 2025 - July 2025			Annual Budget
	Actual	Budget	Over/ (Under)	Actual	Budget	Over/ (Under)	
Total Other Revenues	180	0	180	180	0	180	2,229,140
Other Expenditures							
Capital Outlay							
17901 Capital Outlay							
17901a Capital Outlay - General	0	0	0	14,020	14,200	(180)	50,000
17901b Capital Outlay - AJOB	34,456	34,456	0	68,913	68,912	1	450,000
17901c WP 1 Well Rehab	0	0	0	0	0	0	50,000
17901d WP 1 Electrical Improvements	0	0	0	0	0	0	1,230,000
17901e WP 1 GST 1 Replacement	172,214	172,214	0	736,172	717,614	18,558	1,200,000
17901f HC 46 Water Interconnect	0	0	0	0	0	0	200,000
17901h LS Wet Well/Piping Rehab	1,400	1,400	0	15,150	15,150	0	325,000
17901i Fence Replacement	0	0	0	0	0	0	40,000
17901k Lift Station 1	0	0	0	0	0	0	115,000
17901l Lift Station 4	0	0	0	0	0	0	49,000
Total Capital Outlay	208,070	208,070	0	834,254	815,876	18,378	3,709,000
17904 Capital Outlay - Barents Dr L/S	12,032	0	12,032	13,406	0	13,406	0
Total Capital Outlay	220,102	208,070	12,032	847,661	815,876	31,785	3,709,000
Total Other Expenditures	220,102	208,070	12,032	847,661	815,876	31,785	3,709,000
Total Other Revenues (Expenditures)	(219,922)	(208,070)	(11,852)	(847,480)	(815,876)	(31,604)	(1,479,860)
Excess Revenues (Expenditures)	(256,073)	(185,775)	(70,298)	(946,288)	(758,254)	(188,034)	0

Balance Sheet as of 07/31/2025

Harris County MUD No. 109 - GOF



Assets

Bank

11101 Cash in Bank	\$588,968
11102 Operator	124,256
Total Bank	\$713,223

Investments

11201 Time Deposits	\$5,983,966
Total Investments	\$5,983,966

Receivables

11301 Accounts Receivable	\$182,115
11303 Maintenance Tax Receivable	117,492
11305 Accrued Interest	9,763
11306 Due From COH	25,231
Total Receivables	\$334,601

Interfund Receivables

11403 Due From Tax Account	\$517,260
11450 Due from HC MUD 46	6,216
11451 Due from HC MUD 106	5,194
11452 Due from HC MUD 132	12,249
11453 Due from HC MUD 151	8,485
11454 Due from HC MUD 152	9,129
11455 Due from HC MUD 153	14,648
11456 Due from HC MUD 494	3,167
Total Interfund Receivables	\$576,350

Reserves

11601 Reserve in A.C.P.	\$423,556
Total Reserves	\$423,556

Total Assets

\$8,031,696

Liabilities & Equity

Liabilities

Accounts Payable

12101 Accounts Payable	\$467,520
12102 Payroll Liabilities	338
Total Accounts Payable	\$467,858

Other Current Liabilities

12202 Due to TCEQ	\$2,352
12204 Retainage Payable	
12204c Shier Const. - WP 1 GST	87,580
Total Retainage Payable	87,580
Total Other Current Liabilities	\$89,932

Balance Sheet as of 07/31/2025

Harris County MUD No. 109 - GOF



Liabilities & Equity

Liabilities		
Deferrals		
12502	Deferred Taxes	\$117,492
Total Deferrals		\$117,492
Deposits		
12601	Customer Meter Deposits	\$322,839
12608	Woodland Hills Annexation	2,870
Total Deposits		\$325,710
Total Liabilities		\$1,000,992
Equity		
Unassigned Fund Balance		
13101	Unallocated Fund Balance	\$7,976,991
Total Unassigned Fund Balance		\$7,976,991
Net Income		(\$946,288)
Total Equity		\$7,030,704
Total Liabilities & Equity		\$8,031,696

Monthly Financial Summary - Capital Projects Fund

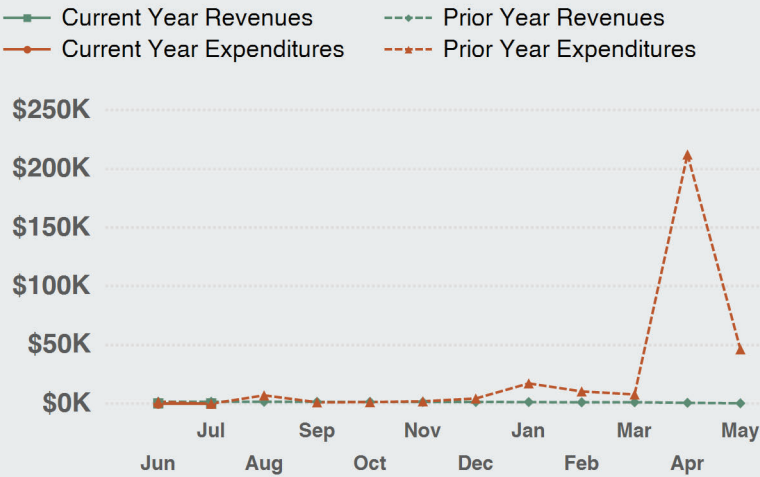
Harris County MUD No. 109 - CPF



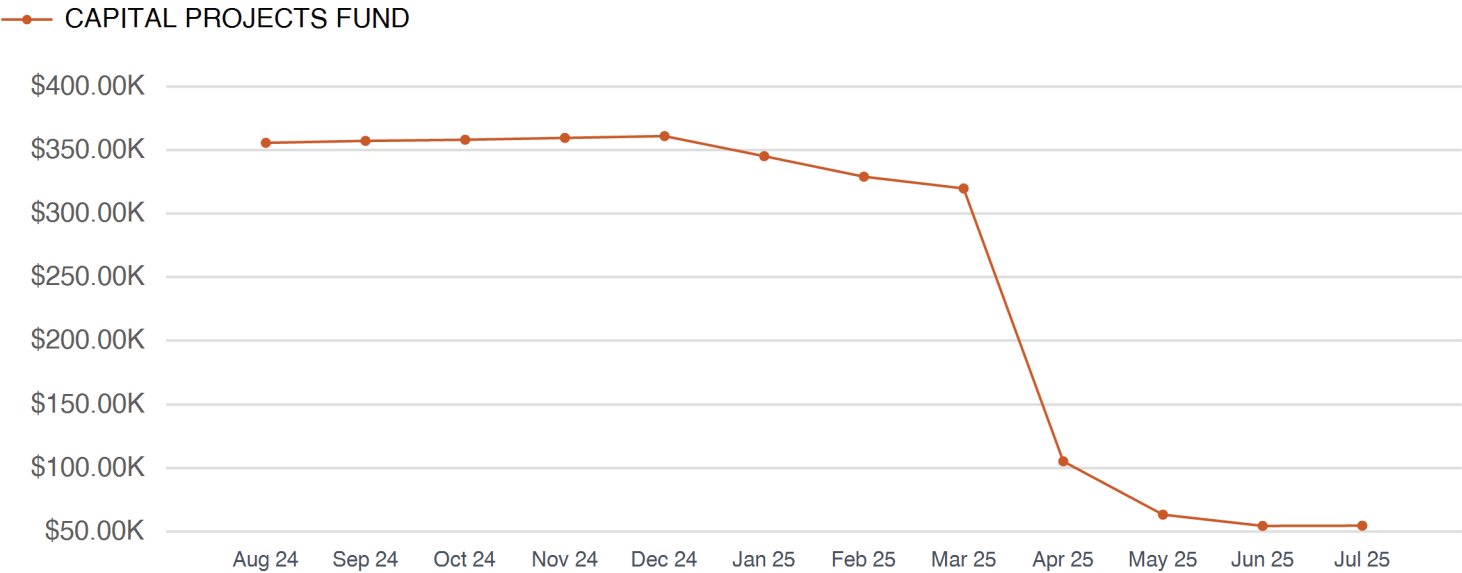
Account Balance Summary

Balance as of 07/16/2025	\$54,453
Receipts	203
Disbursements	(5)
Balance as of 08/19/2025	\$54,651

Overall Revenues & Expenditures By Month (Year to Date)



Account Balance By Month | August 2024 - July 2025



Cash Flow Report - Checking Account

Harris County MUD No. 109 - CPF



Number	Name	Memo	Amount	Balance
Balance as of 07/16/2025				\$188.63
Receipts				
	No Receipts Activity		0.00	
Total Receipts				\$0.00
Disbursements				
Svc Chrg	Central Bank	Service Charge	(5.00)	
Total Disbursements				(\$5.00)
Balance as of 08/19/2025				\$183.63

District Debt Summary as of 08/19/2025

Harris County MUD No. 109 - DSF



		WATER, SEWER, DRAINAGE	PARK/ROAD/OTHER	REFUNDING
Total \$ Authorized		Authorized	Authorized	Authorized
\$61.83M		\$61.83M	N/A	\$32.73M
Total \$ Issued		Issued	Issued	Issued
\$48.88M		\$48.88M	N/A	\$1.06M
Yrs to Mat	Rating	\$ Available To Issue	\$ Available To Issue	\$ Available To Issue
15	AA	\$12.95M	N/A	\$31.67M

*Actual 'Outstanding' Refunding Bonds issued below may differ from the 'Issued' total above pursuant to Chapter 1207, Texas Government Code.

Outstanding Debt Breakdown

Series Issued	Original Bonds Issued	Maturity Date	Principal Outstanding
2021 - Refunding	\$3,705,000	2029	\$2,070,000
2017 - WS&D	\$12,100,000	2041	\$10,390,000
2015 - Refunding	\$5,920,000	2030	\$4,980,000
Total	\$21,725,000		\$17,440,000

District Debt Schedule

Harris County MUD No. 109 - DSF



Paying Agent	Series	Principal	Interest	Total
Bank of New York	2021 - Refunding	\$410,000.00	\$24,900.00	\$434,900.00
Bank of New York	2017 - WS&D	\$445,000.00	\$170,771.88	\$615,771.88
Regions Bank	2015 - Refunding	\$695,000.00	\$64,540.80	\$759,540.80
Total Due 10/01/2025		\$1,550,000.00	\$260,212.68	\$1,810,212.68

Paying Agent	Series	Principal	Interest	Total
Bank of New York	2021 - Refunding	\$0.00	\$18,750.00	\$18,750.00
Bank of New York	2017 - WS&D	\$0.00	\$164,096.88	\$164,096.88
Regions Bank	2015 - Refunding	\$0.00	\$69,417.00	\$69,417.00
Total Due 04/01/2026		\$0.00	\$252,263.88	\$252,263.88

Investment Profile as of 08/19/2025

Harris County MUD No. 109

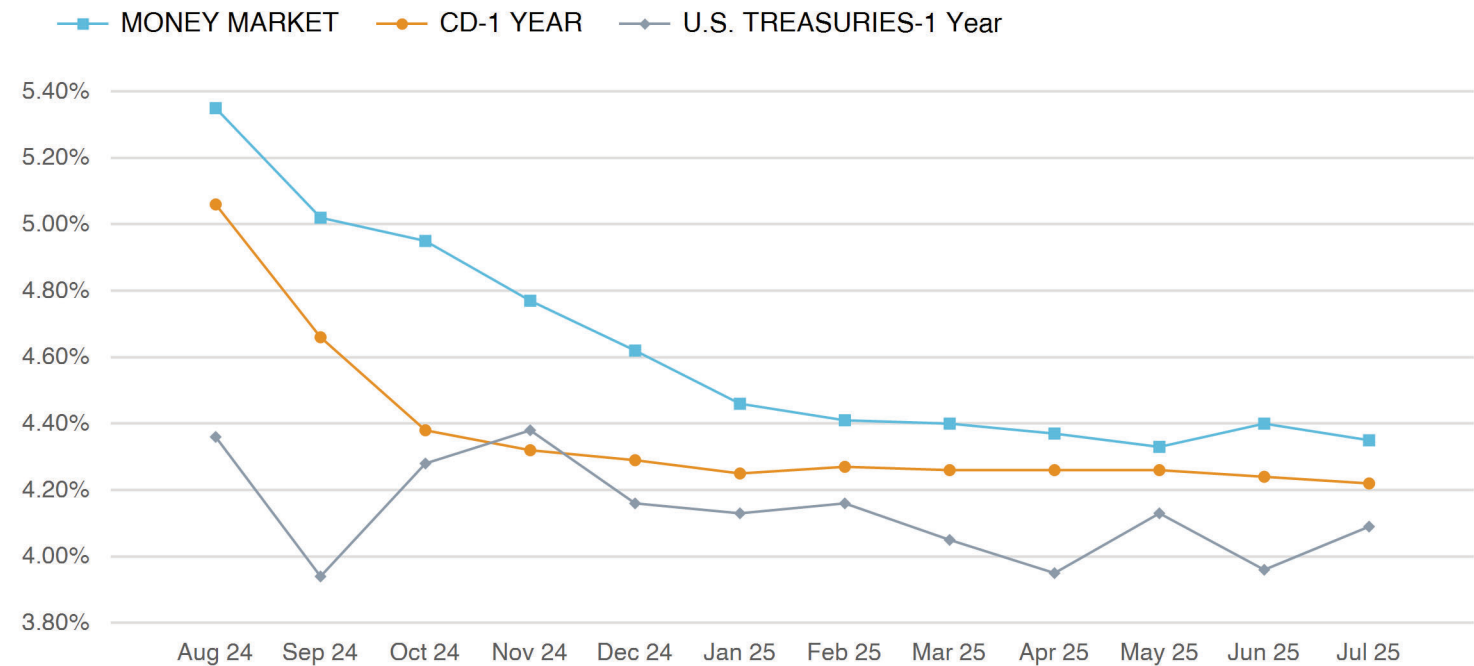


General Operating Fund	Capital Projects Fund	Debt Service Fund	Other Funds
Funds Available to Invest \$5,591,445	Funds Available to Invest \$54,651	Funds Available to Invest \$3,154,144	Funds Available to Invest N/A
Funds Invested \$5,433,966	Funds Invested \$54,468	Funds Invested \$3,154,144	Funds Invested N/A
Percent Invested 97%	Percent Invested 99%	Percent Invested 100%	Percent Invested N/A

Term	Money Market	Term	Certificate of Deposit	Term	U.S. Treasuries
On Demand	4.35%	180 Days	4.28%	180 Days	4.11%
		270 Days	4.23%	270 Days	4.11%
		1 Yr	4.19%	1 Yr	3.92%
		13 Mo	2.49%	13 Mo	N/A
		18 Mo	3.45%	18 Mo	3.92%
		2 Yr	2.46%	2 Yr	3.76%

*Rates are based on the most current quoted rates and are subject to change daily.

