

MINUTES OF BOARD OF DIRECTORS MEETING
SEPTEMBER 20, 2022

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 September 20, 2022 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
Nancy A. Frank, Assistant Secretary

All members of the Board were present. Also attending all or parts of the meeting were Mr. David Smiley of Robert W. Baird & Co. (“Baird”), financial advisor for the District; Ms. Suzanne Villarreal of McCall Gibson Swedlund Barfoot PLLC (“McCall”), auditor for the District; Corporal Jeff Shipley of Harris County Precinct 4 Constable’s Office; Mr. Tim Spencer of Ad Valorem Appraisals, tax assessor and collector for the District; Mr. Cory Burton of Municipal Accounts & Consulting, LP (“MAC”), bookkeeper for the District; Mr. Bill Kotlan of BGE, Inc. (“BGE”), engineer for the District; Mr. Clint Gehrke and Mr. Evan Gehrke of Water Waste Water Management Services, Inc. (“WWMS”), operator 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.** There we no public comments.
2. **Minutes.** The Board considered the proposed minutes of meeting held on August 16, 2022, previously distributed to the Board. 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 minutes of the meeting held on August 16, 2022, as presented.
3. **Security Report.** President Parker recognized Corporal Shipley, who presented to and reviewed with the Board the Security Report for the month of August 2022, a copy of which is attached hereto as *Exhibit B*.
4. **Approve audit for fiscal year ended May 31, 2022.** President Parker recognized Ms. Villarreal, 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, 2022, copies of which are attached hereto as *Exhibit C*. She stated that there have been no changes in audit and accounting standards since the previous year’s audit. She reported that the audit needs to be filed with the Texas Commission on Environmental Quality (“TCEQ”) by mid-October. Discussion ensued. She noted that on pg. 36 the gallons sold would be corrected to Harris County MUD No. 151.

Upon motion by Director Moore, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to approve the audit for fiscal year ending May 31, 2022 and to authorize filing with appropriate agencies.

5. Approve and authorize filing of Annual Continuing Disclosure Report. President Parker recognized Mr. Millas, who stated that the District is required to annually file updated financial information with the Municipal Securities Rulemaking Board 180 days after its fiscal year end, which includes the District's final audit in addition to certain tax and operating information gathered from District consultants. He reviewed the Annual Continuing Disclosure Report, a copy of which is attached hereto as *Exhibit D*.

Upon motion by Director Frank, seconded by Director Green, after full discussion and the question being put to the Board the Board voted unanimously to authorize NRF to file the District's Annual Report of Financial Information and Operating Data for the fiscal year ended May 31, 2022.

6. Consider Financial Advisor's tax rate recommendations and Adopt Order Designating Officer to Calculate and Publish Tax Rate and taking other actions in connection with the levy of a tax for 2022. President Parker recognized Mr. Smiley, who presented to and reviewed with the Board the financial advisor's tax rate analysis and recommendation, a copy of which is attached hereto as *Exhibit E*. He recommended that the Board levy a total tax rate of \$0.48 per \$100 of assessed valuation, composed of an operations and maintenance tax of \$0.23 and a debt service tax of \$0.25. Discussion ensued regarding publishing a total tax rate of \$0.47 per \$100 of assessed valuation.

The Board reviewed an Order Designating Officer to Calculate and Publish Tax Rates and Taking Other Actions In Connection With the Levy of a Tax for 2022 (the "Tax Order"), a copy of which is attached hereto as *Exhibit F*.

Upon motion by Director Frank, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted by majority, with Directors Moore and Green opposing, to adopt the Order, thereby authorizing the tax officer to publish the proposed tax rate of \$0.47 per \$100 assessed valuation (\$0.25 for debt service and \$0.22 for operations and maintenance).

7. Tax Collector's Report and authorize payment of certain bills. President Parker recognized Mr. Spencer, who reviewed the Tax Assessor and Collector's Report for the month of August 2022, a copy of which is attached hereto as *Exhibit G*.

Upon motion by Director Frank, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Tax Assessor and Collector's Report and to authorize payment of check numbers 2233 through 2243, from the Tax Account to the persons, in the amounts, and for the purposes listed therein.

8. 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 Sulpizio, 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, to adopt the Bookkeeper's Report as presented.

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

Mr. Kotlan reported on the utility relocations related to the FM 1960 widening and stated that the contractor is preparing a change order for the water line on project.

Mr. Kotlan reported on the Water Plant No. 2 Expansion, and presented Pay Estimate No. 15 in the amount of \$46,075.00 for approval. He stated that the work includes site, electrical and building finish work. He noted that the remaining work includes minor site work and finishing the work in the building, disinfection and cathodic protection on the storage tank.

Mr. Kotlan reported on the Barents Drive Lift Station. He stated that the plans are at the City of Houston for review.

Mr. Kotlan reported on the Wastewater Treatment Plant and stated that the contracts for the treatment plant rehabilitation were prepared this month and that construction will begin next month.

Mr. Kotlan reported on the Wastewater Treatment Plant Permit Renewal. He stated that the permit application has been advertised and that BGE is waiting for a draft permit.

Mr. Kotlan reported on the Sanitary Sewer Repair. He stated that the sanitary sewer has been repaired.

Mr. Kotlan discussed the service requests. He discussed the Madden tract feasibility and reviewed diagrams of different options of facilities, copies of which are attached hereto as *Exhibit J*. Discussion ensued. Mr. Kotlan noted that there are multiple steps that the Madden tract will need to take before consideration is brought to the Board, like disannexation with the City of Houston. Ms. Bacon suggested that the developers of the Madden tract come back to the Board once they know what they are going to do. Mr. Kotlan noted that in the letter he will focus on facilities that need to be built and how those facilities will need to be paid for. He reported on Zimmerman Properties and stated that the developer's engineer is reviewing the feasibility.

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 accept the Engineer's Report and to approve Pay Estimate No. 15 to Schier Construction Company, Inc. in the amount of \$46,075.00.

10. **Review Operations Report, authorize repairs, approve termination of delinquent accounts in accordance with the District's Rate Order and approve Consumer Confidence Report.** President Parker recognized Mr. Gehrke, who presented the Operations Report dated September 20, 2022 and a list of delinquent accounts, copies of which are attached hereto as *Exhibit K*. Mr. Gehrke reported that 100% of the water pumped was billed for the period August 1, 2022 through August 31, 2022.

Mr. Gehrke reported on 6002 Upper Lake Dr. and stated that Source Point completed the televising and that WWWS is awaiting the report of the sewer main line. He noted that heavy

accumulation of grease was found.

Mr. Gehrke reported on various maintenance items.

Upon motion by Director Moore, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Operations Report and to approve termination of the delinquent accounts in accordance with the terms of the District's Rate Order.

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 October 18, 2022.



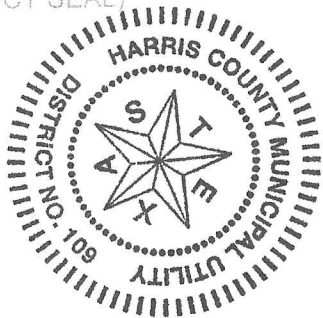
President, Board of Directors

ATTEST:



Secretary, Board of Directors

(DISTRICT SEAL)



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, September 20, 2022**. At such meeting, the Board will consider and act on the following matters:

1. Public comments;
2. Approve minutes of the meeting held on August 16, 2022;
3. Report by Harris County Precinct Four Constable and take any necessary action;
4. Approve audit for fiscal year ended May 31, 2022;
5. Approve and authorize filing of Annual Continuing Disclosure Report;
6. Consider Financial Advisor's tax rate recommendations and Adopt Order Designating Officer to Calculate and Publish Tax Rate and taking other actions in connection with the levy of a tax for 2022;
7. Review Tax Collector's Report and authorize payment of certain bills;
8. Review Bookkeeper's Report, and authorize payment of certain bills, and approve quarterly investment report;
9. Review Engineer's Report, including approval of pay estimates, authorization of change orders to pending construction contracts, proposal for construction materials testing, annexation matters and authorize capacity commitments;
10. Approve Operations Report, authorize repairs, approve termination of delinquent accounts in accordance with the District's Rate Order, and such other matters as may properly come before it.



Norton Rose Fulbright US LLP
Attorneys for District

Exhibit A

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.

CERTIFICATE OF POSTING NOTICE
OF MEETING OF BOARD OF DIRECTORS

THE STATE OF TEXAS

§

COUNTY OF HARRIS

§

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

§

I hereby certify that on SEPT. 17, 2022, 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 17 day of September, 2022.



A handwritten signature in blue ink, appearing to be 'W. R.', is written over a horizontal line.

Jane Maher

From: The Texas Network <support@texasnetwork.com>
Sent: Thursday, September 15, 2022 9:59 PM
To: Jane Maher; Russell Lambert
Subject: RE: 109 & AJOB September Postings

Posted

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

--

Thank you!

The Texas Network

281-445-3535

281-445-3535 (Text)

281-973-8299 (Fax)

support@texasnetwork.com

<https://texasnetwork.com>

From: Jane Maher <jane.maher@nortonrosefulbright.com>
Sent: Wednesday, September 14, 2022 4:48 PM
To: Russell Lambert <russ@texasnetwork.com>
Cc: The Texas Network <support@texasnetwork.com>
Subject: 109 & AJOB September 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
1301 McKinney, Suite 5100, Houston, Texas 77010-3095, United States
Tel +1 713 651 5589 | Fax +1 713 651 5246
jane.maher@nortonrosefulbright.com

NORTON ROSE FULBRIGHT

Law around the world
nortonrosefulbright.com

From: Jane Maher
Sent: Wednesday, August 10, 2022 2:56 PM
To: Russell Lambert <russ@texasnetwork.com>
Cc: Texas Network <support@texasnetwork.com>
Subject: RE: 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
1301 McKinney, Suite 5100, Houston, Texas 77010-3095, United States
Tel +1 713 651 5589 | Fax +1 713 651 5246
jane.maher@nortonrosefulbright.com

NORTON ROSE FULBRIGHT

Law around the world
nortonrosefulbright.com

From: Jane Maher
Sent: Wednesday, July 13, 2022 3:50 PM
To: Russell Lambert <russ@texasnetwork.com>
Cc: Texas Network <support@texasnetwork.com>
Subject: 109 & AJOB July 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
1301 McKinney, Suite 5100, Houston, Texas 77010-3095, United States
Tel +1 713 651 5589 | Fax +1 713 651 5246
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NORTON ROSE FULBRIGHT

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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 August 2022

Categories

Burglary Habitation: 0	Burglary Vehicle: 2	Theft Habitation: 1
Theft Vehicle: 0	Theft Other: 2	Robbery: 0
Assault: 3	Sexual Assault: 0	Criminal Mischief: 1
Disturbance Family: 5	Disturbance Juvenile: 0	Disturbance Other: 4
Alarms: 20	Suspicious Vehicles: 20	Suspicious Persons: 14
Runaways: 0	Phone Harrassment: 0	Other Calls: 708

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
156	6	14	0	0	0	30	0	0	1136	20
E129	39	32	21	0	0	14	0	1	642	13
E130	40	13	12	0	1	19	0	2	723	18
TOTAL	85	59	33	0	1	63	0	3	2501	51

Summary of Events

Alarms:

Deputies responded to 20 alarm calls.

Checks:

Deputies conducted numerous park checks, neighborhood checks, and other miscellaneous checks.

Traffic Enforcement:

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

19700 Caroling Oaks Ct.- Deputy conducted a traffic stop on a vehicle. Investigation revealed that suspect operated vehicle with no license or insurance. Vehicle was towed and report was completed.

5400 Forest Timbers - Deputy conducted a traffic stop. Investigations revealed the driver did not

have a valid driver license and fail to maintain financial responsibility. Vehicle was towed, driver cited.

5900 Upper Lake Dr.- Constable supervisor conducted a traffic stop on a vehicle. Investigation revealed that the driver had multiple traffic warrants. Driver was taken into custody and report was completed.

Burglar Motor Vehicle:

19100 Moon Trail Dr. – Deputy responded to a burglary motor vehicle. Investigation revealed unknown suspect(s) unlawfully entered the complainant's vehicle, stole property, and fled undetected.

4900 Winding View Ln- Deputy responded to a burglary motor vehicle. Investigation revealed unknown suspect unlawfully entered the complainant's vehicle, stole property, and fled undetected

Theft Habitation:

5700 Upper Lake Dr.- Deputies were dispatched to a theft of residence type call. Investigation revealed that unknown suspect (possibly ex-husband) stole items from inside the residence and fled undetected.

Theft Other:

5700 Arenas Timbers Dr- Deputies were dispatched to a theft other type call. Investigation revealed that unknown suspect stole a vehicle's catalytic converter and left scene undetected. Report was completed.

18000 Heartland Ct- Deputy responded to a theft type call. Investigations revealed that unknown suspect stole complainant basketball goal and fled undetected. The suspect was later captured and property returned.

Assault:

19400 Atasca Oaks Dr.- Deputies responded to an assault type call. Investigation revealed that an elderly female with mental issue assaulted another elderly female in the facility. Report was completed.

18000 Atascocita Meadows Dr. - Deputies responded to an assault type call. Investigations revealed unknown suspect(s) came to complainant residence and assaulted complainant daughter.

5700 Forest Timbers Dr.- Deputy responded to an aggravated assault type call. Investigation revealed that victim was stabbed by known suspect. Deputy was able to obtain information to file an arrest warrant for suspect. Report was completed.

Criminal Mischief:

19700 Misty Pines Ct – Deputy responded to a criminal mischief. Investigation revealed known suspect damaged the complainant's property. A warrant was filed for their arrest.

Disturbance Family:

5800 Enchanted Timbers Dr – Deputy responded to a family disturbance call. Investigation

revealed family members engaged in an altercation. No charges filed.

5900 Gnarled Oaks Ct- Deputy responded to a family disturbance call. Investigation revealed family members engaged in an altercation. No charges filed.

19500 Merrillwood Dr. Deputy responded to a family disturbance. Investigation revealed family members engaged in an altercation. No charges were filed.

20000 Faye Oaks Dr. - Deputy responded to a family disturbance. Investigation revealed family members engaged in an altercation. No charges were filed.

5700 Enchanted Timbers Dr- Deputy responded to a family disturbance call. Investigation revealed family members engaged in an altercation. No charges filed.

Suspicious Vehicle:

Deputies responded to 20 suspicious vehicle calls within the community. The incidents were investigated and no further action required.

Suspicious Person:

Deputies responded to 14 suspicious person calls within the community. The incidents were investigated and no further action required.

Other:

5700 Enchanted Timbers Dr- Deputy responded to a child custody dispute. Investigation revealed that caller had concerns during agreed custody of children and requested a report. Report was completed.

5700 Deer Timbers Trl - Deputies responded to a call for service. Investigation revealed consumer was having a mental episode. Consumer was transported to local hospital for further evaluation.

6000 Rivergrove Bend Dr. - Deputies responded to a call for service. Investigation revealed consumer was having a mental episode. Consumer was transported to local hospital for further evaluation.

19500 Timber Forest Dr. - Deputies responded to a call for service. Investigation revealed consumer was having a mental episode. Consumer was transported to local hospital for further evaluation.

5300 FM 1960 Rd E- Deputies responded to a call for service. Investigations revealed suspect was questioned in reference to a possible burglary of motor vehicle. Suspect released.

0 King Lake Estates Blvd- Deputy responded to a call for service. Investigation revealed complainant advised a unknown vehicle entered the property without checking in with security. Unknown vehicle lived at the residence.

5300 FM 1960 Rd E- Deputies responded to a welfare check. Investigation revealed male was reported missing and located at the above address. Male was transported to local hospital for evaluation.

18000 Heartland Ct – Deputy responded to a fraud call. Investigation revealed unknown suspect took money from the complainant's bank account without permission.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

HARRIS COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

MAY 31, 2022

DRAFT SUBJECT TO CHANGE

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www.mgsbpllc.com
E-Mail: mgsb@mgsbpllc.com

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, 2022, 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, 2022, 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 PLLC
Certified Public Accountants
Houston, Texas

September 20, 2022

DRAFT SUBJECT TO CHANGE

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MAY 31, 2022**

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, 2022. 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 inflows and 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, 2022**

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 \$6,615,940 as of May 31, 2022. A portion of the District's net position reflects its net investment in capital assets (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, 2022**

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		
	2022	2021	Change Positive (Negative)
Current and Other Assets	\$ 11,089,101	\$ 11,451,411	\$ (362,310)
Capital Assets (Net of Accumulated Depreciation)	18,038,152	17,036,589	1,001,563
Total Assets	\$ 29,127,253	\$ 28,488,000	\$ 639,253
Deferred Outflows of Resources	\$ 398,862	\$ 536,178	\$ (137,316)
Bonds Payable	\$ 21,692,301	\$ 22,959,898	\$ 1,267,597
Other Liabilities	1,217,874	590,701	(627,173)
Total Liabilities	\$ 22,910,175	\$ 23,550,599	\$ 640,424
Net Position:			
Net Investment in Capital Assets	\$ (2,527,012)	\$ (2,961,548)	\$ 434,536
Restricted	2,706,945	2,448,395	258,550
Unrestricted	6,436,007	5,986,732	449,275
Total Net Position	\$ 6,615,940	\$ 5,473,579	\$ 1,142,361

The following table provides a summary of the District's operations for the years ended May 31, 2022, and May 31, 2021.

	Summary of Changes in the Statement of Activities		
	2022	2021	Change Positive (Negative)
Revenues:			
Property Taxes	\$ 3,387,133	\$ 3,174,742	\$ 212,391
Charges for Services	2,529,989	2,483,584	46,405
Other Revenues	138,108	150,636	(12,528)
Total Revenues	\$ 6,055,230	\$ 5,808,962	\$ 246,268
Expenses for Services	4,912,869	4,869,513	(43,356)
Change in Net Position	\$ 1,142,361	\$ 939,449	\$ 202,912
Net Position, Beginning of Year	5,473,579	4,534,130	939,449
Net Position, End of Year	\$ 6,615,940	\$ 5,473,579	\$ 1,142,361

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MAY 31, 2022**

FINANCIAL ANALYSIS OF THE DISTRICT'S GOVERNMENTAL FUNDS

The District's combined fund balances as of May 31, 2022, were \$8,430,294, a decrease of \$880,261 from the prior year.

The General Fund fund balance increased by \$542,506, primarily due to property tax revenues and service revenues exceeding operating, capital, professional and administrative expenditures.

The Debt Service Fund fund balance increased by \$274,541, primarily due to the structure of the District's outstanding debt and the impact of the issuance of the Series 2021 Refunding Bonds.

The Capital Projects Fund fund balance decreased by \$1,697,308, 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 an unappropriated budget for the current fiscal year. Actual revenues were \$211,420 more than budgeted revenues and actual expenditures were \$839,092 less than budgeted expenditures which resulted in a positive variance of \$1,050,512. See the budget to actual comparison for more information.

CAPITAL ASSETS

Capital assets as of May 31, 2022, total \$18,038,152 (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 water plant no. 2 expansion.