Investment Rates Over Time (By Month) | August 2024 - July 2025



Account Balance as of 08/19/2025

Harris County MUD No. 109 - Investment Detail



FUND: General Operating

Financial Institution (Acct Number)	Issue Date	Maturity Date	Interest Rate	Account Balance	Notes
Certificates of Deposit					
VERITEX COMMUNITY BANK (XXXX5987)	09/25/2024	08/21/2025	5.01%	235,000.00	
THIRD COAST BANK, SSB (XXXX1280)	03/26/2025	03/26/2026	4.15%	235,000.00	
Money Market Funds					
TEXAS CLASS (XXXX0001)	03/22/2017		4.39%	4,963,965.59	
Checking Account(s)					
CENTRAL BANK - CHECKING (XXXX1891)			0.00%	33,224.05	Checking Account
CENTRAL BANK - CHECKING (XXXX4632)			0.00%	124,255.55	Operator
Totals for General Operating Fund				\$5,591,445.19	

FUND: Capital Projects

Financial Institution (Acct Number)	Issue Date	Maturity Date	Interest Rate	Account Balance	Notes
Money Market Funds					
TEXAS CLASS (XXXX0002)	03/22/2017		4.39%	54,467.71	Series 2017
Checking Account(s)					
CENTRAL BANK - CHECKING (XXXX1875)			0.00%	183.63	Checking Account
Totals for Capital Projects Fund				\$54,651.34	

FUND: Debt Service

Financial Institution (Acct Number)	Issue Date	Maturity Date	Interest Rate	Account Balance	Notes
Certificates of Deposit					
CADENCE BANK - DEBT (XXXX4954)	08/27/2024	08/27/2025	5.25%	235,000.00	
THIRD COAST BANK-DEBT (XXXX3518)	08/27/2024	08/27/2025	5.25%	235,000.00	
Money Market Funds					
TEXAS CLASS (XXXX0003)	03/22/2017		4.39%	2,684,143.52	
Totals for Debt Service Fund				\$3,154,143.52	

Grand Total for Harris County MUD No. 109 :

\$8,800,240.05

Capital Projects Fund Breakdown

Harris County Municipal Utility District No. 109
As of 08/19/2025

Balances by Bond Series

Bond Proceeds - Series 2017	\$54,651.34
Total Cash Balance	\$54,651.34

Remaining Costs/Surplus By Bond Series

Surplus & Interest - Series 2017	\$54,651.34
Total Surplus & Interest Balance	\$54,651.34
Total Remaining Costs/Surplus	\$54,651.34

Cost Comparison - \$12,100,000 - Series 2017

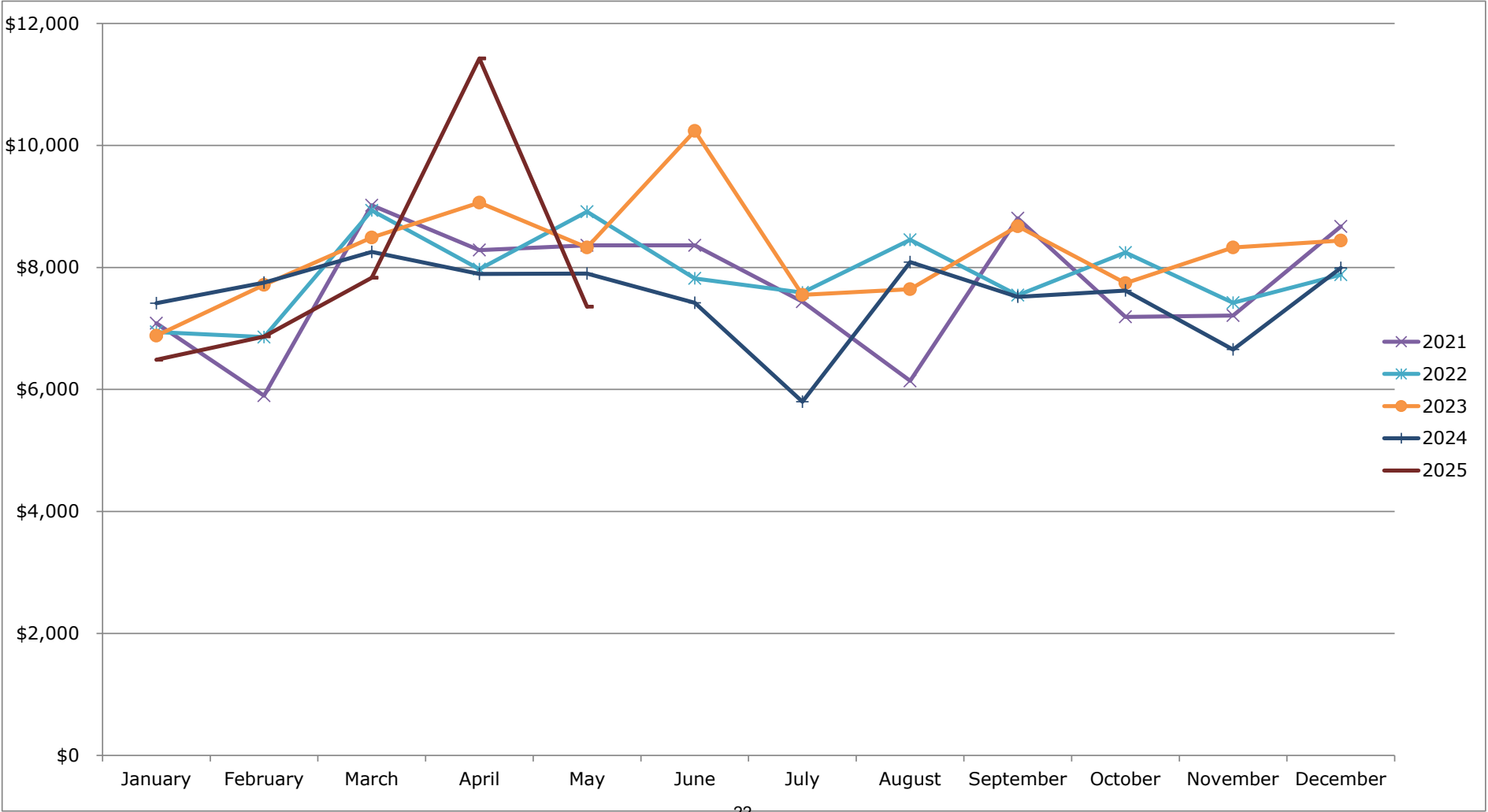
Harris County Municipal Utility District No. 109

	USE OF PROCEEDS	ACTUAL COSTS	REMAINING COSTS	VARIANCE (OVER)/UNDER
CONSTRUCTION COSTS				
Developer Items				
1. Rivergrove, Section 1 - Water, Wastewater & Drainage	\$191,360.00	\$191,359.51	\$0.00	\$0.49
2. Rivergrove, Section 2 - Water, Wastewater & Drainage	125,139.00	125,139.00	0.00	0.00
3. Rivergrove, Section 3 - Water, Wastewater & Drainage	353,345.00	353,344.99	0.00	0.01
4. Rivergrove, Section 4 - Water, Wastewater & Drainage	881,359.00	881,359.20	0.00	(0.20)
5. Rivergrove Drainage Swales	52,480.00	52,479.50	0.00	0.50
6. Rivergrove, Section 5 - Water, Wastewater & Drainage	668,281.00	603,157.27	0.00	65,123.73
7. Rivergrove, Section 6 - Water, Wastewater & Drainage	427,157.00	403,019.99	0.00	24,137.01
8. Rivergrove Clearing and Grubbing, Sections 1 & 2	33,135.00	33,135.00	0.00	0.00
9. Rivergrove Clearing and Grubbing, Section 3	15,524.00	15,524.00	0.00	0.00
10. Rivergrove Clearing and Grubbing, Section 4	20,155.00	20,154.50	0.00	0.50
11. Rivergrove Clearing and Interim Drainage, Sections 5-6	84,391.00	84,391.25	0.00	(0.25)
12. Kings Lake Estates Section 8 - Water, Wastewater & Drainage	1,851,399.00	1,851,398.80	0.00	0.20
13. Stormwater Pollution Prevention Plans	206,123.00	134,172.92	0.00	71,950.08
14. Geotechnical Reports and Materials Testing	124,233.00	80,105.42	0.00	44,127.58
15. Contingency	109,543.00	58,257.52	0.00	51,285.48
16. Engineering Fees	706,603.00	706,603.00	0.00	0.00
17. Rivergrove Due Diligence	34,023.00	34,023.41	0.00	(0.41)
Subtotal Developer Items	\$5,884,250.00	\$5,627,625.28	\$0.00	\$256,624.72
District Items				
1. Kings Lake Estates Lift Station No. 2 Improvements	\$371,240.00	\$362,689.62	\$0.00	\$8,550.38
2. Kings Lake Estates Lift Station No. 3	460,869.00	417,828.05	0.00	43,040.95
3. Water Plant No. 1 Elevated Storage Tank Recoating	500,000.00	500,000.00	0.00	0.00
4. Water Plant No. 2 Elevated Storage Tank Recoating	500,000.00	500,000.00	0.00	0.00
5. Water Plant No. 2 Buildout	1,600,000.00	1,600,000.00	0.00	0.00
6. Contingencies (10% of Items 1, 3-5)	297,124.00	297,124.00	0.00	0.00
7. Engineering (20.89% of Items 1-2)	173,812.00	160,240.92	0.00	13,571.08
8. Engineering (15% of Items 3-5)	390,000.00	390,000.00	0.00	0.00
Subtotal District Items	\$4,293,045.00	\$4,227,882.59	\$0.00	\$65,162.41
TOTAL CONSTRUCTION COSTS	\$10,177,295.00	\$9,855,507.87	\$0.00	\$321,787.13
NON-CONSTRUCTION COSTS				
A. Legal Fees	\$231,000.00	\$231,000.00	\$0.00	\$0.00
B. Fiscal Agent Fees	242,000.00	242,000.00	0.00	0.00
C. Interest				
1. Capitalized Interest (1 year @ 4.50%)	396,191.00	396,191.41	0.00	(0.41)
2. Developer Interest	383,273.00	383,272.81	0.00	0.19
D. Bond Discount (3.00%)	262,563.00	262,563.40	0.00	(0.40)
E. Bond Issuance Expenses	28,854.00	28,854.00	0.00	0.00
F. Attorney General Fee	9,500.00	9,500.00	0.00	0.00
G. TCEQ Bond Issuance Fee	30,250.00	30,250.00	0.00	0.00
H. Bond Application Report Cost	45,000.00	45,000.00	0.00	(0.00)
I. Rivergrove Studies	45,328.00	45,328.00	0.00	0.00
J. Contingency	248,746.00	496,899.36	0.00	(248,153.36)
Proposed Water Well No. 1 Rehab	0.00	311,660.40	0.00	(311,660.40)
TOTAL NON-CONSTRUCTION COSTS	\$1,922,705.00	\$2,482,519.38	\$0.00	(\$559,814.38)
TOTAL BOND ISSUE REQUIREMENT	\$12,100,000.00	\$12,338,027.25	\$0.00	(\$238,027.25)
Interest Earned				\$292,678.59
Total Surplus & Interest				\$54,651.34
Total Remaining Funds				<u><u>\$54,651.34</u></u>

Sales Tax Revenue History

Harris County MUD No. 109

Year	January	February	March	April	May	June	July	August	September	October	November	December	Total
2021	\$7,086	\$5,898	\$9,019	\$8,285	\$8,362	\$8,363	\$7,440	\$6,140	\$8,807	\$7,190	\$7,212	\$8,672	\$92,475
2022	\$6,943	\$6,859	\$8,934	\$7,973	\$8,913	\$7,820	\$7,589	\$8,453	\$7,546	\$8,244	\$7,422	\$7,881	\$94,577
2023	\$6,881	\$7,714	\$8,490	\$9,062	\$8,327	\$10,238	\$7,551	\$7,643	\$8,675	\$7,743	\$8,328	\$8,440	\$99,092
2024	\$7,414	\$7,751	\$8,256	\$7,894	\$7,900	\$7,421	\$5,800	\$8,088	\$7,519	\$7,622	\$6,655	\$7,993	\$90,312
2025	\$6,487	\$6,869	\$7,831	\$11,425	\$7,357								
Total	\$57,696	\$60,183	\$71,825	\$65,677	\$67,842	\$62,014	\$52,510	\$54,659	\$58,641	\$57,857	\$52,781	\$60,822	\$682,538



Harris County MUD No. 109 - GOF

Annexations

All Transactions

Date	Num	Name	Memo	Debit	Credit	Balance
12608 · Woodland Hills Annexation						
07/20/2023	Deposit		Woodland Hills Tract		5,000.00	5,000.00
08/31/2023	8-231023	BGE, Inc.	Woodland Hills Multi-Family Feasibilit...	1,185.17		3,814.83
09/28/2023	Repts		Woodlands Hills Annexation Deposit ...		5,000.00	8,814.83
09/30/2023	9-230188	BGE, Inc.	Woodland Hills Multi-Family Feasibilit...	1,146.88		7,667.95
10/31/2023	10-230410	BGE, Inc.	Woodland Hills Multi-Family Feasibilit...	432.82		7,235.13
11/30/2023	11-230332	BGE, Inc.	Woodland Hills Multi-Family Feasibilit...	865.63		6,369.50
01/31/2024	1-240378	BGE, Inc.	Woodland Hills Multi-Family Feasibilit...	35.55		6,333.95
04/30/2024	4-240226	BGE, Inc.	Woodland Hills Multi-Family Feasibilit...	1,333.95		5,000.00
05/31/2024	5-241068	BGE, Inc.	Woodland Hills Multi-Family Feasibilit...	779.68		4,220.32
06/30/2024	2071	BGE, Inc.	Woodland Hills Multi-Family Feasibilit...	375.00		3,845.32
07/31/2024	3816	BGE, Inc.	Woodland Hills Multi-Family Feasibilit...	187.50		3,657.82
08/31/2024	5510	BGE, Inc.	Woodland Hills Multi-Family Feasibilit...	37.50		3,620.32
09/30/2024	7439	BGE, Inc.	Woodland Hills Multi-Family Feasibilit...	750.00		2,870.32
Total 12608 · Woodland Hills Annexation				7,129.68	10,000.00	2,870.32
TOTAL				7,129.68	10,000.00	2,870.32

Cash Flow Forecast

Harris County MUD 109

	5/26	5/27	5/28	5/29	5/30
Assessed Value	\$954,061,285	\$954,061,285	\$954,061,285	\$954,061,285	\$954,061,285
Maintenance Tax Rate	\$0.205	\$0.205	\$0.205	\$0.205	\$0.205
Maintenance Tax	\$1,916,709	\$1,916,709	\$1,916,709	\$1,916,709	\$1,916,709
% Change in Water Rate		1.00%	1.00%	1.00%	1.00%
% Change in Wastewater Rate		0.00%	0.00%	0.00%	0.00%
% Change in NHCRA		10.00%	10.00%	10.00%	10.00%
% Change in Expenses		5.00%	5.00%	5.00%	5.00%
Beginning Cash Balance 5-31-2025	\$7,359,966	\$5,130,826	\$4,900,974	\$4,611,943	\$5,063,041
Revenues					
Maintenance Tax	\$1,916,709	\$1,916,709	\$1,916,709	\$1,916,709	\$1,916,709
Water Revenue	577,000	582,770	588,598	594,484	600,429
Wastewater Revenue	795,800	795,800	795,800	795,800	795,800
NHCRA Revenue	1,022,900	1,125,190	1,237,709	1,361,480	1,497,628
Other	701,815	736,906	773,751	812,439	853,061
Total Revenues	\$5,014,224	\$5,157,375	\$5,312,567	\$5,480,911	\$5,663,626
Expenses					
NHCRA	\$1,022,900	\$1,125,190	\$1,237,709	\$1,361,480	\$1,497,628
Other Expenses	2,511,464	2,637,037	2,768,889	2,907,334	3,052,700
Total Expenses	\$3,534,364	\$3,762,227	\$4,006,598	\$4,268,813	\$4,550,328
Net Surplus	\$1,479,860	\$1,395,148	\$1,305,969	\$1,212,098	\$1,113,298
Capital Outlay					
Capital Outlay	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
Capital Outlay - AJOB	450,000	450,000	450,000	450,000	450,000
WP 1 Well Rehab & Motor Replacement	50,000	0	0	0	0
WP 1 Electrical Improvements	1,230,000	0	0	0	0
WP 1 Booster Pump Replacement	0	136,000	136,000	136,000	0
WP 1 GST 1 Replacement	1,200,000	0	0	0	0
WP 1 Chloramine Conversion	0	0	299,000	0	0
WP 1 EST Rehab	0	0	0	0	1,005,000
WP 2 Well Rehab & Motor Replacement	0	327,000	0	0	0
WP 2 Chloramine Conversion	0	0	299,000	0	0
L/S Wet Well and Piping Rehabilitation	325,000	0	0	0	282,000
L/S 4 Submersive Pump Replacement	49,000	49,000	0	0	0
Lift Station 1 Rehab	115,000	120,000	0	0	0
Manhole Valve Rehab	0	250,000	0	0	0
HC46 Water Interconnect	200,000	0	0	0	0
Fence Replacement	40,000	0	0	0	0
Sewer System Cleaning and Televisin	0	118,000	236,000	0	0
Developer Reimbursement	0	125,000	125,000	125,000	0
Total Capital Outlay	\$3,709,000	\$1,625,000	\$1,595,000	\$761,000	\$1,787,000
Construction Surplus	\$0	\$0	\$0	\$0	\$0
Ending Cash Balance	\$5,130,826	\$4,900,974	\$4,611,943	\$5,063,041	\$4,389,339
Operating Reserve % of Exp					
Percentage	145%	130%	115%	119%	96%
Number of Months	17	16	14	14	12
Bond Authority					
Remaining Bonding Capacity - \$12,950,000					
Maintenance Tax Rate Cap - \$1.00					

2026 AWBD Midwinter Conference

Harris County Municipal Utility District No. 109

Friday, January 23 - Saturday, January 24, 2026

Marriott Marquis, Houston, TX

Director	Registration			Prior Conference Expenses
Name	Attending	Online	Paid	Paid
Cheryl Moore				N/A
Chris Green				N/A
Dennis Bone				N/A
Owen Parker				N/A
Robin Sulpizio				N/A

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

Early Registration:	Begins	8/6/2025	\$390
Regular Registration:	Begins	8/28/2025	\$440
Late Registration	Begins	12/11/2025	\$540

Cancellation Policy

All cancellations must be made in writing.