Capital Assets At Year-End			
	2022	2021	Change Positive (Negative)
Capital Assets Not Being Depreciated:			
Land and Land Improvements	\$ 230,634	\$ 230,634	\$
Construction in Progress	3,049,280	1,315,326	1,733,954
Capital Assets Subject To Depreciation:			
Water System	11,000,385	10,925,456	74,929
Wastewater System	18,929,675	18,929,675	
Less Accumulated Depreciation	(15,171,822)	(14,364,502)	(807,320)
Total Net Capital Assets	\$ 18,038,152	\$ 17,036,589	\$ 1,001,563

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MAY 31, 2022**

LONG-TERM DEBT ACTIVITY

At year end, the District had total bond debt payable of \$21,660,000. The changes in the debt position of the District during the year ended May 31, 2022, are summarized as follows:

Bond Debt Payable, June 1, 2021	\$ 22,840,000
Add: Bond Sale - Series 2021 Refunding	3,705,000
Less: Bond Principal Paid/Refunded	<u>4,885,000</u>
Bond Debt Payable, May 31, 2022	<u>\$ 21,660,000</u>

The District carries an underlying rating of “A” by Standards and Poor’s Rating and “A2” from Moody’s. The Series 2011 Refunding Bonds and Series 2021 Refunding Bonds carry insured ratings of “AA” by virtue of bond insurance issued by Assured Guaranty Municipal. The Series 2013 Refunding bonds carry an insured rating of “AA” by virtue of bond insurance issued by Build America Mutual Assurance Company. Insured ratings are subject to change based on changes to the ratings of the insurer.

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, 1301 McKinney Avenue, Suite 5100, Houston, TX 77010-3095.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
STATEMENT OF NET POSITION AND
GOVERNMENTAL FUNDS BALANCE SHEET
MAY 31, 2022

	General Fund	Debt Service Fund
ASSETS		
Cash	\$ 456,641	\$ 359,684
Investments	3,967,618	2,758,640
Receivables:		
Property Taxes	62,918	132,503
Penalty and Interest on Delinquent Taxes		
Service Accounts	341,348	
Accrued Interest and Other	31,312	1,900
City of Houston	24,406	
Due from Other Funds	521,561	
Prepaid Costs	18,592	
Due from Other Governmental Units	33,412	
Advance for WWTP Operations	263,419	
Capital Contribution Credits Receivable		
Land		
Construction in Progress		
Capital Assets (Net of Accumulated Depreciation)		
TOTAL ASSETS	\$ 5,721,227	\$ 3,252,727
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Charges on Refunding Bonds	\$ - 0 -	\$ - 0 -
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 5,721,227	\$ 3,252,727

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

Capital Projects Fund	Total	Adjustments	Statement of Net Position
\$ 466	\$ 816,791	\$	\$ 816,791
1,276,193	8,002,451		8,002,451
	195,421		195,421
		88,783	88,783
	341,348		341,348
7,506	40,718		40,718
	24,406		24,406
	521,561	(521,561)	
	18,592		18,592
	33,412		33,412
	263,419		263,419
		1,263,760	1,263,760
		230,634	230,634
		3,049,280	3,049,280
		14,758,238	14,758,238
<u>\$ 1,284,165</u>	<u>\$ 10,258,119</u>	<u>\$ 18,869,134</u>	<u>\$ 29,127,253</u>
<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ 398,862</u>	<u>\$ 398,862</u>
<u>\$ 1,284,165</u>	<u>\$ 10,258,119</u>	<u>\$ 19,267,996</u>	<u>\$ 29,526,115</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, 2022

	General Fund	Debt Service Fund
LIABILITIES		
Accounts Payable	\$ 263,184	\$ 5,973
Accrued Interest Payable		
Due to Other Funds		521,561
Security Deposits	285,796	
Long-Term Liabilities:		
Bonds Payable, Due Within One Year		
Bonds Payable, Due After One Year		
TOTAL LIABILITIES	\$ 548,980	\$ 527,534
 DEFERRED INFLOWS OF RESOURCES		
Property Taxes	\$ 62,918	\$ 132,503
 FUND BALANCES		
Nonspendable:		
Prepaid Costs	\$ 18,592	\$
Operating Advance	263,419	
Restricted for Authorized Construction		
Restricted for Debt Service		2,592,690
Assigned to 2022 Budget	29,694	
Unassigned	4,797,624	
TOTAL FUND BALANCES	\$ 5,109,329	\$ 2,592,690
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 5,721,227	\$ 3,252,727
 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.

<u>Capital Projects Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
\$ 555,890	\$ 825,047	\$	\$ 825,047
		107,031	107,031
	521,561	(521,561)	
	285,796		285,796
		1,260,000	1,260,000
		20,432,301	20,432,301
<u>\$ 555,890</u>	<u>\$ 1,632,404</u>	<u>\$ 21,277,771</u>	<u>\$ 22,910,175</u>
<u>\$ - 0 -</u>	<u>\$ 195,421</u>	<u>\$ (195,421)</u>	<u>\$ - 0 -</u>
\$	\$ 18,592	\$ (18,592)	\$
	263,419	(263,419)	
728,275	728,275	(728,275)	
	2,592,690	(2,592,690)	
	29,694	(29,694)	
	4,797,624	(4,797,624)	
<u>\$ 728,275</u>	<u>\$ 8,430,294</u>	<u>\$ (8,430,294)</u>	<u>\$ - 0 -</u>
<u>\$ 1,284,165</u>	<u>\$ 10,258,119</u>		
		\$ (2,527,012)	\$ (2,527,012)
		2,706,945	2,706,945
		6,436,007	6,436,007
		<u>\$ 6,615,940</u>	<u>\$ 6,615,940</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, 2022

Total Fund Balances - Governmental Funds \$ 8,430,294

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. 18,038,152

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. 1,263,760

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. 398,862

Deferred inflows of resources related to property tax revenues and penalty and interest receivable on delinquent taxes for the 2021 and prior tax levies became part of recognized revenue in the governmental activities of the District. 284,204

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	\$ (107,031)	
Bonds Payable	<u>(21,692,301)</u>	<u>(21,799,332)</u>

Total Net Position - Governmental Activities \$ 6,615,940

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

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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, 2022

	General Fund	Debt Service Fund
REVENUES		
Property Taxes	\$ 1,352,957	\$ 2,085,542
Water Service	515,471	
Wastewater Service	613,652	
Water Authority Fees	1,163,402	
Penalty and Interest	69,599	55,626
Connection/Disconnect/Inspection Fees	37,402	
Sales Tax Revenues	94,395	
Water Authority Credits	147,135	
Investment and Miscellaneous Revenues	11,447	29,127
TOTAL REVENUES	\$ 4,005,460	\$ 2,170,295
EXPENDITURES/EXPENSES		
Service Operations:		
Professional Fees	\$ 140,891	\$ 18,462
Contracted Services	389,329	60,334
Purchased Wastewater Service	501,126	
Utilities	123,854	
Repairs and Maintenance	510,459	
Water Authority Assessments	1,482,690	
Depreciation		
Other	204,613	17,329
Capital Outlay	109,992	
Debt Service:		
Bond Principal		1,135,000
Bond Interest		675,078
Bond Issuance Costs		149,710
TOTAL EXPENDITURES/EXPENSES	\$ 3,462,954	\$ 2,055,913
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES/EXPENSES	\$ 542,506	\$ 114,382
OTHER FINANCING SOURCES (USES)		
Proceeds from the Sale of Refunding Bonds	\$	\$ 3,705,000
Transfer to Refunded Bond Escrow Agent		(3,768,567)
Bond Premium		223,726
TOTAL OTHER FINANCING SOURCES (USES)	\$ -0-	\$ 160,159
NET CHANGE IN FUND BALANCES	\$ 542,506	\$ 274,541
CHANGE IN NET POSITION		
FUND BALANCES/NET POSITION - JUNE 1, 2021	4,566,823	2,318,149
FUND BALANCES/NET POSITION - MAY 31, 2022	\$ 5,109,329	\$ 2,592,690

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

Capital Projects Fund	Total	Adjustments	Statement of Activities
\$	\$ 3,438,499	\$ (51,366)	\$ 3,387,133
	515,471		515,471
	613,652		613,652
	1,163,402		1,163,402
	125,225	8,687	133,912
	37,402		37,402
	94,395		94,395
	147,135	(80,985)	66,150
3,139	43,713		43,713
<u>\$ 3,139</u>	<u>\$ 6,178,894</u>	<u>\$ (123,664)</u>	<u>\$ 6,055,230</u>
\$	\$ 159,353	\$	\$ 159,353
639	450,302		450,302
	501,126		501,126
	123,854		123,854
	510,459	497	510,956
	1,482,690		1,482,690
		807,320	807,320
420	222,362		222,362
1,699,388	1,809,380	(1,809,380)	
	1,135,000	(1,135,000)	
	675,078	(169,882)	505,196
	149,710		149,710
<u>\$ 1,700,447</u>	<u>\$ 7,219,314</u>	<u>\$ (2,306,445)</u>	<u>\$ 4,912,869</u>
<u>\$ (1,697,308)</u>	<u>\$ (1,040,420)</u>	<u>\$ 2,182,781</u>	<u>\$ 1,142,361</u>
\$	\$ 3,705,000	\$ (3,705,000)	\$
	(3,768,567)	3,768,567	
	223,726	(223,726)	
<u>\$ -0-</u>	<u>\$ 160,159</u>	<u>\$ (160,159)</u>	<u>\$ -0-</u>
\$ (1,697,308)	\$ (880,261)	\$ 880,261	\$
		1,142,361	1,142,361
2,425,583	9,310,555	(3,836,976)	5,473,579
<u>\$ 728,275</u>	<u>\$ 8,430,294</u>	<u>\$ (1,814,354)</u>	<u>\$ 6,615,940</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, 2022**

Net Change in Fund Balances - Governmental Funds	\$ (880,261)
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.	(51,366)
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.	8,687
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.	(80,985)
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.	(807,320)
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.	1,808,883
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.	1,135,000
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.	169,882
Governmental funds report bond proceeds as other financing sources. Issued bonds increase long-term liabilities in the Statement of Net Position.	(3,705,000)
Bond premiums are recorded as an other financing source in the year the bonds are sold but are amortized over the life of the bonds in government-wide financial statements.	(223,726)
Governmental funds report the transfer to the refunded bond escrow agent as an other financing use. However, the refunding of outstanding bonds decreases long-term liabilities in the Statement of Net Position.	3,768,567
Change in Net Position - Governmental Activities	\$ 1,142,361

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, 2022

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, 2022

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, 2022

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements (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, 2022, the Debt Service Fund owed the General Fund \$521,561 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, 2022

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

An annual unappropriated budget is 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, 2022

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 did not have any 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 balances. The District assigned \$29,694 of its General Fund fund balance to cover the projected budget deficit in the 2023 fiscal year.

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, 2022

NOTE 3. LONG-TERM DEBT

	Refunding Series 2011	Refunding Series 2013	Refunding Series 2015
Amount Outstanding – May 31, 2022	\$625,000	\$115,000	\$5,495,000
Interest Rates	4.00%	2.75%	2.592% - 3.24%
Maturity Dates – Serially Beginning/Ending	October 1, 2022	October 1, 2022	October 1, 2022/2030
Interest Payment Dates	October 1/ April 1	October 1/ April 1	October 1/ April 1
Callable Dates	October 1, 2019*	October 1, 2021*	October 1, 2023*
	Series 2017	Refunding Series 2021	
Amount Outstanding – May 31, 2022	\$11,720,000	\$3,705,000	
Interest Rates	2.00% - 3.625%	2.00% - 3.00%	
Maturity Dates – Serially Beginning/Ending	October 1, 2022/2041	October 1, 2022/2029	
Interest Payment Dates	October 1/ April 1	October 1/ April 1	
Callable Dates	October 1, 2024*	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, 2022, the District had authorized but unissued bonds in the amount of \$12,950,000 for utility facilities and \$31,671,200 for refunding purposes.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2022

NOTE 3. LONG-TERM DEBT (Continued)

The following is a summary of transactions regarding bonds payable for the year ended May 31, 2022:

	June 1, 2021	Additions	Retirements	May 31, 2022
Bonds Payable	\$ 22,840,000	\$ 3,705,000	\$ 4,885,000	\$ 21,660,000
Unamortized Discounts	(159,854)		32,940	(192,794)
Unamortized Premiums	279,752	223,726	278,383	225,095
Bonds Payable, Net	\$ 22,959,898	\$ 3,928,726	\$ 5,196,323	\$ 21,692,301
			Amount Due Within One Year	\$ 1,260,000
			Amount Due After One Year	20,432,301
			Bonds Payable, Net	\$ 21,692,301

As of May 31, 2022, the debt service requirements on the bonds outstanding were as follows:

Fiscal Year	Principal	Interest	Total
2023	\$ 1,260,000	\$ 622,598	\$ 1,882,598
2024	1,455,000	583,844	2,038,844
2025	1,505,000	542,552	2,047,552
2026	1,550,000	506,337	2,056,337
2027	1,570,000	486,302	2,056,302
2028-2032	7,400,000	1,685,420	9,085,420
2033-2037	3,145,000	943,297	4,088,297
2037-2042	3,775,000	350,461	4,125,461
	\$ 21,660,000	\$ 5,720,811	\$ 27,380,811

During the year ended May 31, 2022, the District levied an ad valorem debt service tax rate of \$0.29 per \$100 of assessed valuation, which resulted in a tax levy of \$2,046,298 on the adjusted taxable valuation of \$705,619,975 for the 2021 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.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2022

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 the five-year anniversary of the issue.

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 \$4,426,791 and the bank balance was \$4,583,028. 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, 2022, as listed below:

	Cash	Certificates of Deposit	Total
GENERAL FUND	\$ 456,641	\$ 2,650,000	\$ 3,106,641
DEBT SERVICE FUND	359,684	960,000	1,319,684
CAPITAL PROJECTS FUND	466		466
TOTAL DEPOSITS	\$ 816,791	\$ 3,610,000	\$ 4,426,791

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2022

NOTE 5. DEPOSITS AND INVESTMENTS (Continued)

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.

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. This policy is reviewed annually. The District's investment policy may be more restrictive than the Public Funds Investment Act.

The District invests in Texas Cooperative Liquid Assets Securities System Trust ("Texas CLASS"), an external public funds investment pool that is not SEC-registered. Public Trust Advisors, LLC serves as the pool's administrator and investment advisor. The pool is subject to the general supervision of 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.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2022

NOTE 5. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

The District records its investments in certificates of deposits at acquisition cost. As of May 31, 2022, the District had the following investments and maturities:

Fund and Investment Type	Fair Value	Maturities of Less Than 1 Year
<u>GENERAL FUND</u>		
Texas CLASS	\$ 1,317,618	\$ 1,317,618
Certificates of Deposit	2,650,000	2,650,000
<u>DEBT SERVICE FUND</u>		
Texas CLASS	1,798,640	1,798,640
Certificates of Deposit	960,000	960,000
<u>CAPITAL PROJECTS FUND</u>		
Texas CLASS	1,276,193	1,276,193
TOTAL INVESTMENTS	\$ 8,002,451	\$ 8,002,451

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. At May 31, 2022, 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.

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.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2022

NOTE 6. CAPITAL ASSETS

Capital asset activity for the year ended May 31, 2022, is as follows:

	June 1, 2021	Increases	Decreases	May 31, 2022
Capital Assets Not Being Depreciated				
Land and Land Improvements	\$ 230,634	\$	\$	\$ 230,634
Construction in Progress	1,315,326	1,808,883	74,929	3,049,280
Total Capital Assets Not Being Depreciated	<u>\$ 1,545,960</u>	<u>\$ 1,808,883</u>	<u>\$ 74,929</u>	<u>\$ 3,279,914</u>
Capital Assets Subject to Depreciation				
Water System	\$ 10,925,456	\$ 74,929	\$	\$ 11,000,385
Wastewater System	18,929,675	_____	_____	18,929,675
Total Capital Assets Subject to Depreciation	<u>\$ 29,855,131</u>	<u>\$ 74,929</u>	<u>\$ - 0 -</u>	<u>\$ 29,930,060</u>
Accumulated Depreciation				
Water System	\$ 5,281,513	\$ 250,941	\$	\$ 5,532,454
Wastewater System	9,082,989	556,379	_____	9,639,368
Total Accumulated Depreciation	<u>\$ 14,364,502</u>	<u>\$ 807,320</u>	<u>\$ - 0 -</u>	<u>\$ 15,171,822</u>
Total Depreciable Capital Assets, Net of Accumulated Depreciation	<u>\$ 15,490,629</u>	<u>\$ (732,391)</u>	<u>\$ - 0 -</u>	<u>\$ 14,758,238</u>
Total Capital Assets, Net of Accumulated Depreciation	<u>\$ 17,036,589</u>	<u>\$ 1,076,492</u>	<u>\$ 74,929</u>	<u>\$ 18,038,152</u>

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, 2022, the District levied an ad valorem maintenance tax of \$0.190 per \$100 of assessed valuation, which resulted in a tax levy of \$1,340,678 on the adjusted taxable valuation of \$705,619,975 for the 2020 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.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2022

NOTE 8. WATER AND WASTEWATER SERVICE AGREEMENT (Continued)

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. 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, 2022, the District's advance for operation and maintenance of the regional sewage treatment plant was \$263,419 and the District recorded a total of \$501,126 for its share of operating costs of the plant.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2022

NOTE 9. JOINT WASTE DISPOSAL CONTRACT (Continued)

The following summary financial data of the Atascocita Central Plant is presented for the fiscal year ended May 31, 2022. A copy of the financial statements for the plant can be obtained by contacting Norton Rose Fulbright US LLP.

	Joint Venture
Total Assets	\$ 1,546,978
Total Liabilities	192,978
Total Fund Balance	\$ 1,354,000
Total Revenues	\$ 2,387,158
Total Expenditures	2,387,158
Excess Revenues (Expenditures)	\$ -0-
Other Financing Sources (Uses)	
Reserve Adjustment	35,050
Net Increase (Decrease) in Fund Balance	\$ 35,050
Fund Balance, Beginning of Year	1,318,950
Fund Balance, End of Year	\$ 1,354,000

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 \$4.60 per 1,000 gallons of water pumped from each well. The District recorded expenditures of \$1,482,690 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.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2022

NOTE 10. NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
(Continued)

Fiscal Year	Principal
2023	\$ 85,177
2024	89,586
2025	94,223
2026	99,101
2027	104,230
2028-2032	607,890
2033-2034	183,553
	\$ 1,263,760

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.

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, 2022, the District received \$94,395 in sales tax revenues.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2022

NOTE 13. REFUNDING BOND SALE

On November 9, 2021, the District closed on the sale of its \$3,705,000 Series 2021 Unlimited Tax Refunding Bonds. Proceeds were used to refund \$820,000 of the Series 2011 Refunding Bonds with an interest rate of 4.00%, maturity dates of 2023-2024, and a redemption date of December 9, 2021, and \$2,930,000 of the Series 2013 Refunding Bonds with an interest rate of 4.00%, maturity dates of 2023-2029 and a redemption date of November 9, 2021. The refunding resulted in gross debt service savings of \$323,184 and net present value savings of \$295,426.