A \$50.00 administrative fee is assessed for each conference registration cancelled on or before 12/DD/YY.

There will be no refunds after 12/DD/YY.

Housing Information

Hotel reservations are only available to attendees who are registered with AWBD-TX for the Conference.

If you have questions, please call Taylor Cavnar at (281) 350-7090.

RESOLUTION REVIEWING INVESTMENT POLICY
AND MAKING ANY DESIRABLE CHANGES THERETO

WHEREAS, the Board of Directors (the “Board”) of HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109 (the “District”) has adopted an investment policy, as amended; and

WHEREAS, the Board now wishes to review its Amended and Restated Investment Policy, which has not been changed since being adopted by the Board on September 19, 2017, and make any desirable changes thereto;

WHEREAS, the Board has previously designated its Bookkeeper to be the District’s investment officer and to exercise responsibility for the investment of District Funds;

NOW, THEREFORE, BE IT RESOLVED by the Board that:

1. The Board has reviewed its investment policy and investment strategies.
2. The Board adopts the following changes to its investment policy and investment strategies:

NONE

3. The Board has reviewed its methods of purchasing investments and hereby adopts the brokers listed on Exhibit A attached hereto as those brokers that are authorized to engage in investment transactions with the District.

DATED THIS 19th day of August, 2025.

HARRIS COUNTY MUNICIPAL UTILITY
DISTRICT NO. 109

By: _____
Name: _____
Title: _____

ATTEST:

By: _____
Name: _____
Title: _____

EXHIBIT A

AMENDED AND RESTATED INVESTMENT POLICY

Effective September 1, 2017

SECTION 1. *Purpose.* The purpose of this Investment Policy is to adopt rules and regulations which clearly set forth the District's investment strategy for each of the accounts under its control, emphasize safety of principal and liquidity, address investment diversification, investment limitations, and the quality and capability of investment management, to specify the scope of authority of those officers or employees of the District designated to invest District Funds (defined herein as those funds in the custody of the District that the District has the legal authority to invest), to designate one or more officers or employees of the District to be responsible for the investment of such District Funds, and to provide for periodic review of the investment of District Funds.

SECTION 2. *Investment Rules.* The Board of Directors of the District adopts the rules attached to this Policy as Exhibits 1 through 6 to govern the investment of District Funds and to specify the scope of authority of those officers and employees of the District designated to invest District Funds, which rules shall supersede any investment rules previously adopted by the District. The Board of Directors directs that its Investment Officer, the Bookkeeper for the District, and the Tax Assessor/Collector for the District maintain the investments of the District in a manner consistent with those rules and regulations, and with the Public Funds Investment Act, Chapter 2256, Government Code.

SECTION 3. *Review of District Investments.* The Bookkeeper for the District will report to the Board of Directors of the District at each of their regular meetings concerning the status of District investments.

SECTION 4. *Review of Policy.* The Board shall review this Investment Policy and its investment strategies at least on an annual basis.

EXHIBIT 1

General.

The following rules shall apply to those funds in the custody of the District that the District has the legal authority to invest ("District Funds").

A. General Principles.

The investment policy of the District is to invest District Funds only in instruments which maintain the principal and liquidity of District Funds, to the extent necessary for District activities. Yield earned on District Funds is a secondary consideration compared to safety of principal and liquidity; however, if safety of principal and liquidity needs are met, the District will invest in instruments which give it the highest yield, except when it must limit yield to comply with any limitations on the investment of District Funds imposed on the District in connection with the issuance of bonds in order to comply with the provisions of section 148 of the Internal Revenue Code of 1986, as amended, or any regulations or rulings pertaining thereto.

B. Diversification.

The District will continuously attempt to diversify its portfolio to reduce risk. The portion of its investment portfolio invested in direct obligations of the U.S. Government or certificates of deposit insured by the Federal Deposit Insurance Corporation will be diversified in terms of maturity. If the portion of the District's portfolio invested in obligations of federal agencies and instrumentalities exceeds \$500,000, the District will attempt to invest in instruments issued by more than one agency or instrumentality and in instruments of various maturities. The District will not invest more than \$500,000 in a certificate of deposit or deposits issued by the same financial institution. The District recognizes that by investing District Funds in investment pools, it can diversify its portfolio because each participant in the pool has a pro rata share of a number of instruments, such as repurchase agreements with various providers.

C. Maturity.

The District will not invest in an obligation which matures more than two years from the date of purchase.

D. Quality and Capability of Investment Management.

The District will employ a Bookkeeper who is experienced in investing public funds and will consult with the Bookkeeper on investment opportunities. The District will consult with its financial adviser before investing in any investments which are new to it. The Board also recognizes that it may take advantage of professional investment advice by investing in investment pools.

E. Depositories.

All uninvested District Funds shall be deposited in the District's depository bank or banks unless otherwise required by orders or resolutions authorizing the issuance of the District's bonds. To the extent such District Funds in the depository bank or banks are not insured by the

Federal Deposit Insurance Corporation, they shall be secured in the manner provided by law for the security of District funds, and each depository shall report the market value of such collateral on its reports to the District. The District shall enter into a depository pledge agreement meeting the standards of the Financial Institutions Reform and Recovery Act with each of its depositories in which it invests more than the Federal Deposit Insurance Corporation insured amount.

F. Disbursements.

Any transfer of District Funds for the benefit of a third person shall, after approval by the Board, be made by a draft executed by at least three directors or by wire transfer pursuant to the District's Wire Transfer Agreement with its depository bank.

G. Amendment.

In the event State law changes and the District cannot invest in the investments described in this policy, this policy shall automatically be conformed to existing law.

EXHIBIT 2

Authorized Investments.

District Funds may be invested in any category of investments authorized under the Public Funds Investment Act, which has been approved by the Board. The following categories are approved:

1. Obligations, including letters of credit, of the United States or its agencies and instrumentalities; including the Federal Home Loan Banks
2. Collateralized mortgage obligations directly issued by a federal agency or instrumentality of the United States, the underlying security for which is guaranteed by an agency or instrumentality of the United States if the obligation is not:
 - a. an obligation whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal;
 - b. an obligation whose payment represents the principal stream of cash flow from the underlying mortgage-backed security collateral and bears no interest;
 - c. a collateralized mortgage obligation that has a stated final maturity date of greater than 10 years; and
 - d. a collateralized mortgage obligation the interest rate of which is determined by an index that adjusts opposite to the changes in a market index.
3. Other obligations, the principal and interest of which are unconditionally guaranteed or insured by, or backed by the full faith and credit of, this state or the United States or their respective agencies and instrumentalities, including obligations that are fully guaranteed or insured by the Federal Deposit Insurance Corporation or by the explicit full faith and credit of the United States;
4. Certificates of deposit issued by a depository institution that has its main office or a branch office in this state which are (1) guaranteed or insured by the Federal Deposit Insurance Corporation or its successor or the National Credit Union Share Insurance Fund or its successor, or (2) secured by (a) obligations described in subcaption 1, 2, or 3 above, or (b) obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent, or (c) secured in accordance with the Public Funds Collateral Act or any other manner and amount provided by law for deposits of the District; provided such obligations are marked to market at least monthly, have a market value at least equal to the deposit and are pledged to the District only and held by a third-party custodian;
5. An investment pool that meets the requirements of the Public Funds Investment Act, including the maintenance of an AAA, AAA-m or an equivalent rating by at least one nationally recognized rating service;

6. Other investments authorized by law and approved by the Board by resolution or minute entry.

7. Interest-bearing banking deposits that are guaranteed or insured by (1) the Federal Deposit Insurance Corporation or its successor; or (2) the National Credit Union Share Insurance Fund or its successors; and

8. Interest-bearing banking deposits other than those described by subcaption 7 above if:

a. the funds invested in the banking deposits are invested through: (a) a broker with a main office or branch office in this state that the Board selects from the list required by the Public Funds Investment Act; or (2) a depository institution with a main office or branch office in this state that the Board selects;

b. the broker or depository institution selected as described above arranges for the deposit of the funds in the banking deposits in one or more federally insured depository institutions, regardless of where located, for the District's account;

c. the full amount of the principal and accrued interest of the banking deposits is insured by the United States or an instrumentality of the United States; and

d. the Board appoints as the District's custodian of the banking deposits issued for the District's account: (a) the depository institution selected as described in subcaption a above; (b) an entity qualified to serve as a custodian under the Public Funds Collateral Act; or (c) a clearing broker dealer registered with the Securities and Exchange Commission and operating under SEC Rule 15c3-3 (the Customer Protection Rule).

All transactions, except investments in investment pools and mutual funds (to the extent authorized), shall be settled on a delivery versus payment basis.

Investment Strategies

The Distrib's investment strategy for each of its accounts follows:

Operatin' Account The Operatin' Account is used for all operations and maintenance needs of the Distrib. The first priority for this account is safety of principal and liquidity. When these are met, the Distrib is considered. An amount equal to two months of normal operational costs must be left extremely liquid for normal settlement amount in excess of two months of normal operational costs should be left in investments that may be liquidated easily if the need arises. The Distrib's general guidelines for diversification and maturity apply to this account.

Debt Service Account The Debt Service Account is used to pay the Distrib's debt service. The first priority for this account is safety of principal. In the Distrib, no less than the amount of its debt service and when it comes due, investments for this account should be structured so that the maturity date service needs can be safely and liquidly to maturity. Debt service are assured, the Distrib funds in this account may not be needed for a year or more. Longer term instruments should be considered. In the general guideline for maturity set forth in this investment policy to increase yield. In the amount of Distrib funds in this account will reflect the large diversification of investments may be necessary and the Distrib's general policy on diversification should be used.

Capital Projects Account The Capital Projects Account is used to pay for capital projects of the Distrib. The first priority for this account is safety of principal. The Distrib believes that it will not need a large amount of time when disbursements need to be made from this account. Therefore, investments in this account should be structured so that the maturity or can be liquidated on the dates disbursements must be made. When safety of principal and liquidity to maturity disbursement dates are assured, the Distrib funds in this account may not be needed for a year or more. Longer term instruments should be considered. In the general guideline for maturity set forth in the investment policy to increase yield. Alternatively, funds will reimburse the developer may only be in the account for a day or two in this case. An investment pool should be utilized in investment diversification for the large amount of Distrib funds that may be deposited to this account for a day or two can be applied to the use of an investment pool in cases where the Distrib has a large amount of Distrib funds in this account for longer periods. The Distrib's general policy on diversification should be used.

EXHIBIT 4

Authority and Duties of Officers and Employees.

The following rules shall apply to the officers and employees of the District designated to invest District Funds.

1. No person may deposit, withdraw, invest, transfer, or otherwise manage District Funds without express written authority of the Board of Directors of the District (the “*Board*”).

2. The bookkeeper for the District, under the supervision of the Treasurer, shall invest and reinvest District Funds only in those investments authorized under this investment policy or by the Board.

3. The bookkeeper for the District, under the supervision of the Board, shall prepare a written report concerning the District’s investment transactions for each quarter which describes in detail the investment position of the District as of the date of the report. The report shall contain a summary statement of each fund that states the beginning market value for the reporting period, ending market value for the period, and fully accrued interest for the reporting period. The report shall also state (a) the book value and market value of each separately invested asset at the end of the reporting period by the type of asset and fund type invested, (b) the maturity date of each separately invested asset that has a maturity date, (c) the account for which each individual investment was acquired, and (d) whether the investment portfolio complies with the investment strategy expressed in these investment policies and the Public Funds Investment Act. The report shall be presented to the Board at least quarterly within a reasonable time after the end of the period.

4. In the event District Funds are invested in certificates of deposit, the bookkeeper shall solicit bids from at least two bidders. Bids may be obtained orally, in writing, electronically, or in any combination of those methods.

5. The bookkeeper for the District shall secure an executed copy of the form attached as Exhibit 5 from any business organization offering to engage in an investment transaction with the District. For purposes of this paragraph, a business organization is defined as an investment pool or investment management firm under contract with the District to invest or manage the District’s investment portfolio that has accepted authority granted by the Board under the contract to exercise investment discretion in regard to the District’s funds.

EXHIBIT 5

ACKNOWLEDGEMENT OF RECEIPT OF INVESTMENT POLICY

1. I am a qualified representative of _____ (the “Pool”), or
2. I am a qualified representative of _____ (the “Advisor”) and perform investment services for the District.
3. I acknowledge that the Pool/Advisor has received and reviewed the Government’s investment policy.
4. I acknowledge that the Pool/Advisor has implemented reasonable procedures and controls in an effort to preclude investment transactions conducted between the Government and the Pool/Advisor that are not authorized by the Government’s investment policy, except to the extent that this authorization is dependent on an analysis of the makeup of the Government’s entire portfolio, requires an interpretation of subjective investment standards, or relates to investment transactions of the Government that are not made through accounts or other contractual arrangements over which the business organization has accepted discretionary investment authority.

Dated this _____ day of _____, 20_____.