DRAFT SUBJECT TO CHANGE

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HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

REQUIRED SUPPLEMENTARY INFORMATION

MAY 31, 2022

DRAFT SUBJECT TO CHANGE

**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, 2022**

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Property Taxes	\$ 1,068,216	\$ 1,352,957	\$ 284,741
Water Service	547,720	515,471	(32,249)
Wastewater Service	642,200	613,652	(28,548)
Water Authority Fees	1,215,000	1,163,402	(51,598)
Penalty and Interest	40,000	69,599	29,599
Connection/Disconnect/Inspection Fees	34,800	37,402	2,602
Sales Tax Revenues	83,200	94,395	11,195
Investment and Miscellaneous Revenues	15,769	11,447	(4,322)
TOTAL REVENUES	\$ 3,646,905	\$ 3,858,325	\$ 211,420
EXPENDITURES			
Service Operations:			
Professional Fees	\$ 149,400	\$ 140,891	\$ 8,509
Contracted Services	333,140	389,329	(56,189)
Purchased Wastewater Service	516,302	501,126	15,176
Utilities	120,200	123,854	(3,654)
Water Authority Assessment, Net of Credits	1,367,100	1,335,555	31,545
Repairs and Maintenance	658,600	510,459	148,141
Other	225,169	204,613	20,556
Capital Outlay	785,000	109,992	675,008
TOTAL EXPENDITURES	\$ 4,154,911	\$ 3,315,819	\$ 839,092
NET CHANGE IN FUND BALANCE	\$ (508,006)	\$ 542,506	\$ 1,050,512
FUND BALANCE - JUNE 1, 2021	4,566,823	4,566,823	
FUND BALANCE - MAY 31, 2022	\$ 4,058,817	\$ 5,109,329	\$ 1,050,512

See accompanying independent auditor's report.

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HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

SUPPLEMENTARY INFORMATION – REQUIRED BY THE

WATER DISTRICT FINANCIAL MANAGEMENT GUIDE

MAY 31, 2022

DRAFT SUBJECT TO CHANGE

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
SERVICES AND RATES
FOR THE YEAR ENDED MAY 31, 2022**

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

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

2. RETAIL SERVICE PROVIDERS

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

Based on the rate order approved October 16, 2018

	Minimum Charge	Minimum Usage	Flat Rate Y/N	Rate per 1,000 Gallons over Minimum Use	Usage Levels
WATER:	\$ 10.00	10,000	N	\$ 1.25 \$ 1.50 \$ 1.80 \$ 2.50	10,001 to 20,000 20,001 to 30,000 30,001 to 40,000 40,001 and up
WASTEWATER:	\$ 16.00	30,000	N	\$ 1.00 \$ 2.00	30,001 to 40,000 40,001 and up
SURCHARGE: Water Authority Fees			N	\$ 4.35	0,001 and up
District employs winter averaging for wastewater usage?					_____ Yes <u> X </u> No

Total monthly charges per 10,000 gallons usage: Water: \$10.00 Wastewater: \$16.00 Surcharge: \$43.50 Total: \$69.50

See accompanying independent auditor's report.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
SERVICES AND RATES
FOR THE YEAR ENDED MAY 31, 2022**

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			x 1.0	
≤¾"	2,880	2,863	x 1.0	2,863
1"	223	215	x 2.5	538
1½"	13	13	x 5.0	65
2"	33	30	x 8.0	240
3"			x 15.0	
4"	3	3	x 25.0	75
6"			x 50.0	
8"			x 80.0	
10"			x 115.0	
Total Water Connections	<u>3,152</u>	<u>3,124</u>		<u>3,781</u>
Total Wastewater Connections	<u>3,152</u>	<u>3,124</u>	x 1.0	<u>3,124</u>

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

Gallons pumped into system:	311,623,000	Water Accountability Ratio: 86% (Gallons billed and sold/Gallons pumped)
Gallons billed to customers:	259,305,000	
Gallons sold:	9,600,000	To: Harris County MUD No. 132

See accompanying independent auditor's report.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
SERVICES AND RATES
FOR THE YEAR ENDED MAY 31, 2022**

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)?

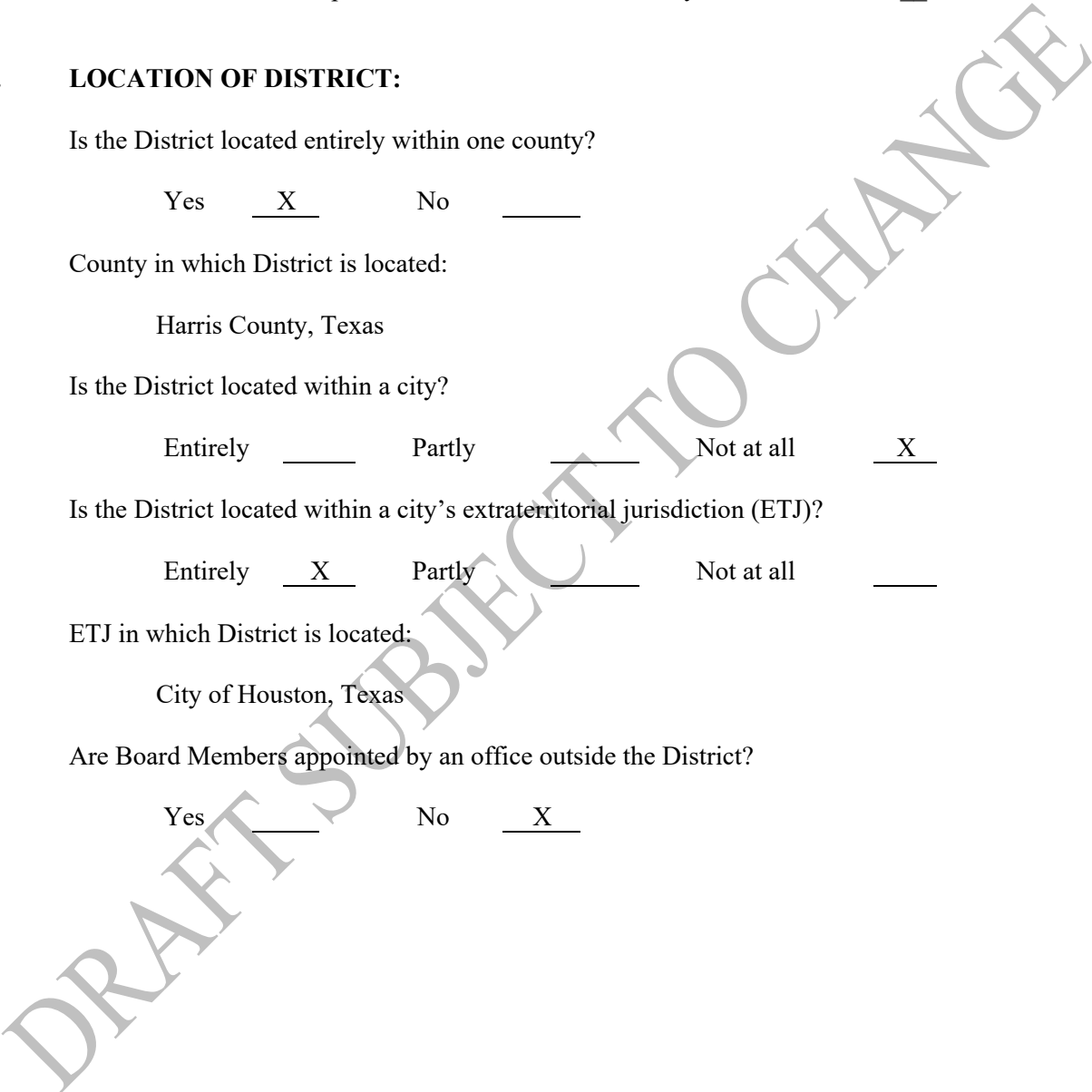
Entirely Partly Not at all

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, 2022

PROFESSIONAL FEES:	
Auditing	\$ 16,750
Engineering	61,815
Legal	<u>62,326</u>
TOTAL PROFESSIONAL FEES	<u>\$ 140,891</u>
PURCHASED WASTEWATER SERVICE	<u>\$ 501,126</u>
CONTRACTED SERVICES:	
Bookkeeping	\$ 32,010
Operations and Billing	169,539
Arbitrage Compliance Costs	11,300
Security	<u>176,480</u>
TOTAL CONTRACTED SERVICES	<u>\$ 389,329</u>
UTILITIES:	
Electricity	\$ 114,037
Telephone	<u>9,817</u>
TOTAL UTILITIES	<u>\$ 123,854</u>
REPAIRS AND MAINTENANCE	<u>\$ 510,459</u>
ADMINISTRATIVE EXPENDITURES:	
Director Fees, Including Payroll Taxes	\$ 24,221
Insurance	31,001
Office Supplies and Postage	60,430
Travel and Meetings	5,746
Other	<u>4,002</u>
TOTAL ADMINISTRATIVE EXPENDITURES	<u>\$ 125,400</u>
CAPITAL OUTLAY	<u>\$ 109,992</u>
OTHER EXPENDITURES:	
Chemicals	\$ 44,388
Laboratory Fees	5,588
Permit Fees	7,017
Connection, Inspection and Reconnection Fees	16,570
Water Authority Assessments	1,482,690
Regulatory Assessment	<u>5,650</u>
TOTAL OTHER EXPENDITURES	<u>\$ 1,561,903</u>
TOTAL EXPENDITURES	<u><u>\$ 3,462,954</u></u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
INVESTMENTS
MAY 31, 2022

Funds	Identification or Certificate Number	Interest Rate	Maturity Date	Balance at End of Year	Accrued Interest Receivable at End of Year
<u>GENERAL FUND</u>					
Texas CLASS	XXXX0001	Varies	Daily	\$ 1,317,618	\$
Certificate of Deposit	XXXX0213	0.20%	04/22/23	240,000	51
Certificate of Deposit	XXXX0688	0.41%	12/22/22	240,000	431
Certificate of Deposit	XXXX2232	0.50%	01/16/23	240,000	444
Certificate of Deposit	XXXX2426	0.35%	02/27/23	240,000	214
Certificate of Deposit	XXXX1359	0.25%	01/25/23	240,000	207
Certificate of Deposit	XXXX0945	0.25%	01/12/23	240,000	228
Certificate of Deposit	XXXX0129	0.15%	02/19/23	240,000	100
Certificate of Deposit	XXXX4677	0.25%	03/28/23	245,000	107
Certificate of Deposit	XXXX3907	0.13%	06/28/22	245,000	214
Certificate of Deposit	XXXX0447	0.30%	11/24/22	240,000	372
Certificate of Deposit	XXXX1242	0.10%	07/15/22	240,000	150
TOTAL GENERAL FUND				<u>\$ 3,967,618</u>	<u>\$ 2,518</u>
<u>DEBT SERVICE FUND</u>					
Texas CLASS	XXXX0003	Varies	Daily	\$ 1,798,640	\$
Certificate of Deposit	XXXX2636	0.30%	08/30/22	240,000	901
Certificate of Deposit	XXXX0072	0.15%	09/22/22	240,000	248
Certificate of Deposit	XXXX2151	0.19%	03/19/23	240,000	91
Certificate of Deposit	XXXX6273	0.40%	09/21/22	240,000	660
TOTAL DEBT SERVICE FUND				<u>\$ 2,758,640</u>	<u>\$ 1,900</u>
<u>CAPITAL PROJECTS FUND</u>					
Texas CLASS	XXXX0002	Varies	Daily	\$ 1,276,193	\$ -0-
TOTAL - ALL FUNDS				<u>\$ 8,002,451</u>	<u>\$ 4,418</u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
TAXES LEVIED AND RECEIVABLE
FOR THE YEAR ENDED MAY 31, 2022

	Maintenance Taxes		Debt Service Taxes	
TAXES RECEIVABLE -				
JUNE 1, 2021	\$	75,164	\$	171,623
Adjustments to Beginning				
Balance		<u>33</u>	\$	<u>124</u>
		\$ 75,197		\$ 171,747
Original 2021 Tax Levy	\$	1,138,902	\$	1,738,325
Adjustment to 2021 Tax Levy		<u>201,776</u>	<u>1,340,678</u>	<u>307,973</u>
				<u>2,046,298</u>
TOTAL TO BE				
ACCOUNTED FOR		\$ 1,415,875		\$ 2,218,045
TAX COLLECTIONS:				
Prior Years	\$	45,236	\$	89,547
Current Year		<u>1,307,721</u>	<u>1,352,957</u>	<u>1,995,995</u>
				<u>2,085,542</u>
TAXES RECEIVABLE -				
MAY 31, 2022		<u>\$ 62,918</u>		<u>\$ 132,503</u>
TAXES RECEIVABLE BY				
YEAR:				
2021		\$ 32,957		\$ 50,303
2020		8,083		15,430
2019		6,615		13,230
2018		2,816		7,799
2017		2,576		6,624
2016		1,483		5,528
2015		1,270		3,809
2014		1,239		3,718
2013		772		3,243
2012		689		2,895
2011 and prior		<u>4,418</u>		<u>19,924</u>
TOTAL		<u>\$ 62,918</u>		<u>\$ 132,503</u>

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
TAXES LEVIED AND RECEIVABLE
FOR THE YEAR ENDED MAY 31, 2022

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
PROPERTY VALUATIONS:				
Land	\$ 140,375,832	\$ 133,252,678	\$ 107,559,057	\$ 99,980,102
Improvements	598,789,875	553,841,831	564,463,334	503,023,965
Personal Property	15,754,775	15,450,487	13,751,917	13,433,003
Exemptions	<u>(49,300,507)</u>	<u>(41,928,820)</u>	<u>(44,154,281)</u>	<u>(23,157,154)</u>
TOTAL PROPERTY VALUATIONS	<u>\$ 705,619,975</u>	<u>\$ 660,616,176</u>	<u>\$ 641,620,027</u>	<u>\$ 593,279,916</u>
TAX RATES PER \$100 VALUATION:				
Debt Service	\$ 0.29	\$ 0.315	\$ 0.32	\$ 0.36
Maintenance	<u>0.19</u>	<u>0.165</u>	<u>0.16</u>	<u>0.13</u>
TOTAL TAX RATES PER \$100 VALUATION	<u>\$ 0.480</u>	<u>\$ 0.480</u>	<u>\$ 0.48</u>	<u>\$ 0.49</u>
ADJUSTED TAX LEVY*	<u>\$ 3,386,976</u>	<u>\$ 3,170,958</u>	<u>\$ 3,079,763</u>	<u>\$ 2,907,072</u>
PERCENTAGE OF TAXES COLLECTED TO TAXES LEVIED	<u>97.54 %</u>	<u>99.26 %</u>	<u>99.36 %</u>	<u>99.63 %</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, 2022

SERIES - 2011 REFUNDING			
Due During Fiscal Years Ending May 31	Principal Due October 1	Interest Due October 1/ April 1	Total
2023	\$ 625,000	\$ 12,500	\$ 637,500
2024			
2025			
2026			
2027			
2028			
2029			
2030			
2031			
2032			
2033			
2034			
2035			
2036			
2037			
2038			
2039			
2040			
2041			
2042			
	\$ 625,000	\$ 12,500	\$ 637,500

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
LONG-TERM DEBT SERVICE REQUIREMENTS
MAY 31, 2022

SERIES - 2013 REFUNDING			
Due During Fiscal Years Ending May 31	Principal Due October 1	Interest Due October 1/ April 1	Total
2023	\$ 115,000	\$ 1,581	\$ 116,581
2024			
2025			
2026			
2027			
2028			
2029			
2030			
2031			
2032			
2033			
2034			
2035			
2036			
2037			
2038			
2039			
2040			
2041			
2042			
	\$ 115,000	\$ 1,581	\$ 116,581

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
LONG-TERM DEBT SERVICE REQUIREMENTS
MAY 31, 2022

SERIES - 2015 REFUNDING				
Due During Fiscal Years Ending May 31	Principal Due October 1	Interest Due October 1/ April 1	Total	
2023	\$ 70,000	\$ 141,523	\$	211,523
2024	225,000	137,700		362,700
2025	220,000	131,933		351,933
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				
	\$ 5,495,000	\$ 938,207	\$	6,433,207

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
LONG-TERM DEBT SERVICE REQUIREMENTS
MAY 31, 2022

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	
2023	\$ 430,000	\$ 368,444	\$	798,444
2024	440,000	359,744		799,744
2025	460,000	348,444		808,444
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
	\$ 11,720,000	\$ 4,412,298	\$	16,132,298

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
LONG-TERM DEBT SERVICE REQUIREMENTS
MAY 31, 2022

SERIES - 2021 REFUNDING				
Due During Fiscal Years Ending May 31	Principal Due October 1	Interest Due October 1/ April 1	Total	
2023	\$ 20,000	\$ 98,550	\$	118,550
2024	790,000	86,400		876,400
2025	825,000	62,175		887,175
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				
	\$ 3,705,000	\$ 356,225	\$	4,061,225

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
LONG-TERM DEBT SERVICE REQUIREMENTS
MAY 31, 2022

ANNUAL REQUIREMENTS
FOR ALL SERIES

Due During Fiscal Years Ending May 31	Total Principal Due	Total Interest Due	Total Principal and Interest Due
2023	\$ 1,260,000	\$ 622,598	\$ 1,882,598
2024	1,455,000	583,844	2,038,844
2025	1,505,000	542,552	2,047,552
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>\$ 21,660,000</u>	<u>\$ 5,720,811</u>	<u>\$ 27,380,811</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, 2022

Description	Original Bonds Issued	Bonds Outstanding June 1, 2021
Harris County Municipal Utility District No. 109 Unlimited Tax Refunding Bonds - Series 2011	\$ 5,640,000	\$ 2,025,000
Harris County Municipal Utility District No. 109 Unlimited Tax Refunding Bonds - Series 2013	3,745,000	3,150,000
Harris County Municipal Utility District No. 109 Unlimited Tax Refunding Bonds - Series 2015	5,920,000	5,565,000
Harris County Municipal Utility District No. 109 Unlimited Tax Bonds - Series 2017	12,100,000	12,100,000
Harris County Municipal Utility District No. 109 Unlimited Tax Refunding Bonds - Series 2021	<u>3,705,000</u>	<u> </u>
TOTAL	<u><u>\$ 31,110,000</u></u>	<u><u>\$ 22,840,000</u></u>
Bond Authority:	<u>Tax Bonds</u>	<u>Refunding Bonds</u>
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><u>\$ 12,950,000</u></u>	<u><u>\$ 31,671,200</u></u>

See accompanying independent auditor's report.

Current Year Transactions				
Bonds Sold	Retirements		Bonds Outstanding May 31, 2022	Paying Agent
	Principal	Interest		
\$	\$ 1,400,000	\$ 53,000	\$ 625,000	The Bank of New York Mellon Trust Company, N.A. Dallas, TX
	3,035,000	63,206	115,000	The Bank of New York Mellon Trust Company, N.A. Dallas, TX
	70,000	143,337	5,495,000	The Bank of New York Mellon Trust Company, N.A. Dallas, TX
	380,000	376,544	11,720,000	The Bank of New York Mellon Trust Company, N.A. Dallas, TX
<u>3,705,000</u>		<u>38,991</u>	<u>3,705,000</u>	The Bank of New York Mellon Trust Company, N.A. Dallas, TX
<u>\$ 3,705,000</u>	<u>\$ 4,885,000</u>	<u>\$ 675,078</u>	<u>\$ 21,660,000</u>	

Debt Service Fund cash and investment balances as of May 31, 2022: \$ 3,118,324

Average annual debt service payment (principal and interest) for remaining term of all debt: \$ 1,369,041

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

See accompanying independent auditor's report.