Title: _____

Business: _____

LIST OF AUTHORIZED BROKERS

ABC Bank	Lone Star Investment Pool
Amegy Bank of Texas, N.A.	Moody National Bank
American Bank	New First National Bank
Austin Capital Bank	North Star Bank of Texas
BB & T	One West Bank
Bank of America N.A.	Origin Bank
Bank of Houston	PNC Bank/The PNC Financial Services Group, Inc.
Bank of New York- Mellon	Plains Capital Bank
Bank of Texas N.A.	Plains State Bank
Bank of the Ozarks (Bank Ozk)	PrimeBank of Texas
Brenham National Bank	Prosperity Bank
Cadence Bank	R Bank
Capital Bank of Texas	Regions Bank
Capital Markets Group	Simmons Bank
Capital One	SouthStar Bank
Central Bank	SouthState Bank
Chasewood Bank	State Bank of Texas
Citibank N.A.	State Street Bank & Trust Co.
CIT Bank	Stellar Bank
Comerica Bank	Stifel Nicholas
Comerica Securities	Southwestern National Bank
Commercial State Bank	Sunflower Bank
Community Trust Bank	Susser Bank
Coastal Securities	Tex Star Investment Pool
East West Bank	Texas Capital Bank N.A.
First Bank of Texas	Texas Class
First Citizens Bank	Texas Citizens Bank
First Commercial Bank	Texas Exchange Bank
First Financial Bank, N.A.	Texas First Bank
First Lockhart National Bank	Texas Gulf Bank
First National Bank of Texas	Texas Regional Bank
First Texas Bank	Texas Traditions Bank
Frontier Bank of Texas	The Independent Bankers Bank
Frost National Bank	The Mint National Bank
Guaranty Bank & Trust	Texas Savings Bank
Hancock Whitney Bank	Texpool/Texpool Prime
Herring Bank	The Right Bank for Texas
Hilltop Securities	Third Coast Bank
Hometown Bank, N.A.	Trustmark National Bank
Horizon Bank	United Bank of El Paso Del Norte
Huntington Bank	United Texas Bank
Iberia Bank	Unity National Bank
ICS	U. S. Bank
Independent Bank	Vista Bank
International Bank of Commerce	Veritex Bank
Inter National Bank	Wallis Bank
IntraFi Network Deposits	Wells Fargo Bank, N.A.
JP Morgan Chase	Wells Fargo Brokerage Services, LLC
Legacy Texas Bank	Wells Fargo Trust
Lone Star Bank	West Star Bank
Lone Star Capital Bank	Woodforest National Bank

**CERTIFICATE FOR RESOLUTION ADOPTING
AMENDED AND RESTATED CODE OF ETHICS**

THE STATE OF TEXAS

§

COUNTY OF HARRIS

§

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

§

We, the undersigned officers of the Board of Directors (the "Board") of Harris County Municipal Utility District No. 109 (the "District") hereby certify as follows:

1. The Board convened in regular session, open to the public, on August 19, 2025, at the Atascocita Waste Water Treatment Plant, 5003 Atascocita Road, Humble, TX 77346, and the roll was called of the members of the Board, to-wit:

Owen Parker, President
Chris Green, Vice President
Cheryl Moore, Secretary
Robin Sulpizio, Assistant Secretary
Dennis Bone, Assistant Secretary

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

RESOLUTION ADOPTING AMENDED AND RESTATED CODE OF ETHICS

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

AYES: _____ NOES: _____

2. A true, full, and correct copy of the aforesaid Resolution adopted at the Meeting described in the above and foregoing paragraph is attached to and follows this Certificate; such Resolution has been duly recorded in the Board's minutes of such Meeting; the above and foregoing paragraph is a true, full, and correct excerpt from the Board's minutes of such Meeting pertaining to the adoption of such Resolution; the persons named in the above and foregoing paragraph are the duly chosen, qualified, and acting officers and members of the Board as indicated therein; each of the officers and members of the Board was duly and sufficiently notified officially and personally, in advance, of the time, place, and purpose of such Meeting, and that such Resolution would be introduced and considered for adoption at such Meeting and each of such officers and members consented, in advance, to the holding of such Meeting for such purpose; and such Meeting was open to the public, and public notice of the time, place, and purpose of such Meeting was given, all as required by Chapter 551, Texas Government Code, as amended, and Section 49.063, Texas Water Code, as amended.

SIGNED AND SEALED this _____ day of _____, 2025.

HARRIS COUNTY MUNICIPAL UTILITY
DISTRICT NO. 109

President, Board of Directors

ATTEST

Secretary, Board of Directors

(DISTRICT SEAL)

**RESOLUTION ADOPTING AN
AMENDED AND RESTATED CODE OF ETHICS**

WHEREAS, HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109 (the “*District*”) is a water district operating pursuant to chapters 49 and 54 of the Texas Water Code;

WHEREAS, Tex. Water Code Ann. §49.199 requires that the Board of Directors of the District adopt certain policies and procedures in writing, including a code of ethics;

WHEREAS, the Board of Directors wishes to make revisions to its Amended and Restated Code of Ethics; and

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109 THAT:

I.

The Board of Directors hereby adopts the Code of Ethics attached hereto as its written policy and procedures required by Tex. Water Code Ann. §49.199.

II.

The President or Vice President and the Secretary or Assistant Secretary of the Board of Directors are authorized to evidence adoption of this Resolution on behalf of the Board of Directors and to do all other things proper and necessary to carry out the intent hereof. This resolution supersedes all previous Resolutions adopting a Code of Ethics.

AMENDED AND RESTATED CODE OF ETHICS

SECTION 1. *Purpose.* The following is the Code of Ethics of Harris County Municipal Utility District No. 109 (the “*District*”). The purpose of the Code of Ethics is to set forth the standards of conduct and behavior for the following: members of the Board of Directors of the District, and District officers and employees (the “*District Officials*”), agents of the District who exercise discretion in connection with District vendors, and persons handling investments for the District.

SECTION 2. *Conflicts of Interest.* The District adopts Chapter 171, Texas Local Government Code, as its Conflict of Interest Policy, the principal provisions of which are as follows: Except where a majority of the Board of Directors is required to abstain from participation in a vote because of conflict of interest, a Director will abstain from participating in a decision of the Board of Directors which either (1) confers an economic benefit on a business in which the Director or a close relative has a substantial interest, or (2) affects the value of property in which the Director or a close relative has a substantial interest differently from how it affects other real property in the District. For these purposes, a person is considered to have a “substantial interest” in a business if (1) he owns 10% or more of the voting stock or shares of the business entity or owns either 10 percent or more or \$15,000 or more of the fair market value of the business entity; or (2) funds received from the business exceed 10% of his gross income for the previous year. A Person has a substantial interest in real property if the interest is an equitable or legal interest with a market value of \$2,500 or more. A “close relative” of a Director for these purposes is a person related to the Director within the first degree of affinity or consanguinity.

SECTION 3. *Conduct of District Business.* Each District Official will conduct all business of the District in a manner consistent with the requirements of applicable law.

SECTION 4. *Acceptance of Gifts.* No District Official shall accept any benefit as consideration for any decision, opinion, recommendation, vote, or other exercise of discretion in carrying out his official acts for the District. No District Official shall solicit, accept, or agree to accept any benefit from a person known to be interested in or likely to become interested in any contract, purchase, payment, claim, or transaction involving the exercise of the District Official’s discretion. As used herein, “benefit” shall not include:

- (1) A fee prescribed by law to be received by a public servant or any other benefit *to* which the District Official is lawfully entitled or for which he gives legitimate consideration in a capacity other than as a District Official;
- (2) A gift or other benefit conferred on account of kinship or a personal, professional, or business relationship independent of the status of the recipient as a District Official;
- (3) A political contribution, as defined by the Election Code;
- (4) A benefit consisting of food, lodging, transportation, or entertainment accepted as a guest; or

(5) A benefit to a District Official required to file a financial statement under the Texas Election Code that is derived from a function in honor or appreciation of the recipient if

(A) The benefit and the source of any benefit in excess of \$50.00 is reported in the required financial statement;

(B) The benefit is used solely to defray the expenses that accrue in the performance of duties or activities in connection with its official duties for the District which are non-reimbursable by the District; or

(6) An item with a value of less than \$50, excluding cash or a negotiable instrument; or

(7) An item issued by a governmental entity that allows the use of property or facilities owned, leased, or operated by the governmental entity.

(8) A benefit of transportation, lodging, and meals in connection with a conference, seminar, or similar event in which the District Official renders services, such as addressing an audience or engaging in a seminar, to the extent that those services are more than merely perfunctory; or

(9) Complimentary legal advice or legal services relating to a will, power of attorney, advance directive, or other estate planning document rendered: (a) to a public servant who is a first responder; and (b) through a program or clinic that is: (i) operated by a local bar association or the State Bar of Texas; and (ii) approved by the head agency employing the public servant, if the public servant is employed by an agency.

SECTION 5. *District Disclosure Requirements.* The District adopts Chapter 176, Texas Local Government Code, as its Disclosure Policy, the principal provisions of which are as follows: A District Representative shall file a conflicts disclosure statement with the Board not later than 5:00 p.m. on the seventh business day after the District Representative becomes aware of facts that require filing with respect to a vendor, to-wit: (a) the vendor has an employment or other business relationship with a District Representative or a family member of a District Representative that results in the District Representative or family member receiving taxable income, other than investment income, that exceeds \$2,500 during the 12-month period preceding the date the District Representative becomes aware that a contract with the vendor has been executed or that the Board is considering such a contract; (b) the vendor has given to a District Representative or a family member of a District Representative one or more gifts that have an aggregate value of more than \$100 in the 12-month period preceding the date the District Representative becomes aware that a contract with the vendor has been executed or that the Board is considering such a contract; or (c) the vendor has a family relationship with a District Representative. However, a District Representative is not required to file a conflicts disclosure statement if the gift is a political contribution, as allowed under the Texas Election Code, or food accepted by the District Representative or a District Representative's family member as a guest.

For the purpose of this Section, *District Representative* is defined as a director of the District, a person designated as the executive officer of the District, or an agent of the District who exercises discretion in the planning, recommending, selecting, or contracting of a vendor, *family member* is defined as a person related to another person within the first degree by consanguinity or affinity, *e.g.*, parent, child, and spouse; and a *family relationship* is defined as a relationship between a person and another person within the third degree by consanguinity or the second degree by affinity, *e.g.*, siblings, grandparent, grandchild, and spouse of all the above, aunts, uncles, nieces, and nephews.

SECTION 6. *Investment Officer.* An investment officer of the District who has a personal business relationship with an entity seeking to sell an investment to the District shall file a statement disclosing that personal business interest. An investment officer who is related within the second degree by affinity or consanguinity to an individual seeking to sell an investment to the District shall file a statement disclosing that relationship. A statement required under this subsection must be filed with the Board and Texas Ethics Commission.

ATTACHMENT B

FEES AND EXPENSE POLICY

SECTION 1. *Purpose.* The purpose of this Expense Policy is to set forth the policies of Harris County Municipal Utility District No. 109 (the “*District*”) concerning per diem and travel expenses for members of the Board of Directors of the District.

SECTION 2. *Per Diem for Directors.* A director is entitled to receive as fees of office for each day the director actually spends performing the duties of a director an amount equal to the per diem set by the Texas Ethics Commission for members of the legislature under Section 24a, Article III, Texas Constitution. The fees of office a director may receive in a year are limited to \$7,200. In this section, “performing the duties of a director” means substantive performance of the management or business of the District, including participation in board and committee meetings and other activities involving the substantive deliberation of District business and in pertinent educational programs. The phrase does not include routine or ministerial activities such as the execution of documents, self-preparation for meetings, or other activities requiring a minimal amount of time.

SECTION 3. *Attendance at Meetings and Conduct of Other District Business.* Board members may attend conferences and meetings of the Association of Water Board Directors, at the District’s expense, whether within or outside the City of Houston. Attendance at other conferences, hearings, or other meetings outside the Houston metropolitan area by the members of the Board of Directors must be sanctioned by the Board of Directors; attendance at local meetings or conduct of other local District business will be at each Director’s discretion. Directors attending any meeting or conducting any District business shall report to the Board concerning the meeting or activity.

SECTION 4. *Expenses Outside of Metropolitan Houston.* The District will pay a reasonable room rate for a director’s hotel room, if District business requires that the director be out of Metropolitan Houston, reasonable tips incurred in making the trip, roundtrip mileage at the current IRS mileage rate and parking, if any, for travel by car or roundtrip airfare at current commercial rates for standard (not first class) airfare and reasonable rental car or taxi charges. The District will pay for meals actually eaten and paid for by the Director on a sanctioned trip outside of Metropolitan Houston; provided, however, reimbursement for meals will be limited to \$50 per day.

SECTION 5. *Expenses for Local Meetings and Activities.* The District will pay for roundtrip mileage at the current IRS rate for travel by car, parking, and will pay meals directly related to the meeting or activity. Reimbursement for meals will be limited to \$50 per day.

SECTION 6. *Reimbursement.* Directors attending meetings or other activities and wishing to receive a per diem and/or expenses must submit a verified statement showing the number of days actually spent in service to the District and a general description of the duties performed for each day of service. To receive reimbursement for expenses, a Director must also submit an itemized expense report to the bookkeeper before reimbursement is approved by vote of

the Board. Items on the expense report shall include lodging, meals, tips, parking and transportation. Directors sharing expense items may split reported expenses in any matter they deem equitable, but the Board will pay no more than 100% of the actual total cost of reimbursable items.

SECTION 7. Extraordinary *Expenses*. Any extraordinary expenses for a Director attending a sanctioned activity of the District must be approved by the Board prior to incurring the expense.

ATTACHMENT C

POLICY CONCERNING SELECTION, MONITORING, REVIEW, AND EVALUATION OF PROFESSIONAL CONSULTANTS

SECTION 1. *Purpose.* The purpose of this Policy Concerning Selection, Monitoring, Review, and Evaluation of Professional Consultants is to set guidelines for the Board of Directors for Harris County Municipal Utility District No. 109 (the “*District*”) concerning its Professional Consultants.

SECTION 2. *Definition of Professional Consultant.* “Professional Consultant” shall include the District’s attorney, auditor, bookkeeper, financial advisor, and tax assessor/collector, and such other consultants other than employees that the District may hereafter engage.

SECTION 3. *Selection of Consultants.* Whenever the Board of Directors of the District decides to terminate the services of one or more of its Professional Consultants, the Board shall request one or more proposals as required by the Professional Services Procurement Act, Section 2254.001 *et seq.*, Government Code, and except where selection of professional consultants is to be conducted by the Board in an open meeting, shall appoint a committee of one or two Directors to review any proposals received by the Board, to interview applicants, and to make a recommendation to the entire Board of Directors concerning the selection.

SECTION 4. *Monitoring of Professional Consultants.* For those Professional Consultants with annual contracts, the Board of Directors of the District will review the performance of the Professional Consultants for the prior year at the time the contract is renewed. The Board of Directors shall review the performance of its other Professional Consultants, upon the request of one or more Directors.

ATTACHMENT D

POLICIES RELATING TO USE OF MANAGEMENT INFORMATION AND FORMATION OF AN AUDIT COMMITTEE

SECTION 1. *Purpose.* The purpose of this Policy Relating to Use of Management Information and Formation of an Audit Committee for Harris County Municipal Utility District No. 109 (the “*District*”) is to provide written policies concerning use of management information.

SECTION 2. *Annual Budget.* Prior to each fiscal year, the Board of Directors of the District shall adopt an annual budget for the next fiscal year for use in planning and controlling of costs.

SECTION 3. *Audit Committee.* The District hereby appoints its Board of Directors as an audit committee to review the annual audit prepared by the District Auditor.

SECTION 4. *Accounting Standards.* The District hereby directs its auditor to adopt uniform auditing reporting requirements that use “Audits of State and Local Governmental Units” as a guide on audit working papers and that uses “Governmental Accounting and Financial Reporting Standards” for final audit reports (subject to the standards for audits prescribed by applicable Texas Natural Resource Conservation Commission Rules).



ENGINEERING REPORT

August 19, 2025

To: Harris County MUD No. 109 Board of Directors

From: Christopher A. Meinhardt, P.E.

District Engineer

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

a. Barents Drive Lift Station

Punch list items have been addressed. Project is substantially complete.

Action Item: Pay Estimate No. 11 and Final, including final retainage, is recommended in the amount of \$81,522.67.

b. Wastewater Treatment Plant

Belt Press Replacement/Belt Press Building Rehabilitation:

Bid opening was held on August 14, 2025. Recommendation of Award will be presented at the AJOB Board meeting.

Sanitary Sewer Rehabilitation:

Currently working on plan set.

Anticipate design plans 30% complete by the end of September.

c. Capital Improvement Plan:

We are currently working on 2025 adopted budget CIP projects.

d. Lift Station No. 3 Rehabilitation/Fence Replacement (2025 CIP Project)

Pre-construction meeting was held on August 13, 2025. Notice to proceed was issued for August 25, 2025, please see attached.

e. Interconnect With HCMUD 46 (2025 CIP Project)

Anticipate project area to be surveyed by end of August/beginning of September.

f. Water Plant No. 1 Ground Storage Tank (GST) Replacement

Yard wiring is complete. Conduits have been brought up to code with the existing control and electrical.

Prepping to coat the tank.





Action Item: Pay Estimate No.4 is recommended in the amount of \$144,990.00.

g. Water Plant No. 1 and 2 Electrical Improvements

Please see attached for proposal and preliminary cost estimate for water plant no. 1 and 2 electrical upgrades.