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

	Amounts		
	2022	2021	2020
REVENUES			
Property Taxes	\$ 1,352,957	\$ 1,074,163	\$ 1,007,887
Water Service	515,471	537,428	556,268
Wastewater Service	613,652	633,397	638,922
Water Authority Fees	1,163,402	1,152,986	994,208
Penalty and Interest	69,599	1,244	73,753
Connection/Disconnect/Inspection Fees	37,402	22,197	67,594
Sales Tax Revenues	94,395	86,463	74,517
Sale of Capacity			
Water Authority Credits	147,135	147,135	147,135
Investment and Miscellaneous Revenues	11,447	44,703	90,389
TOTAL REVENUES	\$ 4,005,460	\$ 3,699,716	\$ 3,650,673
EXPENDITURES			
Professional Fees	\$ 140,891	\$ 145,524	\$ 142,558
Contracted Services	389,329	326,575	263,123
Purchased Wastewater Service	501,126	381,875	361,729
Utilities	123,854	119,733	109,725
Repairs and Maintenance	510,459	713,042	731,660
Water Authority Assessments	1,482,690	1,444,817	1,260,028
Other	204,613	203,674	227,638
Capital Outlay	109,992	1,027,958	392,846
TOTAL EXPENDITURES	\$ 3,462,954	\$ 4,363,198	\$ 3,489,307
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 542,506	\$ (663,482)	\$ 161,366
OTHER FINANCING SOURCES (USES)			
Transfers In(Out)	\$ - 0 -	\$ 97,450	\$ - 0 -
NET CHANGE IN FUND BALANCE	\$ 542,506	\$ (566,032)	\$ 161,366
BEGINNING FUND BALANCE	4,566,823	5,132,855	4,971,489
ENDING FUND BALANCE	\$ 5,109,329	\$ 4,566,823	\$ 5,132,855

See accompanying independent auditor's report.

		Percentage of Total Revenues				
2019	2018	2022	2021	2020	2019	2018
\$ 770,589	\$ 796,048	33.8 %	29.1 %	27.7 %	21.9 %	24.7 %
534,561	524,713	12.9	14.5	15.2	15.3	16.2
622,052	601,706	15.3	17.1	17.5	17.8	18.6
845,456	763,278	29.0	31.2	27.2	24.2	23.6
98,286	75,289	1.7		2.0	2.8	2.3
120,857	64,252	0.9	0.6	1.9	3.5	2.0
70,841	80,806	2.4	2.3	2.0	2.0	2.5
173,901	151,611				5.0	4.7
147,135	147,135	3.7	4.0	4.0	4.2	4.5
115,555	29,857	0.3	1.2	2.5	3.3	0.9
<u>\$ 3,499,233</u>	<u>\$ 3,234,695</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>
\$ 138,872	\$ 129,764	3.5 %	3.9 %	3.9 %	4.0 %	4.0 %
229,998	248,363	9.7	8.8	7.2	6.6	7.7
379,479	339,454	12.5	10.3	9.9	10.8	10.5
110,603	121,389	3.1	3.2	3.0	3.2	3.8
601,088	508,336	12.7	19.3	20.0	17.2	15.7
1,066,968	932,927	37.0	39.1	34.5	30.5	28.8
252,710	317,824	5.1	5.5	6.2	7.2	9.8
253,138	75,889	2.7	27.8	10.8	7.2	2.3
<u>\$ 3,032,856</u>	<u>\$ 2,673,946</u>	<u>86.3 %</u>	<u>117.9 %</u>	<u>95.5 %</u>	<u>86.7 %</u>	<u>82.6 %</u>
<u>\$ 466,377</u>	<u>\$ 560,749</u>	<u>13.7 %</u>	<u>(17.9) %</u>	<u>4.5 %</u>	<u>13.3 %</u>	<u>17.4 %</u>
<u>\$ - 0 -</u>	<u>\$ - 0 -</u>					
\$ 466,377	\$ 560,749					
<u>4,505,112</u>	<u>3,944,363</u>					
<u>\$ 4,971,489</u>	<u>\$ 4,505,112</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		
	2022	2021	2020
REVENUES			
Property Taxes	\$ 2,085,542	\$ 2,061,439	\$ 2,031,834
Penalty and Interest	55,626	56,962	20,626
Investment and Miscellaneous Revenues	29,127	13,393	45,353
TOTAL REVENUES	\$ 2,170,295	\$ 2,131,794	\$ 2,097,813
EXPENDITURES			
Tax Collection Expenditures	\$ 94,125	\$ 83,089	\$ 64,595
Debt Service Principal	1,135,000	1,390,000	1,325,000
Debt Service Interest and Fees	677,078	758,577	809,533
Bond Issuance Costs	149,710		
TOTAL EXPENDITURES	\$ 2,055,913	\$ 2,231,666	\$ 2,199,128
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 114,382	\$ (99,872)	\$ (101,315)
OTHER FINANCING SOURCES (USES)			
Proceeds from the Sale of Refunding Bonds	\$ 3,705,000	\$	\$
Transfer to Refunded Bond Escrow Agent	(3,768,567)		
Bond Premium	223,726		
TOTAL OTHER FINANCING SOURCES (USES)	\$ 160,159	\$ - 0 -	\$ - 0 -
NET CHANGE IN FUND BALANCE	\$ 274,541	\$ (99,872)	\$ (101,315)
BEGINNING FUND BALANCE	2,318,149	2,418,021	2,519,336
ENDING FUND BALANCE	\$ 2,592,690	\$ 2,318,149	\$ 2,418,021
TOTAL ACTIVE RETAIL WATER CONNECTIONS	3,124	3,114	3,114
TOTAL ACTIVE RETAIL WASTEWATER CONNECTIONS	3,124	3,113	3,080

See accompanying independent auditor's report.

		Percentage of Total Revenues				
2019	2018	2022	2021	2020	2019	2018
\$ 2,131,528	\$ 2,058,182	96.1 %	96.7 %	96.8 %	96.3 %	96.1 %
33,106	35,038	2.6	2.7	1.0	1.5	1.6
48,475	48,852	1.3	0.6	2.2	2.2	2.3
<u>\$ 2,213,109</u>	<u>\$ 2,142,072</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>
\$ 74,514	\$ 69,642	4.3 %	3.9 %	3.1 %	3.4 %	3.3 %
830,000	2,005,000	52.3	65.2	63.2	37.5	93.6
852,514	963,284	31.2	35.6	38.6	38.5	45.0
		6.9				
<u>\$ 1,757,028</u>	<u>\$ 3,037,926</u>	<u>94.7 %</u>	<u>104.7 %</u>	<u>104.9 %</u>	<u>79.4 %</u>	<u>141.9 %</u>
\$ 456,081	\$ (895,854)	5.3 %	(4.7) %	(4.9) %	20.6 %	(41.9) %
\$	\$					
<u>\$ - 0 -</u>	<u>\$ - 0 -</u>					
\$ 456,081	\$ (895,854)					
2,063,255	2,959,109					
<u>\$ 2,519,336</u>	<u>\$ 2,063,255</u>					
3,085	3,056					
<u>3,084</u>	<u>3,053</u>					

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS
MAY 31, 2022

District Mailing Address - Harris County Municipal Utility District No. 109
c/o Norton Rose Fulbright US LLP
1301 McKinney Ave., Suite 5100
Houston, TX 77010-3095

District Telephone Number - (713) 651-5151

Board Members	<u>Term of Office (Elected or Appointed)</u>	<u>Fees of Office for the year ended May 31, 2022</u>	<u>Expense Reimbursements for the year ended May 31, 2022</u>	<u>Title</u>
Owen H. Parker	05/20 – 05/24 (Elected)	\$ 7,200	\$ 575	President
Chris Green	05/20 – 05/24 (Elected)	\$ 5,100	\$ 879	Vice President
Cheryl Moore	05/22 – 05/26 (Elected)	\$ 2,850	\$ 359	Secretary
Robin Sulpizio	05/22 – 05/26 (Elected)	\$ 3,600	\$ 887	Assistant Secretary
Nancy Frank	05/22 – 05/26 (Elected)	\$ 3,750	\$ 564	Assistant Secretary

Notes: No Director has any business or family relationships (as defined by the Texas Water Code) with major landowners in the District, with the District’s developers or with any of the District’s consultants.

The submission date of the most recent District Registration Form: _____

The limit on Fees of Office that a Director may receive during a fiscal year is \$7,200 as set by Board Resolution on August 20, 2003. Fees of Office are the amounts actually paid to a Director during the District’s current period.

See accompanying independent auditor’s report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS
MAY 31, 2022

Consultants:	<u>Date Hired</u>	<u>Fees for the year ended May 31, 2022</u>	<u>Title</u>
Norton Rose Fulbright US LLP	07/29/74	\$ 63,094	General Counsel
McCall Gibson Swedlund Barfoot PLLC	05/24/16	\$ 16,750	Auditor
Municipal Accounts & Consulting, L.P.	02/27/17	\$ 36,293	Bookkeeper
Perdue, Brandon, Fielder, Collins & Mott, LLP	03/19/96	\$ 18,462	Delinquent Tax Attorney
Brown & Gay Engineers, Inc.	09/19/84	\$ 197,387	Engineer
Robert W. Baird & Co.	02/17/15	\$ -0-	Financial Advisor
Water Wastewater Management Services, Inc.	03/20/01	\$ 599,383	Operator
Bill Spencer	08/15/95	\$ 38,300	Tax Assessor/ Collector

See accompanying independent auditor's report.

McCALL GIBSON SWEDLUND BARFOOT PLLC
Certified Public Accountants

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

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

September 20, 2022

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, 2022. 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 evergreen audit engagement letter to you dated May 16, 2017, and subsequent audit continuance letters. 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 September 20, 2022.

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 PLLC

McCALL GIBSON SWEDLUND BARFOOT PLLC

Certified Public Accountants

13100 Wortham Center Drive
Suite 235
Houston, Texas 77065-5610
(713) 462-0341
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September 20, 2022

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, 2022, 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 PLLC
Certified Public Accountants
Houston, Texas

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109
HARRIS COUNTY, TEXAS
SEPTEMBER 20, 2022

McCall Gibson Swedlund Barfoot 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, 2022, 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 September 20, 2022, 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 engagement letter dated May 16, 2017, and annual audit continuance letter, including our responsibility for the preparation and fair presentation of the financial statements 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) Significant assumptions we used in making accounting estimates are reasonable.
- 6) Related party relationships and transactions, if any, 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 the requirements of 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) We are in agreement with the adjusting journal entries you have proposed, and they have been posted to the accounts.
- 9) The effects of all known actual or possible litigation, claims, and assessments 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, 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:
 - a) Management,
 - b) Employees who have significant roles in internal control, or
 - c) 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 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 litigation, claims, or assessments.
- 18) We have disclosed to you the identity of the District's related parties and all the related party relationships and transactions of which we are aware.

Government—specific

- 19) There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
- 20) We have identified to you any previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.

- 21) The District has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, or equity.
- 22) 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 we have identified and disclosed to you all laws, regulations and provisions of contracts and grant agreements that we believe have a direct and material effect on the determination of financial statement amounts or other financial data significant to the audit objectives, including legal and contractual provisions for reporting specific activities in separate funds.
- 23) There are no violations or possible violations of laws and regulations, 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.
- 24) As part of your audit, you assisted with preparation of the financial statements and related notes 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 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 the financial statements and related notes and depreciation schedule.
- 25) 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, except as disclosed in the basic financial statements.
- 26) 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.
- 27) We have followed all applicable laws and regulations in adopting, approving, and amending budgets.
- 28) The financial statements include all component units as well as joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations, if applicable.
- 29) The financial statements properly classify all funds and activities, in accordance with GASB Statement No. 34.
- 30) All funds that meet the quantitative criteria 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.
- 31) Components of net position (net investment in capital assets; restricted; and unrestricted), and components of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.
- 32) Provisions for uncollectible receivables have been properly identified and recorded, if applicable.
- 33) 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.
- 34) 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.

- 35) Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.
- 36) Deposits and investment securities are properly classified as to risk and are properly disclosed.
- 37) Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated.
- 38) 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.
- 39) 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.
- 40) 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.
- 41) With respect to the supplementary information required by 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

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

**ANNUAL REPORT OF FINANCIAL INFORMATION
AND OPERATING DATA
(Pursuant to S.E.C. Rule 15c2-12)**

Related to:

**Unlimited Tax Refunding Bonds, Series 2011
Unlimited Tax Refunding Bonds, Series 2013
Unlimited Tax Bonds, Series 2017
Unlimited Tax Refunding Bonds, Series 2021**

Base CUSIP No. 414910

This Annual Report of Financial Information and Operating Data (“Annual Report”) is filed by Harris County Municipal Utility District No. 109 (the “District”), pursuant to the terms of an Order dated September 27, 2011 (the “2011 Order”), under which the District’s Series 2011 Bonds (the “2011 Bonds”) were issued, an Order dated June 18, 2013 (the “2013 Order”), under which the District’s Series 2013 Bonds (the “2013 Bonds”) were issued, an Order dated January 17, 2017 (the “2017 Order”), under which the District’s Series 2017 Bonds (the “2017 Bonds”) were issued, and an Order dated September 21, 2021 (the “2021 Order,” and collectively with the 2011 Order, the 2013 Order, the 2017 Order and the 2021 Order, the “Orders”), under which the District’s Series 2021 Bonds (the “2021 Bonds,” and collectively with the 2011 Bonds, the 2013 Bonds, and the 2017 Bonds, the “Bonds”) were issued. This Annual Report relates to the Bonds. The 2011 Bonds are described in the District’s Official Statement dated September 27, 2011, the 2013 Bonds are described in the District’s Official Statement dated September 19, 2013, the 2017 Bonds are described in the District’s Official Statement dated January 17, 2017 and the 2021 Bonds are described in the District’s Official Statement dated October 5, 2021.

Terms used herein that are not defined herein shall have the meanings ascribed to such terms in the District’s Official Statements dated September 27, 2011, September 19, 2013, January 17, 2017 and October 5, 2021, which are on file with the Municipal Securities Rulemaking Board.

The information in this Annual Report is provided solely to comply with the District’s contractual commitment established by the Orders to provide the information specified therein. This Annual Report is not made by the District in connection with a purchase or sale of Bonds and accordingly is not intended to contain all information material to a decision to purchase or sell Bonds.

Harris County Municipal Utility District No. 109
c/o Norton Rose Fulbright US LLP
1301 McKinney, Suite 5100
Houston, Texas 77010-3095
713/651-5259
Contact Person: Dimitri Millas

DISTRICT DEBT

District Debt

The information under this caption is included in the audited financial statements of the District attached hereto.

TAX DATA

Historical Tax Collections

The information under this caption is included in the audited financial statements of the District attached hereto.

Analysis of Tax Base

The information under this caption is included in the audited financial statements of the District attached hereto.

Principal Taxpayers

The following list of principal taxpayers was provided by the District's Tax Assessor/Collector based upon the 2022 tax roll:

Property Owner	Description	Taxable Value
CONCOBAR IV LLC	Land & Improvements	\$5,036,055
PEET HOTELS INC.	Land & Improvements	\$4,858,817
HDP 1960 LLC	Land & Improvements	\$4,173,102
RICE TREE INC	Land & Improvements	\$3,251,206
CENTERPOINT ENERGY HOU ELE	Utilities	\$3,248,590
FKH SFR PROPCO B HLD LP	Land & Improvements	\$3,200,837
ML3 PROPERTIES HOUSTON LLC	Land & Improvements	\$2,887,215
5311 ATAS LLC	Land & Improvements	\$2,811,453
ALEXANDER ARTHUR	Land & Improvements	\$2,558,993
FRONTIER CUSTOM BUILDERS INC	Land & Improvements	\$2,481,411

THE SYSTEM

Water

The District is served with potable water by two groundwater supply plants. According to the engineer for the District, the total capacity is sufficient to serve 4,167 equivalent single-family connections. The Historical Operations of the System are included in the audited financial statements of the District attached hereto.

Wastewater

Permanent wastewater treatment for Atascocita (Harris County MUD Nos. 46, 106, 132, 151, 152, 153, and 494) and the District is being provided by a regional sewage treatment plant (the "Regional Plant"). The Regional Plant has a total capacity of nine million gallons per day ("gpd"), of which the District owns 2.01 million gpd capacity. According to the engineer, this capacity is sufficient to serve approximately 6,285 equivalent single-family connections within the District.

AUDITED FINANCIAL STATEMENTS

Audited financial statements of the District for its fiscal year ending May 31, 2022 are attached hereto.

MISCELLANEOUS

The information set forth herein has been obtained from the District's records and other sources which are considered reliable. Any statement in this Annual Report which includes a matter of opinion, whether or not expressly so stated, is intended as such, and not as a representation of fact. The information contained in this Annual Report is provided as of the respective dates specified herein and is subject to change without notice, and the filing of this Annual Report shall not, under any circumstances, create any implication that there has been no change in the affairs of the District or in the other matters described herein since the date as of which such information is provided.

The historical information set forth in this Annual Report is not necessarily indicative of future results or performance due to various factors, including, among others, those discussed in the District's Official Statements pertaining to the Bonds. Such Official Statements are on file with the Municipal Securities Rulemaking Board.

In the Orders, the District disclaims any contractual or tort liability for damages resulting in whole or in part from any breach of its continuing disclosure agreement or from any statement made pursuant to its agreement, although holders of Bonds may seek a writ of mandamus to compel the District to comply with its agreement. See "Continuing Disclosure of Information" in the Official Statements.



September 20, 2022

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

Re: Levy of 2022 Tax Rate

Dear Board Members:

The Harris County Appraisal District has recently certified the 2022 value for your district at \$746,996,330 and an additional \$92,418,867 remains uncertified. The uncertified value represents the owners' opinion of value under review and is the estimated minimum amount of value that will be ultimately certified by the Harris County Appraisal District. For the 2022 tax year, we anticipate the District will be classified as a Developing District for the purposes of determining the rollback tax rate. Last year, the District's value was certified at \$705,619,975 and the Board of Directors levied a total tax rate of \$0.48 per \$100 of assessed valuation. The tax rate was composed of a maintenance tax rate of \$0.19 per \$100 of assessed valuation and a debt service tax rate of \$0.29 per \$100 of assessed valuation. For illustration purposes, we have enclosed the cash flow analysis based upon our 2022 recommended debt service tax rate. This analysis is based upon the following assumptions:

- 1) A 2022 net taxable value of \$839,415,197 (an increase of approximately 18.96%);
- 2) 98% tax collections;
- 3) No growth beyond January 1, 2022;
- 4) Debt Service Fund balance of \$2,762,860 as of August 16, 2022;
- 5) Interest earnings of 1.00% on surplus funds; and
- 6) Adequate ending debt service coverage balances.

Based on this analysis, we are recommending the Board of Directors consider levying a 2022 total tax rate of \$0.48 per \$100 of assessed valuation composed of a maintenance tax rate of \$0.23 per \$100 of assessed valuation and a debt service tax rate of \$0.25 per \$100 of assessed valuation.

Sincerely,
Robert W. Baird & Co. Incorporated

A handwritten signature in dark ink that reads "Jan Bartholomew". The signature is written in a cursive, flowing style.