Action Item: Board Approval of Proposal for Electrical Upgrades to Water Plants No. 1 and 2

h. Woodland Hills Tract:

No Update this month.

i. Master Stormwater Quality (SWQ) Permit Renewal

Permit approved on July 29, 2025. Please see attached.

j. GIS Update

Our GIS team continues with updating the District's GIS application. Anticipate completion before September's board meeting.

k. Annual Tank Inspections:

l. Application for the Water Conservation Grant Program

Application was submitted on August 12, 2025.

m. Capacity Commitments- No Update this Month.

Sean Gilbert Request: I have been in correspondence with Mr. Gilbert. I am awaiting documentation from Mr. Gilbert showing what was paid to the District for the utility extension across FM 1960.



August 4, 2025

Harris County MUD No. 109
C/o Municipal Accounts & Consulting, LP
1281 Brittmoore Rd.
Houston, Texas 77043

Attention: Fandi Tjhiu

Re: **Pay Estimate No. 11-Final**
Harris County MUD 109
Barents Drive Lift Station
BGE Job No. 7528-10

Dear Mr. Tjhiu:

Enclosed herewith is **Pay Estimate No. 11-Final, including Final Retainage**, from Peltier Brothers Construction, LLC for work performed on the referenced project for the period indicated. I have reviewed the quantities completed and submitted for payment, and recommend that this estimate be processed for payment. The enclosed estimate is for your further handling and processing.

Should you have any questions regarding this pay estimate, please contact me at 281-558-8700.

Sincerely,

A handwritten signature in blue ink, appearing to read "Gary L. Goessler", is written over a light blue circular stamp.

Gary L. Goessler, PE
Sr Project Manager, Construction Management

TBPE Registration No. F-1046

cc: Kyle Hope – Peltier Brothers Construction, LLC
Will Peltier – Peltier Brothers Construction, LLC
Dimitri Millas – Norton Rose Fulbright US LLP
Brenda Presser – Norton Rose Fulbright US LLP
Chris Meinhardt, PE – BGE
Lizanne Douglas, PE – BGE
Aaron Orozco, PE – BGE

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Barents Drive Lift Station

Owner: Harris County MUD No. 109
C/o Municipal Accounts & Consulting, LP
1281 Brittmoore Rd.
Houston, Texas 77043

Attention: Fandi Tjhiu

Contractor: Peltier Brothers Construction, LLC
10727 Peltier Lane
Houston, Texas 77064

Attention: Kyle Hope

Pay Estimate No. 11-Final

Original Contract Amount: \$ 701,970.00

Change Orders: \$ 40,820.39

Final Adjustments: \$ (25,213.66)

Current Contract Amount: \$ 717,576.73

Completed to Date: \$ 717,576.73

Retainage 0% \$ -

Balance: \$ 717,576.73

Less Previous Payments: \$ 636,054.06

Current Payment Due: \$ 81,522.67

BGE Job No. 7528-10

Estimate Period: 05/01/25- 07/09/25

Contract Date: December 18, 2023

Notice to Proceed: February 12, 2024

Contract Time: 300 Calendar Days

Time Charged: 513 Calendar Days

Requested Time Extensions: 2 Calendar Days

Approved Extensions: 0 Calendar Days

Time Remaining: -213 Calendar Days

Recommended for Approval:



8/4/2025

Gary L. Goessler, PE
Sr Project Manager, Construction Management
TBPE Registration No. F-1046

Acknowledged for Peltier Brothers Construction, LLC:

By: 

Title: Project Manager

Date: 8-4-2025

Harris County MUD No. 109
 Barents Drive Lift Station
 BGE Job No. 7528-10
 Pay Estimate No. 11-Final

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total	Final Adjustments
UNIT A: BASE BID ITEMS												
1.	Mobilization; Demobilization; and Insurance	1.00	LS	\$ 25,000.00	\$ 25,000.00	0.25	\$ 6,250.00	0.75	\$ 18,750.00	1.00	\$ 25,000.00	\$ -
2.	Construction of Lift Station, required in the drawings and specifications including but not limited to construction of reinforced concrete wet well, wet well lining coating, dewatering and ground water control, reinforced concrete valve slab, excavation and disposal of soil, hatches, E/One Grinder Pumps, piping, fittings, valves, thrust blocks, pipe supports and all appurtenances; in accordance with the plans and specifications. Complete in Place.											
	Receive Forms	1.00	LS	\$ 7,500.00	\$ 7,500.00	0.00	\$ -	1.00	\$ 7,500.00	1.00	\$ 7,500.00	\$ -
	Purchase and Receive Rebar	1.00	LS	\$ 8,500.00	\$ 8,500.00	0.00	\$ -	1.00	\$ 8,500.00	1.00	\$ 8,500.00	\$ -
	Set Inside Forms Lift #1	1.00	LS	\$ 18,500.00	\$ 18,500.00	0.00	\$ -	1.00	\$ 18,500.00	1.00	\$ 18,500.00	\$ -
	Form Cutting Edge	1.00	LS	\$ 7,000.00	\$ 7,000.00	0.00	\$ -	1.00	\$ 7,000.00	1.00	\$ 7,000.00	\$ -
	Reinforce Lift #1	1.00	LS	\$ 16,000.00	\$ 16,000.00	0.00	\$ -	1.00	\$ 16,000.00	1.00	\$ 16,000.00	\$ -
	Install Influent Blockout	1.00	LS	\$ 6,500.00	\$ 6,500.00	0.00	\$ -	1.00	\$ 6,500.00	1.00	\$ 6,500.00	\$ -
	Install Wall Ties Lift #1	1.00	LS	\$ 10,200.00	\$ 10,200.00	0.00	\$ -	1.00	\$ 10,200.00	1.00	\$ 10,200.00	\$ -
	Set Outside Forms Lift #1	1.00	LS	\$ 18,500.00	\$ 18,500.00	0.00	\$ -	1.00	\$ 18,500.00	1.00	\$ 18,500.00	\$ -
	Pour Lift #1	1.00	LS	\$ 36,200.00	\$ 36,200.00	0.00	\$ -	1.00	\$ 36,200.00	1.00	\$ 36,200.00	\$ -
	Wreck Forms Lift #1	1.00	LS	\$ 13,000.00	\$ 13,000.00	0.00	\$ -	1.00	\$ 13,000.00	1.00	\$ 13,000.00	\$ -
	Excavate Lift #1	1.00	LS	\$ 37,000.00	\$ 37,000.00	0.00	\$ -	1.00	\$ 37,000.00	1.00	\$ 37,000.00	\$ -
	Set Inside Forms Lift #2	1.00	LS	\$ 18,500.00	\$ 18,500.00	0.00	\$ -	1.00	\$ 18,500.00	1.00	\$ 18,500.00	\$ -
	Reinforce Lift #2	1.00	LS	\$ 16,000.00	\$ 16,000.00	0.00	\$ -	1.00	\$ 16,000.00	1.00	\$ 16,000.00	\$ -
	Install Wall Ties Lift #2	1.00	LS	\$ 10,200.00	\$ 10,200.00	0.00	\$ -	1.00	\$ 10,200.00	1.00	\$ 10,200.00	\$ -

Harris County MUD No. 109
 Barents Drive Lift Station
 BGE Job No. 7528-10
 Pay Estimate No. 11-Final

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total	Final Adjustments
	Set Outside Forms Lift #2	1.00	LS	\$ 18,500.00	\$ 18,500.00	0.00	\$ -	1.00	\$ 18,500.00	1.00	\$ 18,500.00	\$ -
	Pour Lift #2	1.00	LS	\$ 37,100.00	\$ 37,100.00	0.00	\$ -	1.00	\$ 37,100.00	1.00	\$ 37,100.00	\$ -
	Wreck Forms Lift #2	1.00	LS	\$ 13,000.00	\$ 13,000.00	0.00	\$ -	1.00	\$ 13,000.00	1.00	\$ 13,000.00	\$ -
	Excavate Lift #2	1.00	LS	\$ 37,000.00	\$ 37,000.00	0.00	\$ -	1.00	\$ 37,000.00	1.00	\$ 37,000.00	\$ -
	Pour Seal Slab	1.00	LS	\$ 4,000.00	\$ 4,000.00	0.00	\$ -	1.00	\$ 4,000.00	1.00	\$ 4,000.00	\$ -
	Reinforce and Pour Structural Bottom Slab	1.00	LS	\$ 19,000.00	\$ 19,000.00	0.00	\$ -	1.00	\$ 19,000.00	1.00	\$ 19,000.00	\$ -
	Set Base Elbows	1.00	LS	\$ 4,500.00	\$ 4,500.00	0.00	\$ -	1.00	\$ 4,500.00	1.00	\$ 4,500.00	\$ -
	Install Riser Pipes Inside of Wet Well	1.00	LS	\$ 17,000.00	\$ 17,000.00	0.00	\$ -	1.00	\$ 17,000.00	1.00	\$ 17,000.00	\$ -
	Form, Reinforce, Pour Valve Pad	1.00	LS	\$ 12,500.00	\$ 12,500.00	0.00	\$ -	1.00	\$ 12,500.00	1.00	\$ 12,500.00	\$ -
	Install PVF on Valve Pad	1.00	LS	\$ 15,000.00	\$ 15,000.00	0.00	\$ -	1.00	\$ 15,000.00	1.00	\$ 15,000.00	\$ -
	Form and Reinforce Top Slab	1.00	LS	\$ 28,000.00	\$ 28,000.00	0.00	\$ -	1.00	\$ 28,000.00	1.00	\$ 28,000.00	\$ -
	Set Hatch in Top Slab	1.00	LS	\$ 5,000.00	\$ 5,000.00	0.00	\$ -	1.00	\$ 5,000.00	1.00	\$ 5,000.00	\$ -
	Pour Top Slab	1.00	LS	\$ 20,000.00	\$ 20,000.00	0.00	\$ -	1.00	\$ 20,000.00	1.00	\$ 20,000.00	\$ -
	Concrete Coatings Inside of Wet Well	1.00	LS	\$ 5,400.00	\$ 5,400.00	0.00	\$ -	1.00	\$ 5,400.00	1.00	\$ 5,400.00	\$ -
	Pipe, Valves and Fittings Coatings	1.00	LS	\$ 4,800.00	\$ 4,800.00	0.00	\$ -	1.00	\$ 4,800.00	1.00	\$ 4,800.00	\$ -
	Purchase and Install Pumps	1.00	LS	\$ 55,000.00	\$ 55,000.00	0.00	\$ -	1.00	\$ 55,000.00	1.00	\$ 55,000.00	\$ -
	Influent Tie in to Wet Well	1.00	LS	\$ 1,700.00	\$ 1,700.00	0.00	\$ -	1.00	\$ 1,700.00	1.00	\$ 1,700.00	\$ -
	Startup	1.00	LS	\$ 1,000.00	\$ 1,000.00	1.00	\$ 1,000.00	0.00	\$ -	1.00	\$ 1,000.00	\$ -
	Pump O&M	1.00	LS	\$ 2,600.00	\$ 2,600.00	1.00	\$ 2,600.00	0.00	\$ -	1.00	\$ 2,600.00	\$ -
3.	Site work including but not limited to reinforced concrete paving, cement stabilized sand subgrade, sanitary sewer, manholes, force main, fence with gate, bollards, site grading and drainage, stormwater pollution control, dewatering and ground water control; all depths; in accordance with the plans and specifications. Complete in Place.											
	4' Diameter Manholes installation	1.00	LS	\$ 4,000.00	\$ 4,000.00	0.00	\$ -	1.00	\$ 4,000.00	1.00	\$ 4,000.00	\$ -

Harris County MUD No. 109
 Barents Drive Lift Station
 BGE Job No. 7528-10
 Pay Estimate No. 11-Final

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total	Final Adjustments
	8" Gravity Sewer Installation	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	1.00	\$ 3,000.00	1.00	\$ 3,000.00	\$ -
	Excavate for Driveway	1.00	LS	\$ 1,500.00	\$ 1,500.00	0.00	\$ -	1.00	\$ 1,500.00	1.00	\$ 1,500.00	\$ -
	Stabilize Driveway	1.00	LS	\$ 2,500.00	\$ 2,500.00	0.00	\$ -	1.00	\$ 2,500.00	1.00	\$ 2,500.00	\$ -
	Reinforce Driveway	1.00	LS	\$ 2,500.00	\$ 2,500.00	0.00	\$ -	1.00	\$ 2,500.00	1.00	\$ 2,500.00	\$ -
	Pour Driveway	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	1.00	\$ 3,000.00	1.00	\$ 3,000.00	\$ -
	Install Fence and Gates	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	1.00	\$ 3,000.00	1.00	\$ 3,000.00	\$ -
	Install Bollards	1.00	LS	\$ 500.00	\$ 500.00	0.00	\$ -	1.00	\$ 500.00	1.00	\$ 500.00	\$ -
4.	4" Buried Force Main within easement, including bends, fittings, dewatering and ground water control, and connection to Existing Stub-Out; all depths; in accordance with the plans and specifications. Complete in Place.											
	4" Force Main Installation w/in Easement	1.00	LS	\$ 15,170.00	\$ 15,170.00	0.00	\$ -	1.00	\$ 15,170.00	1.00	\$ 15,170.00	\$ -
	Force Main Tie-in	1.00	LS	\$ 1,000.00	\$ 1,000.00	0.00	\$ -	1.00	\$ 1,000.00	1.00	\$ 1,000.00	\$ -
5.	Electrical System, including but not limited to installation of all electrical equipment associated with proposed lift station including controls, control panel w/ pad, yard light, transducer, conduits, ground well, duct banks, junction boxes, service pole, drop w/ meter disconnect, service disconnect, surge protector, manual transfer switch, and all appurtenances; in accordance with the plans and specifications. Complete in Place.											
	Electrical Rough In Top Slab	1.00	LS	\$ 4,500.00	\$ 4,500.00	0.00	\$ -	1.00	\$ 4,500.00	1.00	\$ 4,500.00	\$ -
	Electrical Rough In Control Panel Pad	1.00	LS	\$ 4,500.00	\$ 4,500.00	0.00	\$ -	1.00	\$ 4,500.00	1.00	\$ 4,500.00	\$ -
	Electrical Underground Duct Banks	1.00	LS	\$ 6,000.00	\$ 6,000.00	0.00	\$ -	1.00	\$ 6,000.00	1.00	\$ 6,000.00	\$ -
	Install Electrical Service Rack	1.00	LS	\$ 15,000.00	\$ 15,000.00	0.00	\$ -	1.00	\$ 15,000.00	1.00	\$ 15,000.00	\$ -
	Control Panel Pad Form, Reinforce, Pour	1.00	LS	\$ 7,500.00	\$ 7,500.00	0.00	\$ -	1.00	\$ 7,500.00	1.00	\$ 7,500.00	\$ -
	Install Yard Light Foundation	1.00	LS	\$ 1,500.00	\$ 1,500.00	0.00	\$ -	1.00	\$ 1,500.00	1.00	\$ 1,500.00	\$ -
	Install Yard Light	1.00	LS	\$ 1,500.00	\$ 1,500.00	0.00	\$ -	1.00	\$ 1,500.00	1.00	\$ 1,500.00	\$ -

Harris County MUD No. 109
 Barents Drive Lift Station
 BGE Job No. 7528-10
 Pay Estimate No. 11-Final