Jan Bartholomew
Managing Director

Enclosure(s)

Harris County Municipal Utility District No. 109

2022 Debt Service Tax Rate Analysis

Year Ending 12/31	Beginning Fund Balance as of 08/16/2022	Fund Interest Earnings @ 1.000%	Other Income	Other Income	Prior Year Taxable AV	AV Growth Percentage	Tax Rate / \$100 of AV	Tax Collections @ 98.00%	Total Funds Available	Current Debt Service	Proposed Debt Service	Total Debt Service	Ending Balance	Debt Service Coverage %
2022	2,762,860	10,370	-	-	705,619,975			-	2,773,231	1,581,093	-	1,581,093	1,192,137	57.927%
2023	1,192,137	11,921	-	-	839,415,197	18.961%	0.250000	2,056,567	3,260,626	2,058,010	-	2,058,010	1,202,616	58.106%
2024	1,202,616	12,026	-	-	839,415,197		0.250000	2,056,567	3,271,210	2,069,678	-	2,069,678	1,201,532	58.033%
2025	1,201,532	12,015	-	-	839,415,197		0.250000	2,056,567	3,270,114	2,070,425	-	2,070,425	1,199,689	57.830%
2026	1,199,689	11,997	-	-	839,415,197		0.250000	2,056,567	3,268,253	2,074,528	-	2,074,528	1,193,725	57.507%
2027	1,193,725	11,937	-	-	839,415,197		0.250000	2,056,567	3,262,230	2,075,796	-	2,075,796	1,186,434	56.904%
2028	1,186,434	11,864	-	-	839,415,197		0.250000	2,056,567	3,254,866	2,084,966	-	2,084,966	1,169,900	56.039%
2029	1,169,900	11,699	-	-	839,415,197		0.250000	2,056,567	3,238,166	2,087,638	-	2,087,638	1,150,528	53.966%
2030	1,150,528	11,505	-	-	839,415,197		0.250000	2,056,567	3,218,601	2,131,952	-	2,131,952	1,086,649	133.455%
2031	1,086,649	10,866	-	-	839,415,197		0.250000	2,056,567	3,154,083	814,244	-	814,244	2,339,839	284.498%
2032	2,339,839	23,398	-	-	839,415,197		0.250000	2,056,567	4,419,805	822,444	-	822,444	3,597,361	436.487%
2033	3,597,361	35,974	-	-	839,415,197		0.250000	2,056,567	5,689,902	824,163	-	824,163	4,865,739	586.053%
2034	4,865,739	48,657	-	-	839,415,197		0.250000	2,056,567	6,970,964	830,256	-	830,256	6,140,708	740.039%
2035	6,140,708	61,407	-	-	839,415,197		0.250000	2,056,567	8,258,682	829,781	-	829,781	7,428,901	891.992%
2036	7,428,901	74,289	-	-	839,415,197		0.250000	2,056,567	9,559,757	832,844	-	832,844	8,726,913	1045.061%
2037	8,726,913	87,269	-	-	839,415,197		0.250000	2,056,567	10,870,750	835,063	-	835,063	10,035,687	1201.070%
2038	10,035,687	100,357	-	-	839,415,197		0.250000	2,056,567	12,192,611	835,563	-	835,563	11,357,049	1351.728%
2039	11,357,049	113,570	-	-	839,415,197		0.250000	2,056,567	13,527,187	840,188	-	840,188	12,686,999	1505.306%
2040	12,686,999	126,870	-	-	839,415,197		0.250000	2,056,567	14,870,436	842,819	-	842,819	14,027,618	1671.223%
2041	14,027,618	140,276	-	-	839,415,197		0.250000	2,056,567	16,224,461	839,363	-	839,363	15,385,098	
2042	15,385,098	153,851	-	-	839,415,197		0.250000	2,056,567	17,595,517				17,595,517	
Totals		1,082,121	-	-			Average Tax Rate: 0.250000	41,131,345		27,380,810	-	27,380,810		

Maintenance taxes are levied at the discretion of the Board of Directors of the District. Should the Board determine that a maintenance tax is necessary, we estimate the following:

2021 M&O Tax Rate	\$ 0.19000	@ a 98.00% collections rate generated \$1,313,864.
Proposed 2022 M&O Tax Rate	\$ 0.23000	@ a 98.00% collections rate generates \$1,892,042.
Parity M&O Tax Rate	\$ 0.15970	@ a 98.00% collections rate generates \$1,313,735.
M&O Tax Rate to Balance Budget	\$ 0.11500	@ a 98.00% collections rate generates \$946,021.
Maximum Authorized M&O Tax Rate	\$ 1.00000	
Value of One Penny	\$ 82,263	@ a 98.00% collections rate.
Last Year's Average Homestead Value	\$ 235,100	
Last Year's Average Tax Bill	\$ 1,128	
This Year's Average Homestead Value	\$ 241,426	
This Year's Proposed Average Tax Bill	\$ 1,159	
Percentage Change	2.69%	
Value of One Penny on This Year's Average Tax Bill	\$ 24	
Proposed 2022 Total Tax Rate	\$ 0.48000	
Parity Tax Rate	\$ 0.46740	
Type of District	Developing District	
Total Rate to Avoid a Rollback Election	\$ 0.50480	
2022 M&O Rollback Rate	\$ 0.19980	@ a 98.00% collections rate generates \$1,643,609.

CERTIFICATE FOR ORDER DESIGNATING OFFICER TO CALCULATE
AND PUBLISH TAX RATES AND TAKING OTHER
ACTIONS IN CONNECTION WITH THE LEVY OF A TAX FOR 2022

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 September 20, 2022, at the Atascocita Waste Water Treatment Plant, 5003 Atascocita Road, Humble, Texas 77346, and the roll was called of the members of the Board, to-wit:

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

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

ORDER DESIGNATING OFFICER TO CALCULATE AND PUBLISH TAX RATES
AND TAKING OTHER ACTIONS IN CONNECTION WITH
THE LEVY OF A TAX FOR 2022

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

AYES: _____ NOES: _____

A true, full, and correct copy of the aforesaid Order adopted at the Meeting described in the above and foregoing paragraph is attached to and follows this Certificate; such Order has been duly recorded in 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 Order would be introduced and considered for adoption at such Meeting and each of such officers and members consented, in advance, to the holding of such Meeting for such purpose; 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 _____, 2022

HARRIS COUNTY MUNICIPAL
UTILITY DISTRICT NO. 109

President, Board of Directors

ATTEST:

Secretary, Board of Directors

(DISTRICT SEAL)

ORDER DESIGNATING OFFICER TO CALCULATE
AND PUBLISH TAX RATES
AND TAKING OTHER ACTIONS IN CONNECTION
WITH THE LEVY OF A TAX FOR 2022

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

WHEREAS, the chief appraiser of the HCAD has prepared and certified to the Tax Assessor and Collector for the District, the District’s tax roll for 2022;

WHEREAS, an officer or employee designated by the Board of Directors (the “Board”) of the District is required to calculate and publish certain information in accordance with Section 49.236 of the Texas Water Code and the directions of the Comptroller of Public Accounts of the State of Texas (the “Comptroller”);

WHEREAS, the Board must determine the District’s development status to prepare such information;

WHEREAS, the Board must preliminarily decide the 2022 tax rate it proposes to adopt to enable it to publish notice and hold a hearing prior to adopting such tax rate;

IT IS, THEREFORE, ORDERED BY THE BOARD OF DIRECTORS OF HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109:

The Board hereby designates Mr. Tim Spencer, Tax Assessor and Collector for the District, as its representative to calculate and publish in the form prescribed by the Comptroller all information required by Section 49.236 of the Texas Water Code and the directions of the Comptroller.

The Board hereby finds that it is a developing water district as defined in Section 49.23602 of the Texas Water Code.

At a subsequent meeting, the Board shall consider a proposal to levy an ad valorem tax for the year 2022 at the rate of \$[0. __ per \$100 assessed valuation (\$0. __ per \$100 assessed valuation to pay principal and interest to service the District’s debts in the next year and \$0. __ per \$100 assessed valuation to fund maintenance and operating expenditures)].

The Board hereby calls a public hearing on the proposed tax rate at 5:30 p.m. on October 18, 2022, at the Atascocita Waste Water Treatment Plant, 5003 Atascocita Road, Humble, Texas 77346, and authorizes and instructs the Tax Assessor and Collector for the District to publish notice of such hearing in accordance with section 49.236 of the Texas Water Code.

The President or the Vice President and Secretary or Assistant Secretary are authorized on behalf of the Board to evidence adoption of this Order and to do any and all things appropriate or necessary to give effect to the intent hereof.

* * *

Harris County Municipal Utility District Number 109

Tax Collector's Report

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August 31, 2022

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Disbursements for September 20, 2022:

#2233: Ad Valorem Appraisals Inc; Tax A/C Fee-9/2022+Data Processing	\$6,885.36
#2234: Perdue Brandon Fielder Collins & Mott; Tax Atty Fee: 8/2022	4,642.06
#2235: Harris County Appraisal District; Quarterly Assessment	6,696.64
#2236: Kannan Partnership Ltd; Refund 043-060-000-0723	2,088.48
#2237: Queman Properties LLC; Refund 045-007-000-0030	1,940.12
#2238: David T & Deborah S Franklin; Refund 108-499-000-0015	57.60
#2239: Eula T Parker; Refund 113-143-000-0020	240.00
#2240: Bradley T & Heidi Bunnell; Refund 114-350-014-0076	240.00
#2241: HPD 1960 LLC; Refund 115-813-000-0004	864.00
#2242: US Bank Trustee; Refund 119-189-001-0003	4,242.13
#2243: James E & Barbara A Warren; Refund 119-848-003-0037	<u>240.00</u>
Total Disbursements for September 20, 2022	<u>\$28,136.39</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report

Current Period Covered: August 1, 2022 to August 31, 2022

Fiscal Year Beginning: June 1, 2022

<u>Cash Receipts and Disbursements</u>	<u>Current Period</u>	<u>Year to Date</u>
Cash Balance at Beginning of Period	\$367,177.81	\$359,684.20
Collections:		
2021 Tax Collections	14,484.97	30,980.70
2020 Tax Collections	-1,718.05	100.50
2019 Tax Collections	-2,232.59	-2,232.59
2018 Tax Collections	578.20	752.72
2017 Tax Collections	70.69	126.75
Penalty and Interest	4,153.02	6,518.80
Tax Attorney Fees	4,642.06	5,990.59
Overpayments	9,912.33	12,952.34
Interest Earned	<u>108.29</u>	<u>308.43</u>
Total Collections	29,998.92	55,498.24
Disbursements:		
Tax Assessor-Collector Fee	2,859.02	8,577.06
Tax Attorney Fee	789.12	1,899.98
Appraisal District Quarterly Fee	0.00	6,234.00
Transfer to Debt Service Fund	181,250.00	181,250.00
Transfer to Maintenance Account	118,750.00	118,750.00
Refund Overpayments	<u>253.01</u>	<u>5,195.82</u>
Total Disbursements	<u>303,901.15</u>	<u>321,906.86</u>
Cash Balance at End of Period	<u>\$93,275.58</u>	<u>\$93,275.58</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Summary as of August 31, 2022

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>
2021	\$3,383,438.68	\$3,334,696.95	\$48,741.73	98.56%
2020	3,164,487.11	3,144,291.88	20,195.23	99.36%
2019	3,081,419.47	3,062,473.17	18,946.30	99.39%
2018	2,906,820.36	2,896,957.50	9,862.86	99.66%
2017	2,895,613.63	2,886,540.88	9,072.75	99.69%
2016	2,808,690.61	2,801,679.43	7,011.18	99.75%
2015	2,573,712.76	2,568,634.64	5,078.12	99.80%
2014	2,301,769.82	2,296,812.58	4,957.24	99.78%
2013	2,097,527.32	2,093,511.90	4,015.42	99.81%
2012	2,071,519.13	2,067,935.45	3,583.68	99.83%
2011	2,121,714.06	2,118,584.76	3,129.30	99.85%
2010	2,138,895.52	2,135,737.86	3,157.66	99.85%
2009	2,160,628.25	2,157,562.99	3,065.26	99.86%
2008	2,142,045.24	2,139,697.48	2,347.76	99.89%
2007	2,084,977.70	2,082,208.47	2,769.23	99.87%
2006	2,108,720.67	2,106,761.21	1,959.46	99.91%
2005	2,197,283.24	2,195,543.57	1,739.67	99.92%
2004	2,010,295.69	2,007,622.69	2,673.00	99.87%
2003	1,863,011.08	1,860,553.26	2,457.82	99.87%
2002	1,743,166.99	1,742,780.89	386.10	99.98%
2001	1,705,006.18	1,704,772.45	233.73	99.99%
2000	1,630,288.09	1,630,151.22	136.87	99.99%
1999	1,482,019.84	1,481,978.10	41.74	100.00%
1998	1,346,040.98	1,345,882.41	158.57	99.99%
1997	1,218,889.39	1,218,854.71	34.68	100.00%
1996	1,156,053.10	1,156,021.00	32.10	100.00%
1995	1,130,565.24	1,130,545.88	19.36	100.00%
1994	1,124,058.85	1,124,058.85	0.00	100.00%
1993	1,075,288.28	1,075,288.28	0.00	100.00%
1992	1,056,792.83	1,056,792.83	0.00	100.00%
1991	1,062,453.27	1,062,453.27	0.00	100.00%
1990	918,308.87	918,308.87	0.00	100.00%
1989	894,403.45	894,403.45	0.00	100.00%
1988	856,779.83	856,779.83	0.00	100.00%
1987	853,204.06	853,204.06	0.00	100.00%
1986	857,037.29	857,037.29	0.00	100.00%
1985	793,674.23	793,674.23	0.00	100.00%
1984	760,460.05	760,460.05	0.00	100.00%
1982	<u>561,303.52</u>	<u>561,303.52</u>	<u>0.00</u>	<u>100.00%</u>
Totals	<u>\$68,338,364.68</u>	<u>\$68,182,557.86</u>	<u>\$155,806.82</u>	<u>99.77%</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Summary as of August 31, 2022

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>
2021	704,608,746	6.88%	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	2.08%	0.62000	0.05000	0.67000	10,000 O/D
1994	165,302,770	4.54%	0.63000	0.05000	0.68000	10,000 O/D
1993	158,130,630	3.99%	0.63000	0.05000	0.68000	10,000 O/D
1992	152,056,520	-0.53%	0.64500	0.05000	0.69500	10,000 O/D
1991	152,870,970	6.44%	0.64500	0.05000	0.69500	10,000 O/D
1990	143,620,410	4.37%	0.58940	0.05000	0.63940	10,000 O/D
1989	137,600,530	4.39%	0.60000	0.05000	0.65000	10,000 O/D
1988	131,812,280	0.42%	0.60000	0.05000	0.65000	10,000 O/D
1987	131,262,160	-8.11%	0.60000	0.05000	0.65000	10,000 O/D
1986	142,839,550	-1.02%	0.55000	0.05000	0.60000	10,000 O/D
1985	144,304,410	4.37%	0.50000	0.05000	0.55000	10,000 O/D
1984	138,265,460	-1.22%	0.50000	0.05000	0.55000	10,000 O/D
1982	139,975,940	0.00%	0.35100	0.05000	0.40100	10,000 O/D

Harris County Municipal Utility District Number 109

Tax Collector's Report 2021 Tax Levy and Adjustments as of August 31, 2022

<u>2021 Tax Rate: \$0.48 (0.29 I&S + 0.19 M&O)</u>		<u>Taxable Value</u>	<u>Tax Levy</u>
Original Tax Roll:	8/20/2021	\$599,422,348	\$2,879,240.93
Adjustments:			
Supplemental Roll 1	9/24/2021	39,340,365	188,833.75
Supplemental Roll 2	10/15/2021	20,509,474	98,445.48
Supplemental Roll 3	11/15/2021	27,270,514	130,898.47
Supplemental Roll 4	1/3/2022	17,128,854	82,145.11
Supplemental Rolls 5 & 6	2/25/2022	2,550,220	12,233.14
Correctional Roll 7	3/18/2022	-155,759	-747.65
Correctional Roll 8	4/15/2022	-370,192	-1,776.92
Correctional Roll 9	5/20/2022	-75,849	-976.85
Correctional Roll 10	6/17/2022	-82,633	-396.63
Correctional Roll 11	7/15/2022	-25,000	-120.00
Correctional Roll 12	8/19/2022	<u>-903,596</u>	<u>-4,340.14</u>
Total Adjustments		<u>105,186,398</u>	<u>504,197.75</u>
Total Tax Levy		<u>\$704,608,746</u>	<u>\$3,383,438.68</u>

Summary of 2021 Certified Property Values:

<u>Land Value</u>	<u>Improvements</u>	<u>Personalty</u>	<u>Assessed</u>	<u>Exemptions</u>	<u>Taxable Value</u>
<u>139,739,236</u>	<u>598,578,166</u>	<u>15,842,752</u>	<u>754,160,154</u>	<u>49,551,408</u>	704,608,746
11 Accounts Remain Uncertified					<u>113,732</u>
Total Estimated Taxable Value					<u>704,722,478</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report 2020 Tax Levy and Adjustments as of August 31, 2022

<u>2020 Tax Rate: \$0.48 (0.315 I&S + 0.165 M&O)</u>		<u>Taxable Value</u>	<u>Tax Levy</u>
Original Tax Roll:	9/4/2020	\$583,060,683	\$2,798,691.28
Adjustments:			
Supplemental Roll #1	10/2/2020	28,816,536	138,319.37
Supplemental Roll #2	10/30/2020	12,021,745	57,704.38
Supplemental Roll #3	11/27/2020	19,120,696	91,779.34
Supplemental Roll #4	12/20/2020	12,220,643	58,659.09
Supplemental Roll #5	1/30/2021	4,557,017	21,873.68
Supplemental Rolls #6-7	3/23/2021	818,856	3,930.51
Supplemental Rolls #8-10	6/22/2021	1,023,229	4,911.50
Correctional Roll #11	7/16/2021	-158,630	-761.43
Supplemental Rolls #12-13	9/23/2021	132,178	634.45
Correctional Rolls #14-15	11/15/2021	-507,744	-2,434.29
Supplemental Roll #16	1/3/2022	117,056	561.86
Correctional Rolls #17 & 18	2/25/2022	-1,121,348	-5,382.47
Correctional Roll #19	3/18/2022	-21,632	-103.83
Correctional Roll #21	5/20/2022	-250,557	-1,202.68
Correctional Roll #22	7/15/2022	-52,711	-253.01
Correctional Roll #24	8/19/2022	<u>-508,467</u>	<u>-2,440.64</u>
Total Adjustments		<u>76,206,867</u>	<u>365,795.83</u>
Total Tax Levy		<u>\$659,267,550</u>	<u>\$3,164,487.11</u>

Summary of 2020 Certified Property Values:

<u>Land Value</u>	<u>Improvements</u>	<u>Personalty</u>	<u>Assessed</u>	<u>Exemptions</u>	<u>Taxable Value</u>
<u>133,498,787</u>	<u>553,224,993</u>	<u>18,081,673</u>	<u>704,805,453</u>	<u>45,537,903</u>	<u>659,267,550</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report 2019 Tax Levy and Adjustments as of August 31, 2022