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total	Final Adjustments
	Install Ground Wells and Grounding	1.00	LS	\$ 1,500.00	\$ 1,500.00	0.00	\$ -	1.00	\$ 1,500.00	1.00	\$ 1,500.00	\$ -
	Install Junction Boxes	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	1.00	\$ 3,000.00	1.00	\$ 3,000.00	\$ -
	Install Manual Transfer Switch	1.00	LS	\$ 6,800.00	\$ 6,800.00	0.00	\$ -	1.00	\$ 6,800.00	1.00	\$ 6,800.00	\$ -
	Purchase and Install Control Panel	1.00	LS	\$ 17,200.00	\$ 17,200.00	0.00	\$ -	1.00	\$ 17,200.00	1.00	\$ 17,200.00	\$ -
	Install and Terminate Wiring	1.00	LS	\$ 10,000.00	\$ 10,000.00	0.00	\$ -	1.00	\$ 10,000.00	1.00	\$ 10,000.00	\$ -
	Control Panel O&M	1.00	LS	\$ 1,000.00	\$ 1,000.00	1.00	\$ 1,000.00	0.00	\$ -	1.00	\$ 1,000.00	\$ -
6.	Trench Safety System; in accordance with the plans and specifications. Complete in Place.	1.00	LS	\$ 100.00	\$ 100.00	0.00	\$ -	1.00	\$ 100.00	1.00	\$ 100.00	\$ -
UNIT A: BASE BID ITEMS - SUBTOTAL					\$ 665,970.00		\$ 10,850.00		\$ 655,120.00		\$ 665,970.00	
<u>UNIT B: SUPPLEMENTAL BID ITEMS</u>												
1.	"Extra" as directed, Excavation and Backfill for Structures, Complete In Place (\$15.00 per CY minimum).	50.00	CY	\$ 15.00	\$ 750.00	0.00	\$ -	0.00	\$ -	0.00	\$ -	\$ (750.00)
2.	"Extra" as directed, Excavation, Trenching, and Backfill for Utilities, Complete In Place (\$15.00 per CY minimum).	50.00	CY	\$ 15.00	\$ 750.00	0.00	\$ -	0.00	\$ -	0.00	\$ -	\$ (750.00)
3.	"Extra" as directed, Reinforcing Steel, Complete in Place. (\$1,500 per TON	1.00	TON	\$ 1,500.00	\$ 1,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -	\$ (1,500.00)
4.	"Extra" as directed, Cast In Place Concrete, Complete in Place (\$500 per CY minimum).	10.00	CY	\$ 500.00	\$ 5,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -	\$ (5,000.00)
5.	"Extra" as directed, Ductile Iron Fittings, Complete In Place (\$2,000 per TON minimum).	2.00	TON	\$ 2,000.00	\$ 4,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -	\$ (4,000.00)

Harris County MUD No. 109
 Barents Drive Lift Station
 BGE Job No. 7528-10
 Pay Estimate No. 11-Final

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total	Final Adjustments
6.	"Extra" as directed, 4-Inch C900-DR18 PVC Pipe (all depths), Complete In Place. (\$70.00 per LF minimum).	50.00	LF	\$ 70.00	\$ 3,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -	\$ (3,500.00)
7.	"Extra" as directed, Site Improvements, Complete In Place (\$8,000.00 minimum).	1.00	LS	\$ 8,000.00	\$ 8,000.00	0.00	\$ -	0.45	\$ 3,614.00	0.45	\$ 3,614.00	\$ (4,386.00)
8.	"Extra" as directed, Electrical Improvements, Complete In Place (\$5,000.00 minimum).	1.00	LS	\$ 5,000.00	\$ 5,000.00	0.00	\$ -	1.00	\$ 5,000.00	1.00	\$ 5,000.00	\$ -
9.	"Extra" as directed, Sanitary Improvements, Complete In Place (\$5,000.00 minimum).	1.00	LS	\$ 5,000.00	\$ 5,000.00	0.00	\$ -	0.43	\$ 2,172.34	0.43	\$ 2,172.34	\$ (2,827.66)
UNIT B: SUPPLEMENTAL BID ITEMS - SUBTOTAL					\$ 33,500.00		\$ -		\$ 10,786.34		\$ 10,786.34	
<u>UNIT C: ALLOWANCES</u>												
1.	Arc Flash and Power Coordination Study	1.00	LS	\$ 2,500.00	\$ 2,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -	\$ (2,500.00)
UNIT C: ALLOWANCES - SUBTOTAL					\$ 2,500.00		\$ -		\$ -		\$ -	
Total Contract Amount:					\$ 701,970.00							
Change Order No. 1												
<u>ADD:</u>												
	Installation of a 5" diameter manhole that will house a check valve for the new force main; includes the tie-in to the existing live force main, all appurtenances necessary, and coatings of the ductile iron piping and valve.	1.00	LS	\$ 40,820.39	\$ 40,820.39	0.00	\$ -	1.00	\$ 40,820.39	1.00	\$ 40,820.39	\$ -
Change Order No. 1 - Total					\$ 40,820.39		\$ -		\$ 40,820.39		\$ 40,820.39	

Harris County MUD No. 109
Barents Drive Lift Station
BGE Job No. 7528-10
Pay Estimate No. 11-Final

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total	Final Adjustments
	Change Order No. 2				\$ -	0.00	\$ -	0.00	\$ -	0.00	\$ -	
	Change Order No. 3				\$ -	0.00	\$ -	0.00	\$ -	0.00	\$ -	
	Totals:				\$ 742,790.39		\$ 10,850.00		\$ 706,726.73		\$ 717,576.73	\$ (25,213.66)

Bond No. 107937656

CONSENT OF SURETY TO FINAL PAYMENT

Conforms with the American Institute of
Architects, AIA Document G707

OWNER	<input type="checkbox"/>
ARCHITECT	<input type="checkbox"/>
CONTRACTOR	<input type="checkbox"/>
SURETY	<input type="checkbox"/>
OTHER	<input type="checkbox"/>

TO OWNER: Harris County MUD No. 109
(Name and address) c/o BGE
10777 Westheimer, Suite 500
Houston, Texas 77042

ARCHITECT'S PROJECT NO.:

CONTRACT FOR:
General Construction

PROJECT: Barents Drive Lift Station
(Name and address)

CONTRACT DATED:

In accordance with the provisions of the Contract between the Owner and the Contractor as indicated above, the
(Insert name and address of Surety)

Travelers Casualty and Surety Company of America
4650 Westway Park Blvd.
Houston, Texas 77041-2036

, SURETY,

on bond of
(Insert name and address of Contractor)

Peltier Brothers Construction LLC
10727 A Peltier Lane
Houston, Texas 77064

, CONTRACTOR,

hereby approves of the final payment to the Contractor, and agrees that final payment to the Contractor shall not relieve the Surety of any
of its obligations to
(Insert name and address of Owner)

Harris County MUD No. 109
c/o BGE
10777 Westheimer, Suite 500
Houston, Texas 77042

, OWNER,

as set forth in said Surety's bond.

IN WITNESS WHEREOF, the Surety has hereunto set its hand on this date: July 29, 2025
(Insert in writing the month followed by the numeric date and year.)


Attest: Kourtney Reese, Witness

Travelers Casualty and Surety Company of America

(Surety)


(Signature of authorized representative)

Gloria Villa, Attorney-in-Fact

(Printed name and title)



**Travelers Casualty and Surety Company of America
Travelers Casualty and Surety Company
St. Paul Fire and Marine Insurance Company**

POWER OF ATTORNEY

Travelers Casualty and Surety Company of America, Travelers Casualty and Surety Company, and St. Paul Fire and Marine Insurance Company are corporations duly organized under the laws of the State of Connecticut (herein collectively called the "Companies"), and the Companies do hereby make, constitute and appoint **Gloria Villa** of **HOUSTON**, **Texas**, their true and lawful Attorney(s)-in-Fact to sign, execute, seal and acknowledge any and all bonds, recognizances, conditional undertakings and other writings obligatory in the nature thereof on behalf of the Companies in their business of guaranteeing the fidelity of persons, guaranteeing the performance of contracts and executing or guaranteeing bonds and undertakings required or permitted in any actions or proceedings allowed by law.

IN WITNESS WHEREOF, the Companies have caused this instrument to be signed, and their corporate seals to be hereto affixed, this **16th** day of **February, 2024**.



State of Connecticut

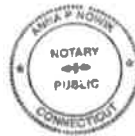
By: 
Bryce Grissom, Senior Vice President

City of Hartford ss.

On this the **16th** day of **February, 2024**, before me personally appeared **Bryce Grissom**, who acknowledged himself to be the Senior Vice President of each of the Companies, and that he, as such, being authorized so to do, executed the foregoing instrument for the purposes therein contained by signing on behalf of said Companies by himself as a duly authorized officer.

IN WITNESS WHEREOF, I hereunto set my hand and official seal.

My Commission expires the **30th** day of **June, 2026**





Anna P. Nowik, Notary Public

This Power of Attorney is granted under and by the authority of the following resolutions adopted by the Boards of Directors of each of the Companies, which resolutions are now in full force and effect, reading as follows:

RESOLVED, that the Chairman, the President, any Vice Chairman, any Executive Vice President, any Senior Vice President, any Vice President, any Second Vice President, the Treasurer, any Assistant Treasurer, the Corporate Secretary or any Assistant Secretary may appoint Attorneys-in-Fact and Agents to act for and on behalf of the Company and may give such appointee such authority as his or her certificate of authority may prescribe to sign with the Company's name and seal with the Company's seal bonds, recognizances, contracts of indemnity, and other writings obligatory in the nature of a bond, recognizance, or conditional undertaking, and any of said officers or the Board of Directors at any time may remove any such appointee and revoke the power given him or her; and it is

FURTHER RESOLVED, that the Chairman, the President, any Vice Chairman, any Executive Vice President, any Senior Vice President or any Vice President may delegate all or any part of the foregoing authority to one or more officers or employees of this Company, provided that each such delegation is in writing and a copy thereof is filed in the office of the Secretary; and it is


FURTHER RESOLVED, that any bond, recognizance, contract of indemnity, or writing obligatory in the nature of a bond, recognizance, or conditional undertaking shall be valid and binding upon the Company when (a) signed by the President, any Vice Chairman, any Executive Vice President, any Senior Vice President or any Vice President, any Second Vice President, the Treasurer, any Assistant Treasurer, the Corporate Secretary or any Assistant Secretary and duly attested and sealed with the Company's seal by a Secretary or Assistant Secretary; or (b) duly executed (under seal, if required) by one or more Attorneys-in-Fact and Agents pursuant to the power prescribed in his or her certificate or their certificates of authority or by one or more Company officers pursuant to a written delegation of authority; and it is

FURTHER RESOLVED, that the signature of each of the following officers: President, any Executive Vice President, any Senior Vice President, any Vice President, any Assistant Vice President, any Secretary, any Assistant Secretary, and the seal of the Company may be affixed by facsimile to any Power of Attorney or to any certificate relating thereto appointing Resident Vice Presidents, Resident Assistant Secretaries or Attorneys-in-Fact for purposes only of executing and attesting bonds and undertakings and other writings obligatory in the nature thereof, and any such Power of Attorney or certificate bearing such facsimile signature or facsimile seal shall be valid and binding upon the Company and any such power so executed and certified by such facsimile signature and facsimile seal shall be valid and binding on the Company in the future with respect to any bond or understanding to which it is attached.

I, **Kevin E. Hughes**, the undersigned, Assistant Secretary of each of the Companies, do hereby certify that the above and foregoing is a true and correct copy of the Power of Attorney executed by said Companies, which remains in full force and effect.

Dated this **29th** day of **July**, **2025**





Kevin E. Hughes, Assistant Secretary

**To verify the authenticity of this Power of Attorney, please call us at 1-800-421-3880.
Please refer to the above-named Attorney(s)-in-Fact and the details of the bond to which this Power of Attorney is attached.**

CONTRACTOR AFFIDAVIT FOR FINAL PAYMENT AND BILLS PAID

STATE OF TEXAS §

COUNTY OF HARRIS §

BEFORE ME, the undersigned authority, on this day personally appeared Kyle P. Hope
the Project Manager

of **Peltier Brothers Construction, LLC** ("CONTRACTOR"), party to that certain Contract entered into on the 18th day of December, 2023, between **Harris County Municipal Utility District No. 109** and CONTRACTOR for the erection, construction, and completion of certain improvements and/or additions upon the following described premises, to wit:

"Construction of Barents Drive Lift Station for Harris County MUD No. 109, Harris County, Texas."

Said party being by me duly sworn states upon oath that the said improvements (and the labor and materials supplied in connection therewith) have been erected and completed in a good and workmanlike manner and in full compliance with the above referred to Contract and the agreed plans and specifications therefore.

CONTRACTOR further states that he has paid in full all bills and claims for materials furnished and labor performed on said Contract and that there are no outstanding unpaid bills or claims for labor performed or materials furnished upon said job.

CONTRACTOR represents that the person executing this affidavit on behalf of CONTRACTOR is duly authorized to sign this affidavit and to legally bind CONTRACTOR hereto. All of the provisions of this affidavit shall bind CONTRACTOR, its heirs, representatives, successors and assigns and shall inure to the benefit of OWNER, and its legal representatives, successors, assigns.

THIS AFFIDAVIT IS BEING MADE BY THE UNDERSIGNED REALIZING THAT IT IS IN RELIANCE UPON THE TRUTHFULNESS OF THE STATEMENTS CONTAINED HEREIN THAT FINAL AND FULL SETTLEMENT OF THE BALANCE DUE ON SAID CONTRACT IS BEING MADE, AND IN CONSIDERATION OF THE DISBURSEMENT OF FUNDS BY OWNER, DEPONENT EXPRESSLY WAIVES AND RELEASES LIENS, CLAIMS, AND RIGHTS TO ASSERT A LIEN ON SAID PREMISES AND AGREES TO DEFEND, PROTECT, INDEMNIFY AND HOLD OWNER SAFE AND HARMLESS FROM AND AGAINST ALL LOSSES, DAMAGES, COSTS, AND EXPENSES OF ANY CHARACTER WHATSOEVER SPECIFICALLY INCLUDING COURT COSTS, BONDING FEES, AND ATTORNEY FEES, ARISING OUT OF OR IN ANY WAY RELATING TO CLAIMS FOR UNPAID LABOR OR MATERIAL USED OR ASSOCIATED WITH CONSTRUCTION OF IMPROVEMENTS ON THE ABOVE-DESCRIBED PREMISES.

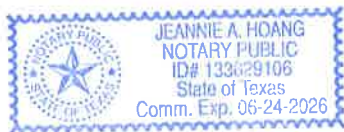
PELTIER BROTHERS CONSTRUCTION, LLC

By: 
Kyle P. Hope, Project Manager

STATE OF TEXAS §

COUNTY OF HARRIS §

Subscribed and sworn to before me, the undersigned authority, on this the 31st day of July, 20 25, to certify which, witness my hand and seal of office.




Notary Public, State of Texas

Notary's Name Printed:

Jeannie A. Hoang

My commission expires: June 24, 2026

Bond No. 107937656

MAINTENANCE BOND

STATE OF TEXAS §
 §
COUNTY OF HARRIS §

KNOW ALL MEN BY THESE PRESENTS:

THAT **Peltier Brothers Construction, LLC** of the City of Houston, County of Harris, and State of Texas, as Principal, and Travelers Casualty and Surety Company of America authorized under the Laws of the State of Texas to act as surety on bonds for principals, as Surety, are held and firmly bound unto **Harris County Municipal Utility District No. 109** (Owner) Harris County, Texas, in the amount equal to **one hundred percent (100%)** of the total contract price, in the penal sum of Seven Hundred One Thousand Nine Hundred Seventy Dollars and zero cents (\$701,970.00) for the payment whereof, the said Principal and Surety bind themselves, and their officers, directors, successors and assigns, jointly and severally, pursuant to the following:

WHEREAS, the Principal has entered into a certain written contract with the Owner, dated the 18 day of December, 20 23, for construction of:

**Barents Drive Lift Station
Harris County, Texas**

which contract is hereby referred to and made a part hereof as fully and to the same extent as if copied at length herein.

NOW, THEREFORE, THE CONDITIONS OF THIS OBLIGATION IS SUCH, that if the said Principal shall repair any and all defects in said work occasioned by or resulting from defects in materials furnished by, or workmanship of, the Principal in performing the work covered by the Contract, occurring within a period of **one year** beginning on the date of termination of the Performance Bond as required under this Contract, in accordance with the provisions of the Contract, then, this obligation shall be void; otherwise to remain in full force and effect;

PROVIDED, HOWEVER, that this bond is executed pursuant to the provisions of Chapter 2253 of the Texas Government Code as amended and all liabilities on this bond shall be determined in accordance with the provisions of said statute to the same extent as if it were copied at length herein.

Surety, for value received, stipulates and agrees that no change, extension of time, alteration or addition to the terms of the contract, or to work performed thereunder, or the plans, specifications, or drawings, accompanying the same, shall in anyway affect its obligation on this bond, and it does hereby waive notice of any such change, extension of time, alteration or addition to the terms of the contract, or the work to be performed thereunder, or the plans, specifications or drawings accompanying same.

IN WITNESS WHEREOF, the above-bounden parties have executed this instrument under their several seals on this date, the name and corporate seal of each corporate party being hereto affixed and these presents duly signed by its undersigned representative, pursuant to authority of its governing body.

(seal)

Peltier Brothers Construction, LLC
(PRINCIPAL)

WITNESS:

Jeannie A. Hoang
Admin. Assistant

BY:

Wilburn M. Peltier, Manager

Travelers Casualty and Surety Company of America
(SURETY)

WITNESS:

Kourtney Reece
Kourtney Reece, Witness

BY:

Sharon Cavanaugh, Attorney-in-Fact

CERTIFICATE AS TO CORPORATE PRINCIPAL

I, _____, certify that I am the Secretary of the Corporation named as Principal in the within bond; that _____, who signed the said bond on behalf of the Principal, was then _____ of said corporation, that I know his signature and his signature thereto is genuine and that said bond was duly designed, and attested for in behalf of said corporation by authority of its governing body.

(Corporate Seal) _____

Subscribed and sworn to before me, the undersigned authority, on this _____ day of _____, 20_____.

Notary Public in and for _____ County



Travelers Casualty and Surety Company of America
Travelers Casualty and Surety Company
St. Paul Fire and Marine Insurance Company

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS: That Travelers Casualty and Surety Company of America, Travelers Casualty and Surety Company, and St. Paul Fire and Marine Insurance Company are corporations duly organized under the laws of the State of Connecticut (herein collectively called the "Companies"), and that the Companies do hereby make, constitute and appoint **Sharon Cavanaugh** of **HOUSTON, Texas**, their true and lawful Attorney(s)-in-Fact to sign, execute, seal and acknowledge any and all bonds, recognizances, conditional undertakings and other writings obligatory in the nature thereof on behalf of the Companies in their business of guaranteeing the fidelity of persons, guaranteeing the performance of contracts and executing or guaranteeing bonds and undertakings required or permitted in any actions or proceedings allowed by law.

IN WITNESS WHEREOF, the Companies have caused this instrument to be signed, and their corporate seals to be hereto affixed, this **21st** day of **April**, **2021**.



State of Connecticut

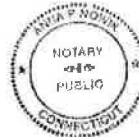
City of Hartford ss.

By: 
Robert L. Raney, Senior Vice President

On this the **21st** day of **April**, **2021**, before me personally appeared **Robert L. Raney**, who acknowledged himself to be the Senior Vice President of each of the Companies, and that he, as such, being authorized so to do, executed the foregoing instrument for the purposes therein contained by signing on behalf of said Companies by himself as a duly authorized officer.

IN WITNESS WHEREOF, I hereunto set my hand and official seal.

My Commission expires the **30th** day of **June**, **2026**




Anna P. Nowik, Notary Public

This Power of Attorney is granted under and by the authority of the following resolutions adopted by the Boards of Directors of each of the Companies, which resolutions are now in full force and effect, reading as follows:

RESOLVED, that the Chairman, the President, any Vice Chairman, any Executive Vice President, any Senior Vice President, any Vice President, any Second Vice President, the Treasurer, any Assistant Treasurer, the Corporate Secretary or any Assistant Secretary may appoint Attorneys-in-Fact and Agents to act for and on behalf of the Company and may give such appointee such authority as his or her certificate of authority may prescribe to sign with the Company's name and seal with the Company's seal bonds, recognizances, contracts of indemnity, and other writings obligatory in the nature of a bond, recognizance, or conditional undertaking, and any of said officers or the Board of Directors at any time may remove any such appointee and revoke the power given him or her; and it is

FURTHER RESOLVED, that the Chairman, the President, any Vice Chairman, any Executive Vice President, any Senior Vice President or any Vice President may delegate all or any part of the foregoing authority to one or more officers or employees of this Company, provided that each such delegation is in writing and a copy thereof is filed in the office of the Secretary; and it is

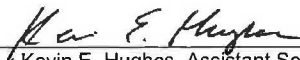
FURTHER RESOLVED, that any bond, recognizance, contract of indemnity, or writing obligatory in the nature of a bond, recognizance, or conditional undertaking shall be valid and binding upon the Company when (a) signed by the President, any Vice Chairman, any Executive Vice President, any Senior Vice President or any Vice President, the Treasurer, any Assistant Treasurer, the Corporate Secretary or any Assistant Secretary and duly attested and sealed with the Company's seal by a Secretary or Assistant Secretary; or (b) duly executed (under seal, if required) by one or more Attorneys-in-Fact and Agents pursuant to the power prescribed in his or her certificate or their certificates of authority or by one or more Company officers pursuant to a written delegation of authority; and it is

FURTHER RESOLVED, that the signature of each of the following officers: President, any Executive Vice President, any Senior Vice President, any Vice President, any Assistant Vice President, any Secretary, any Assistant Secretary, and the seal of the Company may be affixed by facsimile to any Power of Attorney or to any certificate relating thereto appointing Resident Vice Presidents, Resident Assistant Secretaries or Attorneys-in-Fact for purposes only of executing and attesting bonds and undertakings and other writings obligatory in the nature thereof, and any such Power of Attorney or certificate bearing such facsimile signature or facsimile seal shall be valid and binding upon the Company and any such power so executed and certified by such facsimile signature and facsimile seal shall be valid and binding on the Company in the future with respect to any bond or understanding to which it is attached.

I, **Kevin E. Hughes**, the undersigned, Assistant Secretary of each of the Companies, do hereby certify that the above and foregoing is a true and correct copy of the Power of Attorney executed by said Companies, which remains in full force and effect.

Dated this **14** day of **December**, **2023**




Kevin E. Hughes, Assistant Secretary

To verify the authenticity of this Power of Attorney, please call us at 1-800-421-3880.
Please refer to the above-named Attorney(s)-in-Fact and the details of the bond to which this Power of Attorney is attached.

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY
ENGINEER'S CERTIFICATE OF COMPLETION FOR WATER DISTRICT PROJECT

Name of District: Harris County Municipal Utility District No. 109

Amount of Bond Issue: Future Bond

Address of District: C/o Norton Rose Fullbright US LLP
Fulbright Tower
1301 McKinney, Suite 5100
Houston, Texas 77010

Attention: Ms. Brenda Presser

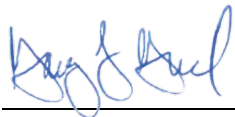
Owner of Facilities if Other than District: N/A

Contract Identification, Kind of Facilities: Barents Drive Lift Station

Name and Address of Contractor: Peltier Brothers Construction, LLC; 10727 Peltier Lane; Houston, Texas 77064

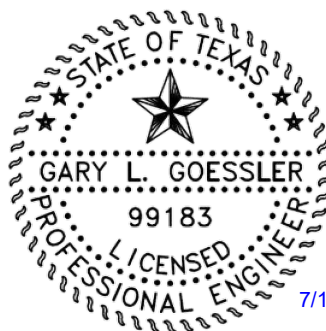
Name and Address of Consulting Engineer: BGE, Inc.; 10777 Westheimer, Suite 400; Houston, Texas 77042

I certify this Project was completed on or about July 9, 2025 that the Project was under periodic observation; that all observation of the work was under the supervision of Mr. Gary L. Goessler, Licensed Professional Engineer; that to the best of my knowledge, the project was in accordance with and includes all items in plans and specifications approved by all authorities having jurisdiction; and "record drawings" will be furnished to the District.



Gary L. Goessler, PE

BGE, Inc.
TBPE Registration No. F-1046



7/14/2025



August 18, 2025

Mr. Covy Wilkinson
CFG Industries LLC
36195 Mildred Ln
Pinehurst, Texas 77362

Via E-Mail: covy@cfgcoatings.com

Re: **Notice to Proceed**
Lift Station No. 3 Rehabilitation
BGE Job No. 13510-00

Dear Mr. Wilkinson:

You are authorized to proceed with the referenced project for Harris County MUD No. 109. The first day of your contract shall begin **Monday, August 25, 2025**. Final completion of the work shall be achieved within **150 calendar days**.

Please call me at 281-558-8700, should you have any questions or need additional information.

Sincerely,

Cristi Keener

Cristi Keener
Construction Technician

TBPE Registration No. F-1046

cc: Jane Maher – Norton Rose Fulbright US LLP
Paul Villarreal – WWWMS
Clint Gehrke – WWWMS
TCEQ - Houston
BGE, Inc.



July 28, 2025

Harris County MUD No. 109
C/o Municipal Accounts & Consulting, LP
1281 Brittmoore Rd.
Houston, Texas 77043

Attention: Fandi Tjhiu

Re: **Pay Estimate No. 4**
Harris County MUD 109
Water Plant No. 1 Ground Storage Tank Replacement
BGE Job No. 13006-00

Dear Mr. Tjhiu:

Enclosed herewith is **Pay Estimate No. 4** from Schier Construction Company, Inc. for work performed on the referenced project for the period indicated. I have reviewed the quantities completed and submitted for payment, and recommend that this estimate be processed for payment. The enclosed estimate is for your further handling and processing.

Should you have any questions regarding this pay estimate, please contact me at 281-558-8700.

Sincerely,

A handwritten signature in blue ink, appearing to read "Michael R. Barrette", with a stylized flourish at the end.

Michael R. Barrette, PE
Sr Project Manager, Construction Management

TBPE Registration No. F-1046

cc: Nick Figueroa – Schier Construction Company, Inc.
Donnie Maas – Schier Construction Company, Inc.
Dimitri Millas – Norton Rose Fulbright US LLP
Brenda Presser – Norton Rose Fulbright US LLP
Chris Meinhardt, PE – BGE
Aaron Orozco, PE – BGE

**Water Plant No. 1 Ground Storage Tank
Replacement**

Owner: Harris County MUD No. 109
C/o Municipal Accounts & Consulting, LP
1281 Brittmoore Rd.
Houston, Texas 77043

Attention: Fandi Tjhiu


Contractor: Schier Construction Company, Inc.
14250 Schroeder Rd.
Houston, Texas 77070

Attention: Nick Figueroa

Pay Estimate No.	4
Original Contract Amount:	\$ 1,273,900.00
Change Orders:	\$ -
Current Contract Amount:	\$ 1,273,900.00
Completed to Date:	\$ 875,800.00
Retainage 10%	\$ 87,580.00
Balance:	\$ 788,220.00
Less Previous Payments:	\$ 643,230.00
Current Payment Due:	\$ 144,990.00

BGE Job No.	13006-00
Estimate Period:	06/27/25 - 07/25/25
Contract Date:	February 18, 2025
Notice to Proceed:	March 3, 2025
Contract Time:	240 Calendar Days
Time Charged:	143 Calendar Days
Requested Time Extensions:	30 Calendar Days
Approved Extensions:	0 Calendar Days
Time Remaining:	97 Calendar Days

Recommended for Approval:



Michael R. Barrette, PE
Sr Project Manager, Construction Management
BGE
TBPE Registration No. F-1046

Harris County MUD No. 109
 WP No. 1 GST Replacement
 BGE Job No. 13006-00
 Pay Estimate No. 4

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
<u>UNIT A: BASE BID ITEMS</u>											
1.	Mobilization	1.00	LS	\$ 18,000.00	\$ 18,000.00	0.00	\$ -	1.00	\$ 18,000.00	1.00	\$ 18,000.00
	Demobilization	1.00	LS	\$ 5,900.00	\$ 5,900.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
2.	Bonds	1.00	LS	\$ 20,500.00	\$ 20,500.00	0.00	\$ -	1.00	\$ 20,500.00	1.00	\$ 20,500.00
	Insurance	1.00	LS	\$ 10,000.00	\$ 10,000.00	0.00	\$ -	1.00	\$ 10,000.00	1.00	\$ 10,000.00
3.	Demolition and Disposal of existing 55' Ø X 24', Bolted steel Ground Storage Tank, foundation, attached/adjacent Piping, Valves, Splash Pads, Conduit, Silt, Debris, Unsuitable and Excess Soils, Accessories and Incidentals; including demolition and disposal of all yard piping, valves and fittings; Complete in Place. In accordance with contract plans and specifications.										
	Demo Foundation and Tank	1.00	LS	\$ 33,700.00	\$ 33,700.00	0.00	\$ -	1.00	\$ 33,700.00	1.00	\$ 33,700.00
	Disconnect Piping	1.00	LS	\$ 5,000.00	\$ 5,000.00	0.00	\$ -	1.00	\$ 5,000.00	1.00	\$ 5,000.00
	Demo Piping and Valves	1.00	LS	\$ 14,000.00	\$ 14,000.00	0.00	\$ -	1.00	\$ 14,000.00	1.00	\$ 14,000.00
	Furnish and Install Pipe Plugs	1.00	LS	\$ 6,000.00	\$ 6,000.00	0.00	\$ -	1.00	\$ 6,000.00	1.00	\$ 6,000.00
4.	Installation and Erection of 48'Ø X 32' high, Welded Steel Ground Storage Tank, including foundation, required select fill soil manipulation, Self-supporting Umbrella Roof, Peripheral Shell Vents, attached/adjacent Piping, Valves, Fittings, Disinfection, Tank Coating System, appurtenances and incidentals; Complete in Place. In accordance with contract plans and specifications.										
	Site Prep	1.00	LS	\$ 10,000.00	\$ 10,000.00	0.00	\$ -	1.00	\$ 10,000.00	1.00	\$ 10,000.00
	Foundation	1.00	LS	\$ 41,600.00	\$ 41,600.00	0.00	\$ -	1.00	\$ 41,600.00	1.00	\$ 41,600.00
	Tank Pad	1.00	LS	\$ 7,400.00	\$ 7,400.00	0.00	\$ -	1.00	\$ 7,400.00	1.00	\$ 7,400.00
	Floor	1.00	LS	\$ 100,000.00	\$ 100,000.00	0.00	\$ -	1.00	\$ 100,000.00	1.00	\$ 100,000.00

Harris County MUD No. 109
 WP No. 1 GST Replacement
 BGE Job No. 13006-00
 Pay Estimate No. 4

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
	Shell	1.00	LS	\$ 190,000.00	\$ 190,000.00	0.00	\$ -	1.00	\$ 190,000.00	1.00	\$ 190,000.00
	Roof	1.00	LS	\$ 230,000.00	\$ 230,000.00	0.00	\$ -	1.00	\$ 230,000.00	1.00	\$ 230,000.00
	Appurtenances	1.00	LS	\$ 90,000.00	\$ 90,000.00	0.80	\$ 72,000.00	0.20	\$ 18,000.00	1.00	\$ 90,000.00
	Paint/Coating	1.00	LS	\$ 164,000.00	\$ 164,000.00	0.02	\$ 2,800.00	0.00	\$ -	0.02	\$ 2,800.00
	Splash Pads	1.00	LS	\$ 4,000.00	\$ 4,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Sterilization	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
5.	Yard Piping, including 12-inch piping to feed Proposed Ground Storage Tank from the existing 12" water well piping, 16-inch suction from suction header, and 16-inch overflow from existing overflow splash pad; all temporary fittings as needed and all connections. Complete in Place. In accordance with contract plans and specifications.										
	Material	1.00	LS	\$ 72,700.00	\$ 72,700.00	0.90	\$ 65,430.00	0.00	\$ -	0.90	\$ 65,430.00
	Installation	1.00	LS	\$ 12,800.00	\$ 12,800.00	0.90	\$ 11,520.00	0.00	\$ -	0.90	\$ 11,520.00
6.	Horizontal Cathodic Protection for Welded Ground Storage Tank, including all necessary appurtenances; Complete in Place. In accordance with contract plans and specifications.										
	Design, Furnish, and Install	1.00	LS	\$ 20,000.00	\$ 20,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Commission and Test	1.00	LS	\$ 2,000.00	\$ 2,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
7.	Site Work, including Proposed Sidewalk, Bollards, Site Preparation, Grading, Swale Re-Grading, Hydromulch Seeding and Site Restoration. Removal and replacement of 7-inch concrete pavement, 6-inch subgrade and 8-inch PVC culvert piping; Complete in Place. In accordance with contract plans and specifications.										
	Site Prep	1.00	LS	\$ 6,000.00	\$ 6,000.00	0.00	\$ -	1.00	\$ 6,000.00	1.00	\$ 6,000.00