<u>2019 Tax Rate: \$0.48 (0.32 I&S + 0.16 M&O)</u>		<u>Taxable Value</u>	<u>Tax Levy</u>
Original Tax Roll:	8/24/2019	\$582,302,792	\$2,795,053.45
Adjustments:			
Supplemental Roll #1	9/21/2019	4,874,279	23,396.54
Supplemental Roll #2	10/19/2019	34,876,233	167,405.92
Supplemental Roll #3	10/31/2019	14,999,304	71,996.66
Supplemental Roll #4	12/20/2019	3,415,583	16,394.80
Supplemental Roll #5	1/24/2020	159,694	766.53
Supplemental Roll #6	3/26/2020	1,148,802	5,514.25
Correctional Rolls #7&8	4/24/2020	-53,305	-255.88
Correctional Roll #9	5/24/2020	-103,355	-496.10
Correctional Roll #10	6/19/2020	-10,014	-48.07
Correctional Roll #11	7/24/2020	-23,341	-112.04
Correctional Roll #12	8/21/2020	-56,761	-272.46
Correctional Roll #13	10/4/2020	-440,144	-2,112.70
Supplemental Roll #14	1/4/2021	20,518	98.49
Supplemental Rolls #15-19	3/23/2021	629,818	3,023.13
Supplemental Rolls #20-21	6/22/2021	891,483	4,280.00
Correctional Roll #23	9/23/2021	-282	-1.35
Correctional Roll #27	11/15/2021	-25,000	-120.00
Supplemental Roll #29	1/3/2022	59,683	286.48
Correctional Roll #30	2/23/2022	-50,000	-240.00
Correctional Roll #31	3/18/2022	-1,382	-6.63
Correctional Roll #36	8/19/2022	-652,406	-3,131.55
Total Adjustments		<u>59,659,407</u>	<u>286,366.02</u>
Total Tax Levy		<u>\$641,962,199</u>	<u>\$3,081,419.47</u>

Summary of 2019 Certified Property Values:

<u>Land Value</u>	<u>Improvements</u>	<u>Personalty</u>	<u>Assessed</u>	<u>Exemptions</u>	<u>Taxable Value</u>
<u>108,690,643</u>	<u>563,882,662</u>	<u>15,215,612</u>	<u>687,788,917</u>	<u>45,826,718</u>	<u>641,962,199</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report Tax Collections for August, 2022

<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>
2021 Tax Collections:						
Various Accounts	38 Accounts	\$18,825.11	\$3,189.70	\$3,995.30	\$0.00	\$26,010.11
Kannan Partnership Ltd	043-206-000-0723	-2,088.48	0.00	0.00	2,088.48	0.00
Queman Properties LLC	045-007-000-0030	-970.06	0.00	0.00	970.06	0.00
Franklin David T & Deborah S	108-499-000-0015	-57.60	0.00	0.00	57.60	0.00
Parker Eula T	113-143-000-0020	-120.00	0.00	0.00	120.00	0.00
Bunnell Bradley T & Heidi	114-350-014-0076	-120.00	0.00	0.00	120.00	0.00
HDP 1960 LLC	115-813-000-0004	-864.00	0.00	0.00	864.00	0.00
Warren James E & Barbara A	119-848-003-0037	-120.00	0.00	0.00	120.00	0.00
Total 2021 Tax Collections		<u>\$14,484.97</u>	<u>\$3,189.70</u>	<u>\$3,995.30</u>	<u>\$4,340.14</u>	<u>\$26,010.11</u>
2020 Tax Collections:						
Bjornaas Kevin Estate of	114-139-009-0007	\$722.59	\$224.00	\$189.32	\$0.00	\$1,135.91
Queman Properties LLC	045-007-000-0030	-970.06	0.00	0.00	970.06	0.00
Parker Eula T	113-143-000-0020	-120.00	0.00	0.00	120.00	0.00
Bunnell Bradley T & Heidi	114-350-014-0076	-120.00	0.00	0.00	120.00	0.00
US Bank Trustee	119-189-001-0003	-1,110.58	0.00	0.00	1,110.58	0.00
Warren James E & Barbara A	119-848-003-0037	-120.00	0.00	0.00	120.00	0.00
Total 2020 Tax Collections		<u>-\$1,718.05</u>	<u>\$224.00</u>	<u>\$189.32</u>	<u>\$2,440.64</u>	<u>\$1,135.91</u>
2019 Tax Collections:						
Brown Joseph J Jr & Carolyn	113-132-000-0010	\$237.96	\$90.43	\$65.68	\$0.00	\$394.07
Bjornaas Kevin Estate of	114-139-009-0007	661.00	284.23	189.05	0.00	1,134.28
US Bank Trustee	119-189-001-0003	-3,131.55	0.00	0.00	3,131.55	0.00
Total 2019 Tax Collections		<u>-\$2,232.59</u>	<u>\$374.66</u>	<u>\$254.73</u>	<u>\$3,131.55</u>	<u>\$1,528.35</u>
2018 Tax Collections:						
Bjornaas Kevin Estate of	114-139-009-0007	<u>\$578.20</u>	<u>\$318.01</u>	<u>\$179.24</u>	<u>\$0.00</u>	<u>\$1,075.45</u>
Total 2018 Tax Collections		<u>\$578.20</u>	<u>\$318.01</u>	<u>\$179.24</u>	<u>\$0.00</u>	<u>\$1,075.45</u>
2017 Tax Collections:						
Sweeney Bryan A	108-492-000-0020	<u>\$70.69</u>	<u>\$46.65</u>	<u>\$23.47</u>	<u>\$0.00</u>	<u>\$140.81</u>
Total 2017 Tax Collections		<u>\$70.69</u>	<u>\$46.65</u>	<u>\$23.47</u>	<u>\$0.00</u>	<u>\$140.81</u>
Summary of Other Collections			<u>\$4,153.02</u>	<u>\$4,642.06</u>	<u>\$9,912.33</u>	29,890.63
Interest Earnings						<u>108.29</u>
Total Collected during Month						<u>\$29,998.92</u>

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Detail as of August 31, 2022

<u>Property Owner</u>	<u>Account No.</u>	<u>2020 Tax</u>	<u>2019 Tax</u>	<u>2018 Tax</u>	<u>2017 Tax</u>	<u>Prior Yrs</u>
Exchange Church Houston	043-206-000-0195	\$816.49	\$0.00	\$0.00	\$0.00	\$0.00
Guniganti Prabhakar	045-005-000-0125	0.00	0.00	0.81	0.00	0.00
Wu & Chen Investment LLC	102-063-000-0008	0.00	248.01	0.00	0.00	0.00
D:Vineyard Travis & Danelle	102-065-000-0007	559.49	552.96	581.84	593.71	2,716.95
Extreme Remodeling LLC	102-066-000-0020	4.20	4.20	4.29	4.38	4.55
State of Texas	102-066-000-0021	0.00	0.00	1.76	0.00	0.00
Gaddis John M	102-068-000-0021	648.97	758.83	0.00	0.00	0.00
D:Catlin Steven L	102-069-000-0004	97.98	89.07	77.52	0.00	0.00
D:Tolliver Cletis F & Glenda	108-489-000-0011	728.43	0.00	0.00	0.00	0.00
D:Strengel Kris C	108-494-000-0020	758.52	747.60	859.70	868.56	6,797.16
Felchak Kenneth W & Ruby	108-496-000-0031	654.37	0.00	0.00	0.00	0.00
Wilson Dewey M	108-497-000-0032	620.57	603.40	708.16	722.61	1,322.50
State of Texas	108-497-000-0047	0.00	0.00	23.50	0.00	0.00
D:Key Sherry R	109-142-000-0001	539.39	484.90	360.88	123.40	0.00
D:Cartwright Ed & Diane	109-142-000-0034	591.09	526.44	550.92	533.51	3,576.29
D:Brokaw Sharon	109-144-000-0002	0.00	444.96	475.30	0.00	1,010.49
Lipsey Pahjmon	109-144-000-0007	694.07	660.75	0.00	0.00	0.00
Riley Michael E & Tamara M	110-750-000-0050	700.92	0.00	0.00	0.00	0.00
Costello Thomas J	111-527-000-0007	737.81	0.00	0.00	0.00	0.00
S:Deyle Kurt	111-527-000-0010	672.85	611.68	234.17	0.00	0.00
Deyle Kurt	111-527-000-0013	0.00	0.00	0.00	0.00	2,096.83
Barbosa Jose A Jr & Claudia	111-766-000-0024	201.06	892.05	0.00	0.00	0.00
Warmuth John J	113-142-000-0028	0.00	0.00	50.00	0.00	0.00
S:Jackson Keshell	114-139-009-0015	717.52	652.30	612.80	625.31	620.03
Chicosky Gregory P	114-139-010-0017	0.00	563.41	0.00	0.00	0.00
D:Paxton Roy C & Debbie M	114-139-010-0036	429.28	379.35	0.00	188.48	0.00
Lacour Carey L & Vanita	114-139-013-0053	688.33	0.00	0.00	0.00	0.00
D:Gonzalez Virginia	114-139-015-0003	547.43	487.49	527.53	488.00	0.00
Geibe Virginia	114-139-015-0004	0.00	477.24	0.00	0.00	0.00
D:Cook Julia S	114-139-015-0036	609.82	432.25	468.45	478.01	2,780.18
P:Rodriguez Able	114-139-017-0043	0.00	31.57	0.00	0.00	0.00
Foster John H	114-139-018-0004	713.72	0.00	0.00	0.00	0.00
Jones Edward A & Agnes	114-350-015-0047	0.00	0.00	0.00	0.00	0.78
Blow Frederick E & Cheryl	114-350-015-0118	0.00	0.00	1,036.24	1,057.39	0.00
D:Harris Virginia B	114-350-016-0083	869.22	855.21	868.88	844.16	4,097.68
State of Texas	115-346-000-0002	0.00	0.00	8.33	0.00	0.00
Knight Chris & Terry	115-511-019-0012	1,032.72	0.00	0.00	0.00	0.00
S:Mitchem Anna M	115-511-021-0036	0.00	0.00	258.74	0.00	0.00
State of Texas	115-813-000-0005	0.00	0.00	2.00	0.00	0.00
Continental Land Owners	116-276-000-0312	0.48	0.48	0.49	0.00	0.00
Rosques Sandra P	116-276-000-0580	0.00	2,976.58	0.00	0.00	0.00
Ebanks Liliith A	118-705-001-0049	120.00	0.00	0.00	0.00	0.00
Harris Jack L & Diana L	119-848-003-0002	911.18	895.66	916.39	0.00	0.00
Alexander Arthur	121-882-001-0001	0.00	1,292.17	0.00	0.00	0.00
Gomez Cecilia	123-226-003-0046	728.20	0.00	0.00	0.00	0.00
State of Texas	137-755-001-0003	0.00	99.70	0.00	0.00	0.00
Allstate Insurance Company	0435798	70.06	81.25	0.00	0.00	0.00
Sears Holdings	2048505	1,678.97	1,714.12	0.00	0.00	0.00
Digital Professionals Compl	2064780	21.63	21.63	21.89	22.15	113.17
Compro Tax	2128836	8.27	8.27	0.00	0.00	0.00
B & L Capital Inc	2154083	20.08	15.90	24.08	27.55	178.87
Kevin R Culp	2157330	43.58	43.58	46.42	52.56	358.60
S:Dupree Express Trucking	2172915	86.07	86.07	99.37	223.95	618.19

Harris County Municipal Utility District Number 109

Tax Collector's Report Taxes Receivable Detail as of August 31, 2022

<u>Property Owner</u>	<u>Account No.</u>	<u>2020 Tax</u>	<u>2019 Tax</u>	<u>2018 Tax</u>	<u>2017 Tax</u>	<u>Prior Yrs</u>
Pinnacle Propane Express I	2174838	6.76	0.00	0.00	0.00	0.00
Motolease Financial LLC	2200564	16.50	21.52	0.00	0.00	0.00
ARC Insurance Agency	2209050	43.75	43.75	44.66	45.57	94.78
S:James Lewis	2213148	24.50	31.25	39.75	89.38	209.12
S:Taquera Las Maragitas LI	2281228	140.33	140.33	142.75	0.00	0.00
Sophia Massage	2287547	30.36	0.00	0.00	0.00	0.00
Metro PCS	2287557	45.43	45.43	45.71	0.00	0.00
Humble Kitchen & Bath Inc	2287561	110.55	0.00	0.00	0.00	0.00
Phones-R-Us Inc	2289501	54.29	54.29	54.59	0.00	0.00
Musa Auto Finance	2301975	307.20	0.00	0.00	0.00	0.00
Tesla Inc	2329054	2.40	2.40	0.00	0.00	0.00
Serenty Health Services LLC	2337347	40.32	0.00	0.00	0.00	0.00
Amfah Investments LLC	2343023	175.29	0.00	0.00	0.00	0.00
Spoiled Mutts	2343180	90.26	0.00	0.00	0.00	0.00
My House Barber Shop	2343201	16.17	0.00	0.00	0.00	0.00
Fresh Ink Media Group	2344047	54.92	0.00	0.00	0.00	0.00
Adorn Tattoo	2344404	18.40	0.00	0.00	0.00	0.00
Cobos BBQ LLC	2352871	146.40	0.00	0.00	0.00	0.00
CRT Services	2360492	0.00	196.22	0.00	0.00	0.00
Ismeal Anaya	2363334	287.85	0.00	0.00	0.00	0.00
Prior Years Personal Property		<u>260.78</u>	<u>672.03</u>	<u>714.94</u>	<u>2,084.07</u>	<u>22,391.38</u>
Total Receivable		<u>\$20,195.23</u>	<u>\$18,946.30</u>	<u>\$9,862.86</u>	<u>\$9,072.75</u>	<u>\$48,987.55</u>



MUNICIPAL ACCOUNTS
& CONSULTING, L.P.

Harris County Municipal Utility District No. 109

Bookkeeper's Report

September 20, 2022

Cash Flow Report - Checking Account

As of September 20, 2022

Num	Name	Memo	Amount	Balance
BALANCE AS OF 08/17/2022				\$4,282.99
Receipts				
	HC 151 Water Supply		6,798.40	
	Wire Transfer from Lockbox		285,262.62	
	Interest Earned on Checking		245.32	
	City of Houston Rebate		7,820.33	
	Wire Transfer from Money Market		50,000.00	
Total Receipts				350,126.67
Disbursements				
15569	Nancy Frank	VOID: Fees of Office - 8/16/2022 - \$138.53	0.00	
15622	GFL Environmental	Garbage Expense	(583.48)	
15623	Century Link	Telephone Expense	(917.32)	
15624	Centerpoint Energy	Utilities Expense	(220.02)	
15625	Cheryl C. Moore	Fees of Office - 09/20/2022	(138.53)	
15626	Chris Green	Fees of Office - 09/20/2022	(138.52)	
15627	Nancy Frank	Fees of Office - 09/20/2022	(138.53)	
15628	Owen H. Parker	Fees of Office - 09/20/2022	(138.53)	
15629	Robin Sulpizio	Fees of Office - 09/20/2022	(138.53)	
15630	Chris Green	Fees of Office - 09/12/2022 & Expense	(202.83)	
15631	Cheryl C. Moore	Expense	(29.95)	
15632	Nancy Frank	Expense	(29.95)	
15633	Owen H. Parker	Fees of Office - 8/18, 8/23, 9/12 & Expense	(455.82)	
15634	Robin Sulpizio	Expense	(65.00)	
15635	Carmen Cantu	Deposit Refund	(126.21)	
15636	Chamika Citizen	Deposit Refund	(114.25)	
15637	Francis C Fuller	Deposit Refund	(74.83)	
15638	Frederick Jackson	Deposit Refund	(5.82)	
15639	Gabriel Perez	Deposit Refund	(29.62)	
15640	HRG Management LLC	Deposit Refund	(191.66)	
15641	Jennifer Granados	Deposit Refund	(147.83)	
15642	Jermaine Bradis Flowers	Deposit Refund	(91.37)	
15643	John Jordan	Deposit Refund	(199.14)	
15644	Julio Aguilar	Deposit Refund	(135.14)	
15645	Lynda G Harrison	Deposit Refund	(80.94)	
15646	Michael Murray	Deposit Refund	(91.76)	
15647	Mikal Newton	Deposit Refund	(136.88)	
15648	Montreal Place, LLC	Deposit Refund	(53.50)	
15649	Nancy Christensen	Deposit Refund	(30.48)	
15650	Paul Cottier	Overpayment Refund	(50.00)	
15651	Randolph Seward	Deposit Refund	(74.37)	
15652	Real Property Management	Deposit Refund	(172.65)	
15653	Reynier Perez	Deposit Refund	(50.80)	
15654	Roger Ledford	Deposit Refund	(99.48)	
15655	Ryan Hewitt	Deposit Refund	(3.57)	
15656	Sarah Trzecki	Deposit Refund	(133.97)	
15657	SFRES OWNER, LLC	Overpayment Refund	(289.97)	
15658	Sheila Scott / Johnny Scott	Deposit Refund	(78.34)	
15659	Stephanie Sekel	Deposit Refund	(25.73)	
15660	Traci Tillema	Deposit Refund	(121.81)	
15661	TX01CKRP, LLC.	Deposit Refund	(136.18)	
15662	Vickie Desroches / Perry Desroches	Deposit Refund	(68.75)	

Harris County MUD No. 109 - GOF
Cash Flow Report - Checking Account
 As of September 20, 2022

Num	Name	Memo	Amount	Balance
Disbursements				
15663	Victor Rios, III	Deposit Refund	(41.73)	
15664	Yewande Adesanya	Deposit Refund	(71.38)	
15665	Centerpoint Energy	Utilities Expense	(60.77)	
15666	Accurate Meter & Backflow, LLC	Repairs & Maintenance	(50.00)	
15667	Association of Water Board Directors	AWBD Mid Winter Conference - Frank	(380.00)	
15668	Atascocita Joint Operations Board	Schedule B & C Costs	(44,104.56)	
15669	BGE, Inc.	Engineering Fees	(3,421.16)	
15670	CDC Unlimited, LLC	Mowing Expense	(1,464.50)	
15671	Chlorinator Maint. Co., Inc.	Repairs & Maintenance	(747.87)	
15672	DSHS Central Lab MC2004	Laboratory Expense	(211.57)	
15673	DXI Industries	Chemical Expenses	(1,474.88)	
15674	Eastex Environmental Laboratory	Laboratory Expense	(860.00)	
15675	Generator Service	Maintenance & Repairs	(2,622.00)	
15676	GM Inspection Services	Repairs & Maintenance	(800.00)	
15677	Hudson Energy	Utilities Expense	(12,853.96)	
15678	Municipal Accounts & Consulting, L.P.	Bookkeeping Fees	(5,507.86)	
15679	Napco Chemicals	Chemicals Expense	(8,182.50)	
15680	NHCRWA	Water Authority Fees	(186,536.95)	
15681	Norton Rose Fulbright US LLP	Legal Fees	(5,257.91)	
15682	Source Point Solutions	Repairs & Maintenance	(4,502.16)	
15683	Today's Integration	Security Monitoring	(165.00)	
15684	Water Utility Services, Inc.	Laboratory Fees	(340.00)	
15685	WWWMS	Maintenance and Operations	(63,094.90)	
15686	Centerpoint Energy	Utilities Expense	0.00	
15687	Century Link	Telephone Expense	0.00	
15688	Harris County Treasurer	Patrol Services	0.00	
Fee	Central Bank	Service Charge	(40.00)	
Fee	Central Bank	Outgoing Wire Fee	(15.00)	
Total Disbursements			(348,818.72)	(348,818.72)
BALANCE AS OF 09/20/2022				\$5,590.94