Harris County MUD No. 109
 WP No. 1 GST Replacement
 BGE Job No. 13006-00
 Pay Estimate No. 4

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
	RCP	1.00	LS	\$ 2,400.00	\$ 2,400.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Demo Paving	1.00	LS	\$ 4,500.00	\$ 4,500.00	0.00	\$ -	1.00	\$ 4,500.00	1.00	\$ 4,500.00
	Paving	1.00	LS	\$ 33,100.00	\$ 33,100.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Sidewalk	1.00	LS	\$ 2,500.00	\$ 2,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Final Grading	1.00	LS	\$ 15,000.00	\$ 15,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Hydromulch	1.00	LS	\$ 2,000.00	\$ 2,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Bollards	1.00	LS	\$ 4,000.00	\$ 4,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
8.	Electrical conduit, controls, wiring, duct banks, pull box, SPD for existing well and service entrance, proposed GST appurtenances, ground wells, pavement replacement for conduit runs, and all electrical incidentals; Complete in Place.										
	Mobilization	1.00	LS	\$ 6,000.00	\$ 6,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Underground Conduit	1.00	LS	\$ 19,000.00	\$ 19,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Above Ground Conduit	1.00	LS	\$ 6,000.00	\$ 6,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Grounding	1.00	LS	\$ 15,600.00	\$ 15,600.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	SDP	1.00	LS	\$ 13,000.00	\$ 13,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Wire	1.00	LS	\$ 8,000.00	\$ 8,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
9.	Trench Safety System, Complete in Place	1.00	LS	\$ 100.00	\$ 100.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
10.	Storm Water Pollution Prevention Plan; Complete in Place.	1.00	LS	\$ 1,800.00	\$ 1,800.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
UNIT A: BASE BID ITEMS - SUBTOTAL					\$ 1,199,600.00		\$ 151,750.00		\$ 714,700.00		\$ 866,450.00
<u>UNIT B: SUPPLEMENTAL BID ITEMS</u>											
1.	As directed, Excavation and Disposal of Existing Soil per Geotech Recommendation during Construction, Complete In Place (\$15.00 per CY minimum)	170.00	CY	\$ 15.00	\$ 2,550.00	170.00	\$ 2,550.00	0.00	\$ -	170.00	\$ 2,550.00

Harris County MUD No. 109
 WP No. 1 GST Replacement
 BGE Job No. 13006-00
 Pay Estimate No. 4

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
2.	As directed, Select Fill placement per Geotech Recommendation during Construction, Complete In Place (\$40.00 per CY minimum)	170.00	CY	\$ 40.00	\$ 6,800.00	170.00	\$ 6,800.00	0.00	\$ -	170.00	\$ 6,800.00
3.	"Extra" as directed, Excavation and Backfill for Structures, Complete In Place (\$25.00 per CY minimum)	30.00	CY	\$ 25.00	\$ 750.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
4.	"Extra" as directed, Excavation, Trenching, and Backfill for Utilities, Complete In Place (\$15.00 per CY minimum)	30.00	CY	\$ 15.00	\$ 450.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
5.	"Extra" as directed, Reinforcing Steel, Complete in Place (\$1,500 per TON minimum)	2.00	TON	\$ 1,500.00	\$ 3,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
6.	"Extra" as directed, Cast In Place Concrete, Complete in Place (\$800 per CY minimum)	10.00	CY	\$ 800.00	\$ 8,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
7.	"Extra" as directed, Cement Stabilized Sand, Complete In Place (\$35.00 per CY minimum)	50.00	CY	\$ 35.00	\$ 1,750.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
8.	"Extra" as directed, Ductile Iron Fittings, Complete In Place (\$1,500 per TON minimum)	2.00	TON	\$ 1,500.00	\$ 3,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
9.	"Extra" as directed, Remove, disposal and furnish and install new 12-inch above grade gate valve, Complete In Place (\$8,000.00 per EA minimum)	1.00	EA	\$ 8,000.00	\$ 8,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
10.	"Extra" as directed, Remove, disposal and furnish and install new 20-inch above grade butterfly valve, Complete In Place (\$14,000.00 per EA minimum)	1.00	EA	\$ 14,000.00	\$ 14,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
11.	"Extra" as directed, 12-Inch Ductile Iron Pipe (all depths), Complete In Place (\$150.00 per LF minimum)	50.00	LF	\$ 150.00	\$ 7,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -

Harris County MUD No. 109
 WP No. 1 GST Replacement
 BGE Job No. 13006-00
 Pay Estimate No. 4

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
12.	"Extra" as directed, 12-Inch C905-DR18 PVC Pipe (all depths), Complete In Place (\$110.00 per LF minimum)	50.00	LF	\$ 110.00	\$ 5,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
13.	"Extra" as directed, Electrical Improvements, Complete In Place (\$8,000.00 minimum)	1.00	LS	\$ 8,000.00	\$ 8,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
14.	"Extra" as directed, Water Plant Improvements, Complete In Place (\$5,000.00 minimum)	1.00	LS	\$ 5,000.00	\$ 5,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
UNIT B: SUPPLEMENTAL BID ITEMS - SUBTOTAL					\$ 74,300.00		\$ 9,350.00		\$ -		\$ 9,350.00
Total Contract Amount:					\$ 1,273,900.00						
Change Order No. 1							\$ -		\$ -		\$ -
Totals:					\$ 1,273,900.00		\$ 161,100.00		\$ 714,700.00		\$ 875,800.00

STATE OF TEXAS §

COUNTY OF HARRIS §

BEFORE ME, the undersigned authority, on this day personally appeared James E. Schier the President of **Schier Construction Company, Inc. ("CONTRACTOR")**. CONTRACTOR has performed labor and furnished materials pursuant to that certain Contract entered into on the 18th day of February, 2025 by and between CONTRACTOR and **Harris County Municipal Utility District No. 109**, for the erection, construction, and completion of certain improvements and/or additions upon the following described premises, to wit:

"Construction of Water Plant No. 1 Ground Storage Tank Replacement for Harris County MUD No. 109, Harris County, Texas."

The undersigned, being by me duly sworn, states upon oath that the materials supplied in connection with CONTRACTOR's Application for Partial Payment No. 4, dated 07/25/2025 (the "Application Date"), represents the actual cost of sound materials that have been or will be fabricated into the Work in compliance with the agreed to plans and specifications (and all authorized changes thereto).

The undersigned further states that as of the Application Date, CONTRACTOR has paid all bills and claims for materials supplied in connection with the aforesaid Partial Payment, and that there are no outstanding unpaid bills or claims for labor performed or materials furnished.

CONTRACTOR acknowledges complete satisfaction of, and forever waives and releases, all claims of every kind against OWNER or the property where the labor and/or materials were installed, including, without limitation, any liens or potential liens, which CONTRACTOR may have as a result of, or in connection with, the labor and/or materials supplied in connection with the aforesaid Partial payment.

CONTRACTOR represents that the person executing this affidavit on behalf of CONTRACTOR is duly authorized to sign this affidavit and to legally bind CONTRACTOR hereto. All of the provisions of this affidavit shall bind CONTRACTOR, its heirs, representatives, successors and assigns and shall inure to the benefit of OWNER, and its legal representatives, successors, assigns.

This affidavit is being made by the undersigned realizing that it is in reliance upon the truthfulness of the statements contained herein that a partial payment under said Contract is being made, and in consideration of the disbursement of said partial payment by OWNER.

CONTRACTOR HEREBY AGREES TO DEFEND, PROTECT, INDEMNIFY AND HOLD OWNER SAFE AND HARMLESS FROM AND AGAINST ALL LOSSES, DAMAGES, COSTS, AND EXPENSES OF ANY CHARACTER WHATSOEVER SPECIFICALLY INCLUDING COURT COSTS, BONDING FEES, AND ATTORNEY FEES ARISING OUT OF OR IN ANY WAY RELATING TO CLAIMS FOR UNPAID LABOR OR MATERIALS FURNISHED AS OF THE APPLICATION DATE.

Executed this 25th day of July, 20 25.

SCHIER CONSTRUCTION COMPANY, INC

By:

James E. Schier

Name

James E. Schier

Printed:

President

Title:

STATE OF TEXAS §

COUNTY OF Harris §

Subscribed and sworn to before me, the undersigned authority, on this the 25th day of July, 20 25, to certify which, witness my hand and seal of office.

Nicholas A. Figueroa

Notary Public, State of Texas

Notary's Name Printed:

Nicholas A. Figueroa

My commission expires: 01/02/2029





Professional Services will be invoiced monthly based on the percentage of work complete or the actual time, materials and expenses utilized to complete the work in accordance with the following schedule.

Task No.	Description	Basis of Fee	Fee/ Budget
1	Basic Services: Design Engineering	Lump Sum	\$96,000
2	Basic Services: Construction Phase	Lump Sum	\$28,000
3	Project Representation	Hourly	\$22,000
	TOTAL		\$146,000

Reimbursable expenses such as deliveries, printing, out-of-town travel, are invoiced at cost plus 10%. Applicable sales tax will be added to fees subject to sales tax. Invoices will be mailed monthly and payable upon receipt. Failure to make payment within 30 days will result in an interest charge equal to 18 percent per annum. Hourly fees will be 2.5 times the direct personnel expense.

Revisions due to changes by the client or changes in the Scope of Services will be considered additional services. Any additional services will be covered under a separate written proposal prior to proceeding.

**HARRIS COUNTY MUD NO. 109
WATER PLANT NO. 1 & 2
ELECTRICAL UPGRADES
CONSTRUCTION COST ESTIMATE**

		QUANTITY	UNIT	UNIT COST	AMOUNT
BID ITEMS					
1	Mobilization; Demobilization; Bonds; Insurance	1	LS	\$50,000	\$50,000.00
2	WP No. 1: Replacement of the Motor Control Center and installation of new conduit and wire to the existing loads. To facilitate this replacement and ensure uninterrupted operation, temporary control panel will be installed for the well and booster pumps at Water Plant No. 1.	1	LS	\$450,000	\$450,000.00
3	WP No. 1: The existing Programmable Logic Controller (PLC) will be integrated with a new HMI installed with VTSCADA. Mercoïd EDA electronic pressure switches will be installed as a backup control system. Aged existing low voltage transformer will be replaced with new. VTSCADA system will include email and text alarm functionality. This new functionality is to operate as a backup to the existing RACO Verbatim autodialer system.	1	LS	\$250,000	\$250,000.00
4	WP No. 1: Existing Well No. 1 Flow Meter will be connected to the facility's Programmable Logic Controller (PLC). High-Pressure Discharge Switch will be installed on the existing Well No. 1 and discharge pressure transmitter will be installed on the existing booster pump discharge header with vibration sensors installed on all the existing booster pumps. Ultrasonic Level Transmitter will be installed on Ground Storage Tank No. 2 and Elevated Storage Tank.	1	LS	\$60,000	\$60,000.00
5	WP No. 1: All exterior lighting will be upgraded to LED lights, and the existing gate will be upgraded to include a motorized gate	1	LS	\$30,000	\$30,000.00
6	WP No. 1: Civil and Site Work Including but not limited to, MCC Buiding Updates and Repair due to MCC additions/modifications, Site Restoration, and Hydromulch.	1	LS	\$50,000	\$50,000.00

**HARRIS COUNTY MUD NO. 109
WATER PLANT NO. 1 & 2
ELECTRICAL UPGRADES
CONSTRUCTION COST ESTIMATE**

		QUANTITY	UNIT	UNIT COST	AMOUNT
7	WP No. 2: The existing Multilin will be modified to include ESA software module. The existing Human Machine Interface (HMI) will be replaced and the software updated to VTSCADA software. VTSCADA system will include email and text alarm functionality. This new functionality is to operate as a backup to the existing RACO Verbatim autodialer system. Lockout of system will be removed and the existing ethernet connections are to be removed from the autodialer and all alarm signals will be hardwired.	1	LS	\$125,000	\$125,000.00
8	WP No. 2: Communication links will be established between WP1 and WP2. As part of this integration, the necessary communication infrastructure and equipment will be installed at WP2	1	LS	\$85,000	\$85,000.00
9	WP No. 2: Pressure transmitter will be installed to collect and transmit booster pump suction and discharge pressure data. Pressure panel with backup pressure switches for the existing Water Plant No. 2 (WP2) and EST, will be installed. Vibration Sensors are to be installed on all the existing booster pumps	1	LS	\$20,000	\$20,000.00
10	WP No. 2: The existing gate will be upgraded to include a motorized gate	1	LS	\$15,000	\$15,000.00
11	WP No. 2: Civil and Site Work Including but not limited to, MCC Buiding Updates and Repair due to MCC additions/modifications, Site Restoration, and Hydromulch.	1	LS	\$25,000	\$25,000.00
12	Arc Flash Study for WP No. 1 and WP No. 2	1	LS	\$20,000	\$20,000.00
13	Extra Work Items for WP No. 1 and WP No. 2	1	LS	\$50,000	\$50,000.00

Base Bid Total:	\$1,230,000
Contingencies @ 20%	\$246,000
Total	\$1,480,000



Office of the County Engineer

Dr. Milton Rahman, P.E., PMP, CFM, ENV SP - Executive Director & County Engineer
1111 Fannin Street, Houston, TX, 77002 – OFFICE 713-274-3900



Request Your Inspection

STORMWATER QUALITY PERMIT FOR MASTER STORM WATER QUALITY ANNUAL RENEWAL

Date Issued: 07/29/2025	Project Name: HCMUD No. 109 SWQ Master Permit
Issued To: BGE, Inc.	Permit No: 1903270046-MUD-001
Owner: BGE, Inc.	Permit Class Code: CLASS II
Applicant: BGE, Inc.	Construction Started By: 1/25/2026
Contact: Christopher Meinhardt	
Contact Email: cmeinhardt@bgeinc.com	
Contact Phone: (713) 488-8113	

Property Information

Address: 20669 W Lake Houston Pkwy	Bldg:	Suite:	Trailer:
City: HUMBLE	State : TX	Zip: 77346	
Subdivision: KINGS LAKE ESTATES	Section: 8	Lot:	Block:
Abstract No.:	Survey Name:		Reserve:

REQUIRED INSPECTION(S)

IT IS YOUR RESPONSIBILITY TO CALL FOR ALL REQUIRED INSPECTIONS

(*) All Inspections designated with an asterisk must be passed before permanent power will be released.

PRE-INSPECTION DOCUMENT(S)

ALL PRE-INSPECTION DOCUMENTS MUST BE RECEIVED AND APPROVED BEFORE INSPECTIONS CAN BE REQUESTED

SPECIAL REQUIREMENT(S)

- 1 The date of this receipt is not necessarily your annual renewal date for the SWQ permit. The annual renewal date is based on the date of issuance of your Certificate of Compliance for SWQ. If you are unsure what this date is for your permit, please contact swq@hcpid.org.


Permit Manager

Main Line HCPID 713-274-3900

Inspection's Line 713-274-3800

Request Inspections
<http://www.eng.hctx.net/permits/Inspection-Forms>

Fax 713-956-0744

7/29/2025 2:39:06 PM

www.hcpid.org/permits/