Harris County MUD No. 109 - GOF
Cash Flow Report - Operator Account

As of September 20, 2022

Num	Name	Memo	Amount	Balance
BALANCE AS OF 08/17/2022				\$199,728.30
Receipts				
	Accounts Receivable		120,515.28	
	Accounts Receivable		148,009.26	
	Tap Connections (3)		1,855.00	
Total Receipts			270,379.54	270,379.54
Disbursements				
Fee	Central Bank	Service Charge	(40.00)	
Fee	Central Bank	Chargeback Fees	(52.97)	
Wire	Harris County MUD 109	Wire Transfer to Checking	(285,262.62)	
Total Disbursements			(285,355.59)	(285,355.59)
BALANCE AS OF 09/20/2022				\$184,752.25

Cash Flow Report - Checking Account

As of September 20, 2022

Num	Name	Memo	Amount	Balance
BALANCE AS OF 08/17/2022				\$500.00
Receipts				
	Series 2017 - Wire Transfer from Money Market		53,433.16	
Total Receipts				53,433.16
Disbursements				
2024	BGE, Inc.	Engineering - WP2 Construction	(6,526.30)	
2025	Municipal Accounts & Consulting, L.P.	Update CPF Analysis	(791.86)	
2026	Schier Construction Company, Inc.	Pay Estimate No. 15 - Water Plant No. 2 Expansio	(46,075.00)	
Fee	Central Bank	Service Charge	(40.00)	
Total Disbursements				(53,433.16)
BALANCE AS OF 09/20/2022				\$500.00

Account Balances

As of September 20, 2022

Financial Institution (Acct Number)	Issue Date	Maturity Date	Interest Rate	Account Balance	Notes
Fund: Operating					
Certificates of Deposit					
VERITEX COMMUNITY BANK (XXXX0447)	11/24/2021	11/24/2022	0.30%	240,000.00	
BANCORPSOUTH (XXXX0688)	12/22/2021	12/22/2022	0.41%	240,000.00	
SIMMONS BANK (XXXX0945)	01/12/2022	01/12/2023	0.25%	240,000.00	
FRONTIER BANK (XXXX2232)	01/16/2022	01/16/2023	0.50%	240,000.00	
PLAINS STATE BANK (XXXX1359)	01/25/2022	01/25/2023	0.25%	240,000.00	
SOUTH STAR BANK (XXXX0129)	02/19/2022	02/19/2023	0.15%	240,000.00	
LONE STAR BANK (XXXX2426)	02/27/2022	02/27/2023	0.35%	240,000.00	
UNITY NATIONAL BANK (XXXX4677)	03/28/2022	03/28/2023	0.25%	245,000.00	
ALLEGIANCE BANK (XXXX0213)	04/22/2022	04/22/2023	0.20%	240,000.00	
Money Market Funds					
TEXAS CLASS (XXXX0001)	03/22/2017		2.58%	1,713,404.81	
Checking Account(s)					
CENTRAL BANK - CHECKING (XXXX1891)			0.00%	5,590.94	Checking Account
CENTRAL BANK - CHECKING (XXXX4632)			0.00%	184,752.25	Operator
Totals for Operating Fund:				\$4,068,748.00	
Fund: Capital Projects					
Money Market Funds					
TEXAS CLASS (XXXX0002)	03/22/2017		2.58%	555,792.76	Series 2017
Checking Account(s)					
CENTRAL BANK - CHECKING (XXXX1875)			0.00%	500.00	Checking Account
Totals for Capital Projects Fund:				\$556,292.76	
Fund: Debt Service					
Certificates of Deposit					
THIRD COAST BANK-DEBT (XXXX6273)	09/22/2021	09/21/2022	0.40%	240,000.00	
SOUTH STAR BANK-DEBT (XXXX0072)	09/22/2021	09/22/2022	0.15%	240,000.00	
SUNFLOWER BANK-DEBT (XXXX2151)	03/19/2022	03/19/2023	0.19%	240,000.00	
Money Market Funds					
TEXAS CLASS (XXXX0003)	03/22/2017		2.58%	2,228,935.09	
Totals for Debt Service Fund:				\$2,948,935.09	
Grand total for Harris County MUD No. 109:				\$7,573,975.85	

Capital Projects Fund Breakdown

Harris County MUD 109

As of Date 9/20/2022

Net Proceeds for All Bond Issues

Receipts

Bond Proceeds - Series 2017	\$12,100,000.00
Interest Earnings - Series 2017	245,067.16

Disbursements

Disbursements - Series 2017	(11,788,774.40)
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Total Cash Balance	\$556,292.76
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Balances by Account

Central Bank - Checking	\$500.00
TX Class - Series 2017	555,792.76

Total Cash Balance	\$556,292.76
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Balances by Bond Series

Bond Proceeds - Series 2017	\$556,292.76
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Total Cash Balance	\$556,292.76
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Remaining Costs/Surplus By Bond Series

Remaining Costs - Series 2017	\$49,085.17
Proposed Surplus Project - WP 2 Expansion	507,207.59

Total Amount in Remaining Costs	\$556,292.76
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Total Surplus & Interest Balance	\$0.00
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Total Remaining Costs/Surplus	\$556,292.76
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Cost Comparison - \$12,100,000 - Series 2017

Harris County MUD 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	1,646,075.00	0.00	(46,075.00)
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	13,571.08	0.00
8. Engineering (15% of Items 3-5)	390,000.00	390,000.00	0.00	0.00
Subtotal District Items	\$4,293,045.00	\$4,273,957.59	\$13,571.08	\$5,516.33
TOTAL CONSTRUCTION COSTS	\$10,177,295.00	\$9,901,582.87	\$13,571.08	\$262,141.05
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	213,231.91	35,514.09	0.00
TOTAL NON-CONSTRUCTION COSTS	\$1,922,705.00	\$1,887,191.53	\$35,514.09	(\$0.62)
TOTAL BOND ISSUE REQUIREMENT	\$12,100,000.00	\$11,788,774.40	\$49,085.17	\$262,140.43
			Interest Earned	\$245,067.16
			Total Surplus & Interest	\$507,207.59
			Total Remaining Funds	\$556,292.76

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

August 2022

		August 2022			June 2022 - August 2022			Annual
		Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)	Budget
Revenues								
14101	Water- Customer Service Revenue	47,531	61,200	(13,669)	162,480	183,600	(21,120)	510,000
14102	Surface Water - Reserve	114,496	148,752	(34,256)	410,568	446,256	(35,688)	1,239,600
14105	Connection Fees	2,725	2,008	717	8,275	6,025	2,250	24,100
14108	Water Sales to HC 151	1,752	1,008	744	4,049	3,025	1,024	12,100
14201	Wastewater-Customer Service Rev	54,207	61,790	(7,583)	166,372	179,191	(12,819)	617,900
14301	Maintenance Tax Collections	118,750	118,750	0	118,750	118,750	0	1,446,483
14401	COH Rebate	8,913	8,345	568	25,820	25,613	207	94,200
14501	Tap Connections	1,355	1,250	105	9,260	3,750	5,510	15,000
14502	Inspection Fees	801	900	(99)	2,403	2,700	(297)	10,800
14702	Penalties & Interest	7,981	6,000	1,981	23,686	18,000	5,686	72,000
14801	Interest Earned on Checking	245	2	244	559	5	554	20
14802	Interest Earned on Temp. Invest	3,138	3,521	(383)	7,037	10,564	(3,527)	42,257
15801	Miscellaneous Income	0	100	(100)	0	300	(300)	1,200
15901	Transfer from Operating Reserve	0	0	0	0	0	0	29,694
Total Revenues		361,896	413,627	(51,731)	939,257	997,779	(58,522)	4,115,354
Expenditures								
16102	Operations - Water	9,335	9,100	235	27,991	27,300	691	109,200
16105	Maintenance & Repairs - Water	28,531	21,817	6,714	92,576	65,450	27,126	261,800
16107	Chemicals - Water	9,527	3,992	5,536	19,456	11,975	7,481	47,900
16108	Laboratory Expense - Water	1,200	367	833	2,070	1,100	970	4,400
16109	Mowing - Water	771	1,117	(345)	4,244	3,350	894	13,400
16110	Utilities - Water	10,584	8,100	2,484	27,423	24,300	3,123	97,200
16111	Reconnections	975	867	108	3,050	2,600	450	10,400
16112	Disconnection Expense	480	233	247	1,200	700	500	2,800
16113	Service Account Collection	2,522	3,117	(595)	7,563	9,350	(1,787)	37,400
16114	Telephone Expense - Water	917	417	501	1,793	1,250	543	5,000
16116	Permit Expense - Water	0	0	0	0	0	0	7,200
16117	TCEQ Regulatory Expense - Water	0	0	0	0	0	0	2,800
16118	Surface Water Fee	186,537	188,736	(2,199)	534,591	566,208	(31,617)	1,572,800
16202	Operations - Wastewater	2,318	2,367	(49)	6,946	7,100	(154)	28,400
16204	Purchase Wastewater Service	43,979	45,625	(1,646)	131,696	136,875	(5,179)	547,500
16205	Maint & Repairs - Wastewater	20,006	15,800	4,206	44,267	47,400	(3,133)	189,600
16207	Chemicals - Wastewater	0	58	(58)	349	175	174	700
16208	Laboratory Fees - Wastewater	0	75	(75)	530	225	305	900
16209	Mowing - Wastewater	693	1,000	(307)	3,776	3,000	776	12,000
16210	Utilities - Lift Station	2,550	1,500	1,050	5,759	4,500	1,259	18,000
16214	Telephone Expense - Wastewater	0	417	(417)	876	1,250	(374)	5,000
16217	TCEQ Regulatory Exp-Wastewater	0	0	0	0	0	0	2,800
16301	Garbage Expense	0	358	(358)	583	1,075	(492)	4,300
16501	Tap Connection Expense	4,448	583	3,865	4,448	1,750	2,698	7,000
16502	Inspection Expense	980	300	680	980	900	80	3,600
16703	Legal Fees	5,244	5,283	(40)	13,755	15,850	(2,095)	63,400
16705	Auditing Fees	0	0	0	13,500	13,500	0	16,800
16706	Engineering Fees	2,969	6,667	(3,698)	12,897	20,000	(7,103)	80,000
16708	GIS Expense	0	167	(167)	0	500	(500)	2,000
16710	Website Expense	0	58	(58)	188	175	12	700
16712	Bookkeeping Fees	5,248	4,400	848	12,310	13,200	(890)	40,000
16714	Printing & Office Supplies	2,272	2,433	(162)	7,021	7,300	(279)	29,200
16716	Delivery Expense	21	108	(88)	33	325	(292)	1,300
16717	Postage	24	2,825	(2,801)	191	8,475	(8,284)	33,900
16718	Insurance & Surety Bond	0	0	0	0	0	0	31,000

Harris County MUD No. 109 - GOF
Actual vs. Budget Comparison
 August 2022

	August 2022			June 2022 - August 2022			Annual Budget	
	Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)		
Expenditures								
16719	AWBD Expense	380	100	280	6,543	5,100	1,443	7,800
16722	Bank Service Charges	95	100	(5)	255	300	(45)	1,200
16723	Travel Expense	105	8	96	144	25	119	100
16727	Arbitrage Expense	0	0	0	1,050	1,500	(450)	3,250
16801	Security Patrol Expense	18,592	18,592	0	55,776	55,776	0	223,104
16802	Security Monitoring	165	858	(693)	2,373	2,575	(202)	10,300
17101	Payroll Expenses	1,292	2,083	(792)	6,459	6,250	209	25,000
17802	Miscellaneous Expense	161	350	(189)	884	1,050	(166)	4,200
17901	Capital Outlay	452	452	0	24,573	24,571	2	550,000
17904	Capital Outlay - Barents Dr L/S	0	0	0	420	0	420	0
Total Expenditures		363,373	350,430	12,943	1,080,540	1,094,305	(13,766)	4,115,354
Excess Revenues (Expenditures)		(\$1,477)	\$63,197	(\$64,674)	(\$141,282)	(\$96,526)	(\$44,757)	\$0

Balance Sheet

As of August 31, 2022

Aug 31, 22

ASSETS

Current Assets	
Checking/Savings	
11101 · Cash in Bank	295,034
11102 · Operator	184,752
Total Checking/Savings	<u>479,786</u>
Other Current Assets	
11201 · Time Deposits	3,928,405
11301 · Accounts Receivable	270,936
11303 · Maintenance Tax Receivable	63,441
11305 · Accrued Interest	2,518
11306 · Due From COH	24,406
11403 · Due From Tax Account	520,770
11601 · Reserve in A.C.P.	266,398
Total Other Current Assets	<u>5,076,874</u>
Total Current Assets	<u>5,556,660</u>
TOTAL ASSETS	<u><u>5,556,660</u></u>

LIABILITIES & EQUITY

Liabilities	
Current Liabilities	
Accounts Payable	
12101 · Accounts Payable	280,163
Total Accounts Payable	<u>280,163</u>
Other Current Liabilities	
12102 · Payroll Liabilities	734
12201 · Unclaimed Property	2,094
12202 · Due to TCEQ	2,282
12502 · Deferred Taxes	63,441
12601 · Customer Meter Deposits	287,371
12602 · Deposits - Other	2,500
12603 · Lee Annexation	(75,796)
12604 · Barents Annexation	(27,880)
12605 · Country Scramble	(15,111)
12606 · Zimmerman Properties - 9 acre	5,000
12607 · Madden Tract	5,000
Total Other Current Liabilities	<u>249,634</u>
Total Current Liabilities	<u>529,797</u>
Total Liabilities	<u>529,797</u>
Equity	
13101 · Unallocated Fund Balance	5,168,145
Net Income	(141,282)
Total Equity	<u>5,026,863</u>
TOTAL LIABILITIES & EQUITY	<u><u>5,556,660</u></u>

District Debt Service Payments

08/31/2022 - 09/30/2023

Paying Agent	Series	Date Due	Date Paid	Principal	Interest	Total Due
Debt Service Payment Due 10/01/2022						
Bank of New York	2011 - Refunding	10/01/2022		625,000.00	12,500.00	637,500.00
Bank of New York	2013 - Refunding	10/01/2022		115,000.00	1,581.25	116,581.25
Regions Bank	2015 - Refunding	10/01/2022		70,000.00	71,215.20	141,215.20
Bank of New York	2017 - WS&D	10/01/2022		430,000.00	186,371.89	616,371.89
Bank of New York	2021 - Refunding	10/01/2022		20,000.00	49,425.00	69,425.00
		Total Due 10/01/2022		1,260,000.00	321,093.34	1,581,093.34
Debt Service Payment Due 04/01/2023						
Regions Bank	2015 - Refunding	04/01/2023		0.00	70,308.00	70,308.00
Bank of New York	2017 - WS&D	04/01/2023		0.00	182,071.88	182,071.88
Bank of New York	2021 - Refunding	04/01/2023		0.00	49,125.00	49,125.00
		Total Due 04/01/2023		0.00	301,504.88	301,504.88
		District Total		\$1,260,000.00	\$622,598.22	\$1,882,598.22

**Harris County MUD No. 109 - GOF
Annexations**

All Transactions

Date	Num	Name	Memo	Debit	Credit	Balance
12603 · Lee Annexation						
04/26/2019	JE		Deposit for Annexation		15,000.00	15,000.00
05/31/2019	5-190176	BGE, Inc.	Engineering Fees - Annexation No. 11	984.83		14,015.17
06/30/2019	6-190136	BGE, Inc.	Engineering Fees - Annexation No. 11	3,418.23		10,596.94
07/31/2019	7-190471	BGE, Inc.	Engineering Fees - Annexation No. 11	1,887.45		8,709.49
07/31/2019	9495136631	Norton Rose Fulbright US LLP	Legal Fees	172.50		8,536.99
08/31/2019	191647	The Research Staff, Inc.	Title Report - Annexation	80.00		8,456.99
08/31/2019	PS119001733	Harris County Appraisal District	Certificate of Ownership - Annexation	5.00		8,451.99
08/31/2019	8-190493	BGE, Inc.	Engineering Fees - Annexation No. 11	398.44		8,053.55
08/31/2019	9495142345	Norton Rose Fulbright US LLP	Legal Fees	702.50		7,351.05
09/30/2019	9495149477	Norton Rose Fulbright US LLP	Legal Fees	143.75		7,207.30
10/31/2019	10-190502	BGE, Inc.	Engineering Fees - Annexation No. 11	273.44		6,933.86
10/31/2019	9495155990	Norton Rose Fulbright US LLP	Legal Fees - Annexation	1,548.75		5,385.11
11/30/2019	11-190054	BGE, Inc.	Engineering Fees - Annexation No. 11	2,167.95		3,217.16
11/30/2019	9495163224	Norton Rose Fulbright US LLP	Legal Fees	742.50		2,474.66
12/31/2019	12-190187	BGE, Inc.	Engineering Fees - Annexation No. 11	1,289.06		1,185.60
12/31/2019	9495170944	Norton Rose Fulbright US LLP	Legal Fees - Annexation	496.18		689.42
01/31/2020	9495175858	Norton Rose Fulbright US LLP	Legal Fees - Annexation	270.00		419.42
02/29/2020	2-200558	BGE, Inc.	Engineering Fees - Annexation No. 11	195.31		224.11
02/29/2020	9495182734	Norton Rose Fulbright US LLP	Legal Fees - Annexation	270.00		-45.89
04/30/2020	9495196527	Norton Rose Fulbright US LLP	Legal Fees - Annexation	360.00		-405.89
06/30/2020	9495209384	Norton Rose Fulbright US LLP	Legal Fees - Annexation	90.00		-495.89
07/31/2020	9495216040	Norton Rose Fulbright US LLP	Legal Fees - Annexation	0.00		-495.89
08/31/2020	9495222409	Norton Rose Fulbright US LLP	11th Annexation	691.35		-1,187.24
09/30/2020	9495231141	Norton Rose Fulbright US LLP	11th Annexation	71.39		-1,258.63
10/31/2020	9495236610	Norton Rose Fulbright US LLP	11th Annexation	0.00		-1,258.63
11/30/2020	9495244364	Norton Rose Fulbright US LLP	11th Annexation	1,050.00		-2,308.63
12/02/2020	JE		Deposit for Lee Annexation		15,000.00	12,691.37
12/31/2020	9495251043	Norton Rose Fulbright US LLP	11th Annexation	300.00		12,391.37
01/31/2021	HCMUD109L...	ROW Management LLC	Lee Annexation Expense	1,560.00		10,831.37
01/31/2021	9495256008	Norton Rose Fulbright US LLP	11th Annexation	0.00		10,831.37
02/28/2021	HCMUD109L...	ROW Management LLC	Lee Annexation Expense	3,640.00		7,191.37
05/31/2021	AJE 4		Lee Annex Engineer to increase Lee Annex ...	7,810.78		-619.41
05/31/2021	AJE 5		Adjust Lee and Barents after review of enfn...	157.01		-776.42
06/30/2021	6-210975	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	1,552.95		-2,329.37
07/31/2021	7-210916	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	1,942.88		-4,272.25
08/31/2021	8-211098	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	3,791.52		-8,063.77
09/30/2021	9-210996	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	839.23		-8,903.00
10/31/2021	10-211116	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	693.11		-9,596.11
11/30/2021	11-210356	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	538.91		-10,135.02
01/31/2022	1-220949	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	1,437.97		-11,572.99
02/28/2022	2-221232	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	2,830.52		-14,403.51
03/31/2022	3-221422	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	1,634.80		-16,038.31
04/30/2022	4-221382	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	4,769.30		-20,807.61
04/30/2022	PE 1	Underground Construction Solutions,...	Pay Estimate No. 1 - Lee Tract Waterline Ex...	53,187.00		-73,994.61
05/31/2022	5-221036	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	1,710.11		-75,704.72
06/30/2022	6-220939	BGE, Inc.	Engineering Fees - Lee Tract Waterline Exte...	91.00		-75,795.72
Total 12603 · Lee Annexation				105,795.72	30,000.00	-75,795.72
12604 · Barents Annexation						
08/31/2019	Rcpt	BBVA	Barents Annexation Deposit - Ida Gilbert		5,000.00	5,000.00
08/31/2019	Rcpt	BBVA	Barents Annexation Deposit - GAP Plumbin...		5,000.00	10,000.00
08/31/2019	9495142345	Norton Rose Fulbright US LLP	Legal Fees	322.50		9,677.50
09/03/2019	Rcpt	BBVA	Barents Annexation Deposit - Champ Auto ...		5,000.00	14,677.50
09/30/2019	9-190038	BGE, Inc.	Engineering Fees - Annexation No. 12	1,205.47		13,472.03
09/30/2019	9495149477	Norton Rose Fulbright US LLP	Legal Fees	143.75		13,328.28
10/31/2019	9495155990	Norton Rose Fulbright US LLP	Legal Fees - Annexation	517.50		12,810.78
10/31/2019	10-190504	BGE, Inc.	Engineering Fees - Annexation No. 12	6,362.73		6,448.05
11/30/2019	11-190056	BGE, Inc.	Engineering Fees - Annexation No. 12	3,448.57		2,999.48
11/30/2019	9495163224	Norton Rose Fulbright US LLP	Legal Fees	146.25		2,853.23
12/31/2019	12-190189	BGE, Inc.	Engineering Fees - Annexation No. 12	2,516.81		336.42
12/31/2019	9495170944	Norton Rose Fulbright US LLP	Legal Fees - Annexation	1,350.00		-1,013.58
01/31/2020	1-200553	BGE, Inc.	Engineering Fees - Annexation No. 12	292.97		-1,306.55
01/31/2020	9495175858	Norton Rose Fulbright US LLP	Legal Fees - Annexation	0.00		-1,306.55
02/29/2020	2-200560	BGE, Inc.	Engineering Fees - Annexation No. 12	2,171.88		-3,478.43
02/29/2020	2-200525	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibil...	2,762.20		-6,240.63
02/29/2020	9495182734	Norton Rose Fulbright US LLP	Legal Fees - Annexation	0.00		-6,240.63
03/31/2020	3-200228	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibil...	454.00		-6,694.63
04/30/2020	4-200364	BGE, Inc.	Engineering Fees - Annexation No. 12	2,332.65		-9,027.28
04/30/2020	4-200354	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibil...	3,165.61		-12,192.89
04/30/2020	9495196527	Norton Rose Fulbright US LLP	Legal Fees - Annexation	0.00		-12,192.89
05/31/2020	5-200205	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibil...	883.59		-13,076.48
06/30/2020	6-200423	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibil...	1,953.10		-15,029.58
06/30/2020	9495209384	Norton Rose Fulbright US LLP	Legal Fees - Annexation	978.75		-16,008.33
07/31/2020	7-200217	BGE, Inc.	Engineering Fees - Barents Drive LS Feasibil...	390.62		-16,398.95
07/31/2020	9495216040	Norton Rose Fulbright US LLP	Legal Fees - Annexation	243.75		-16,642.70
08/31/2020	9495222409	Norton Rose Fulbright US LLP	12th Annexation	3,286.35		-19,929.05
09/30/2020	9495231141	Norton Rose Fulbright US LLP	12th Annexation	71.39		-20,000.44
10/31/2020	9495236610	Norton Rose Fulbright US LLP	12th Annexation	341.25		-20,341.69
11/30/2020	9495244364	Norton Rose Fulbright US LLP	12th Annexation	250.00		-20,591.69
12/31/2020	9495251043	Norton Rose Fulbright US LLP	12th Annexation	150.00		-20,741.69
01/31/2021	9495256008	Norton Rose Fulbright US LLP	12th Annexation	740.00		-21,481.69
02/28/2021	9495262527	Norton Rose Fulbright US LLP	12th Annexation	1,080.33		-22,562.02

Harris County MUD No. 109 - GOF

Annexations

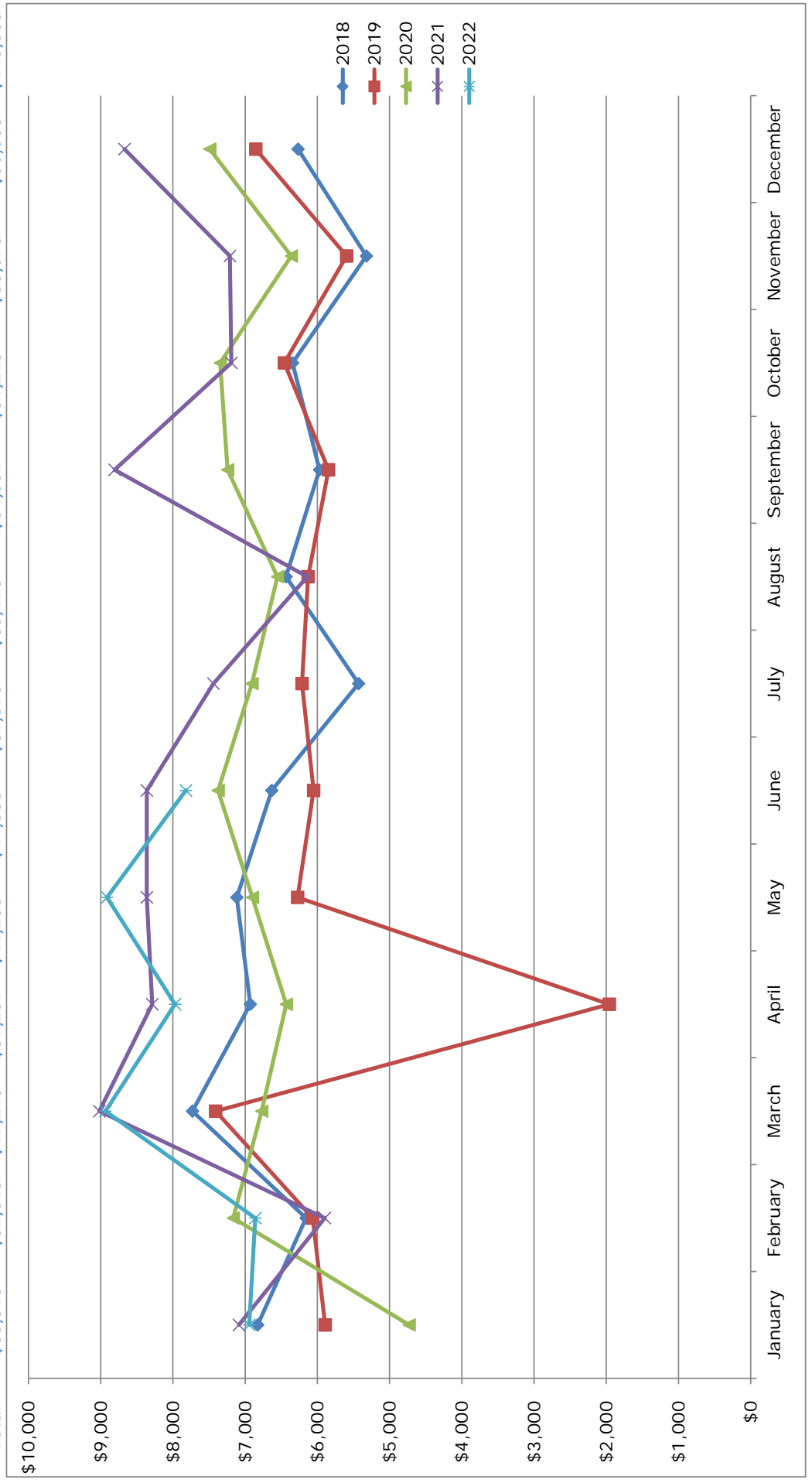
All Transactions

Date	Num	Name	Memo	Debit	Credit	Balance
03/31/2021	9495270101	Norton Rose Fulbright US LLP	12th Annexation	570.00		-23,132.02
04/30/2021	9495276855	Norton Rose Fulbright US LLP	12th Annexation	770.00		-23,902.02
05/31/2021	9495283640	Norton Rose Fulbright US LLP	12th Annexation	530.00		-24,432.02
05/31/2021	AJE 5		Adjust Lee and Barents after review of enfin...		157.01	-24,275.01
06/30/2021	9495291784	Norton Rose Fulbright US LLP	12th Annexation	300.00		-24,575.01
07/31/2021	9495297183	Norton Rose Fulbright US LLP	12th Annexation	350.00		-24,925.01
08/31/2021	W/O 98752653	Centerpoint Energy	Defined Easement	1,700.00		-26,625.01
08/31/2021	9495303961	Norton Rose Fulbright US LLP	12th Annexation	100.00		-26,725.01
09/30/2021	9495311756	Norton Rose Fulbright US LLP	12th Annexation	230.00		-26,955.01
10/31/2021	9495317946	Norton Rose Fulbright US LLP	12th Annexation	200.00		-27,155.01
11/30/2021	9495324857	Norton Rose Fulbright US LLP	12th Annexation	520.00		-27,675.01
12/31/2021	9495330927	Norton Rose Fulbright US LLP	12th Annexation	150.00		-27,825.01
01/31/2022	9495336660	Norton Rose Fulbright US LLP	12th Annexation	55.00		-27,880.01
Total 12604 · Barents Annexation				43,037.02	15,157.01	-27,880.01
12605 · Country Scramble						
02/29/2020	2-200526	BGE, Inc.	Engineering Fees - Country Scramble	13,193.61		-13,193.61
03/31/2020	3-200229	BGE, Inc.	Engineering Fees - Country Scramble	585.93		-13,779.54
04/30/2020	4-200355	BGE, Inc.	Engineering Fees - Country Scramble	355.31		-14,134.85
05/31/2020	5-200206	BGE, Inc.	Engineering Fees - Country Scramble	390.62		-14,525.47
06/30/2020	6-200424	BGE, Inc.	Engineering Fees - Country Scramble	195.31		-14,720.78
07/31/2020	7-200218	BGE, Inc.	Engineering Fees - Country Scramble	390.62		-15,111.40
05/31/2021	AJE 3		To adjust Fund Balance to match last year a...		14,525.47	-585.93
06/02/2021	AJE 3R		Reverse of GJE AJE 3 -- To adjust Fund Bal...	14,525.47		-15,111.40
Total 12605 · Country Scramble				29,636.87	14,525.47	-15,111.40
12606 · Zimmerman Properties - 9 acre						
07/14/2022	Rcpt		Zimmerman Feasibility		5,000.00	5,000.00
Total 12606 · Zimmerman Properties - 9 acre				0.00	5,000.00	5,000.00
12607 · Madden Tract						
07/21/2022	Rcpt		Madden Annexation		5,000.00	5,000.00
Total 12607 · Madden Tract				0.00	5,000.00	5,000.00
TOTAL				178,469.61	69,682.48	-108,787.13

Sales Tax Revenue History

Harris County MUD No. 109

Year	January	February	March	April	May	June	July	August	September	October	November	December	Total
2018	\$6,828	\$6,158	\$7,730	\$6,930	\$7,116	\$6,632	\$5,430	\$6,434	\$5,972	\$6,345	\$5,322	\$6,267	\$77,163
2019	\$5,893	\$6,065	\$7,408	\$1,957	\$6,274	\$6,053	\$6,211	\$6,128	\$5,846	\$6,457	\$5,596	\$6,855	\$70,743
2020	\$4,731	\$7,165	\$6,772	\$6,430	\$6,900	\$7,374	\$6,906	\$6,552	\$7,243	\$7,347	\$6,362	\$7,490	\$81,272
2021	\$7,086	\$5,898	\$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							\$47,442
Total	\$36,915	\$37,849	\$47,248	\$37,297	\$44,258	\$44,355	\$31,570	\$30,476	\$34,901	\$34,248	\$30,376	\$36,508	\$446,000



Cash Flow Forecast

Harris County MUD 109

	5/23	5/24	5/25	5/26	5/27
Assessed Value	\$776,843,953	\$776,843,953	\$776,843,953	\$776,843,953	\$776,843,953
Maintenance Tax Rate	\$0.190	\$0.190	\$0.190	\$0.190	\$0.190
Maintenance Tax	\$1,446,483	\$1,446,483	\$1,446,483	\$1,446,483	\$1,446,483
% Change in Water Rate		1.00%	1.00%	1.00%	1.00%
% Change in Wastewater Rate		3.00%	3.00%	3.00%	3.00%
% Change in NHCRWA		10.00%	10.00%	10.00%	10.00%
% Change in Expenses		5.00%	5.00%	5.00%	5.00%
Beginning Cash Balance 6-1-2022	\$4,508,137	\$4,465,344	\$4,339,924	\$4,201,749	\$4,363,263
Revenues					
Maintenance Tax	\$1,446,483	\$1,446,483	\$1,446,483	\$1,446,483	\$1,446,483
Water Revenue	510,000	515,100	520,251	525,454	530,708
Wastewater Revenue	617,900	636,437	655,530	675,196	695,452
NHCRWA Revenue	1,239,600	1,363,560	1,499,916	1,649,908	1,814,898
Other	271,678	285,262	299,525	314,501	330,226
Total Revenues	\$4,085,661	\$4,246,842	\$4,421,706	\$4,611,542	\$4,817,768
Expenses					
NHCRWA	\$1,572,800	\$1,730,080	\$1,903,088	\$2,093,397	\$2,302,736
Other Expenses	1,992,555	2,092,183	2,196,792	2,306,631	2,421,963
Total Expenses	\$3,565,355	\$3,822,263	\$4,099,880	\$4,400,028	\$4,724,700
Net Surplus	\$507,208	\$424,580	\$321,826	\$211,514	\$93,069
Capital Outlay					
Capital Outlay - AJOB	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
WP 1 Well Rehab & Motor Replacement	0	200,000	0	0	0
WP 1 Electrical Control Improvements	0	250,000	210,000	0	0
WP 1 GST 1 Replacement	250,000	0	0	0	0
WP 2 Well Rehab & Motor Replacement	0	0	200,000	0	0
HC 46 Water Interconnect	0	50,000	0	0	0
Manholes Valve Rehab	250,000	0	0	0	0
Total Capital Outlay	\$550,000	\$550,000	\$460,000	\$50,000	\$50,000
Construction Surplus	\$0	\$0	\$0	\$0	\$0

Ending Cash Balance	\$4,465,344	\$4,339,924	\$4,201,749	\$4,363,263	\$4,406,331
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Operating Reserve % of Exp

Percentage	125%	114%	102%	99%	93%
Number of Months	15	14	12	12	11

Bond Authority

Remaining Bonding Capacity - \$12,950,000

Maintenance Tax Rate Cap - \$1.00

2023 AWBD Mid Winter Conference

Harris County MUD No. 109

Friday, January 27 - Saturday, January 28, 2023

JW Marriott, Austin TX

Director	Registration			Prior Conference Expenses
Name	Attending	Online	Paid	Paid
Cheryl Moore				Yes
Chris Green	Yes	Yes	Yes	Yes
Nancy Frank	Yes	Yes	Yes	Yes
Owen Parker	Yes	Yes	Yes	Yes
Robin Sulpizio	Yes	Yes	Yes	Yes

Note

Register on-line www.awbd-tx.org (For log in assistance, contact Taylor Cavnar: tcavnar@awbd-tx.org)

This page only confirms registration for the conference, not hotel registrations.

All hotel reservations are the sole responsibility of each attendee.

Your conference registration confirmation will contain a housing reservation request web link.

The link will require the registration number from your conference registration before you can reserve a room.

All requests for an advance of funds must be sent via email to the bookkeeper within 30 days of conference.

Registration Dates

Early Registration:	Begins	7/20/2022	\$380
Regular Registration:	Begins	9/1/2022	\$430
Late Registration	Begins	12/15/2022	\$530

Cancellation Policy

All cancellations must be made in writing.

A \$50.00 administrative fee is assessed for each conference registration cancelled on or before 12/14/22.

There will be no refunds after 12/14/22.

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.

Harris County Municipal Utility District No. 109
Utility Usage & Expense

Fund Type	Vendor	Facility	Category	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Total
GOF	1008901003532884720100	19419 Timber Forest Dr. A.	Usage Amount	9,984 \$	9,504 \$	8,544 \$	9,888 \$	10,848 \$	8,640 \$	8,448 \$	8,160 \$	9,120 \$	8,640 \$	8,928 \$	9,504 \$	110,208 \$
				1,022.92 \$	2,053.03 \$	970.19 \$	3,076.29 \$	2,110.19 \$	923.51 \$	1,936.21 \$	911.69 \$	1,034.27 \$	854.95 \$	1,399.35 \$	1,896.08 \$	18,188.68 \$
	1008901003532884720200	19419 1/3 Timber Forest Dr.A.	Usage Amount	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	1,896 \$
				16.36 \$	16.17 \$	16.49 \$	33.16 \$	16.33 \$	16.23 \$	16.47 \$	16.64 \$	16.50 \$	15.42 \$	14.46 \$	14.57 \$	208.80 \$
	1008901003532902970100	4630 Springlea	Usage Amount	1,145 \$	1,144 \$	1,077 \$	1,167 \$	1,328 \$	990 \$	987 \$	940 \$	977 \$	939 \$	922 \$	1,016 \$	12,632 \$
				209.57 \$	258.33 \$	109.84 \$	266.04 \$	175.27 \$	94.73 \$	139.52 \$	92.61 \$	172.72 \$	115.34 \$	88.14 \$	139.56 \$	1,861.67 \$
	1008901023803359630100	20322 Burle Oak Dr.	Usage Amount	2,304 \$	3,744 \$	3,600 \$	17,856 \$	9,072 \$	5,760 \$	8,064 \$	2,880 \$	3,024 \$	5,904 \$	5,904 \$	5,904 \$	71,424 \$
				2,343.42 \$	2,405.66 \$	2,464.88 \$	5,545.18 \$	2,716.32 \$	2,509.77 \$	2,516.80 \$	2,247.49 \$	2,237.81 \$	2,300.06 \$	2,266.32 \$	4,167.23 \$	33,720.94 \$
	1008901023803359630200	20322 1/3 Burle Oak Dr.	Usage Amount	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	158 \$	1,896 \$
				16.36 \$	16.17 \$	16.49 \$	33.16 \$	16.33 \$	16.23 \$	16.47 \$	16.64 \$	16.50 \$	15.42 \$	14.46 \$	14.57 \$	208.80 \$
	1008901023806779320100	20334 Timber Forest Dr	Usage Amount	922 \$	923 \$	874 \$	1,045 \$	1,171 \$	990 \$	944 \$	818 \$	843 \$	737 \$	721 \$	67 \$	10,055 \$
				92.51 \$	149.68 \$	124.95 \$	256.66 \$	160.55 \$	95.06 \$	154.48 \$	102.15 \$	110.93 \$	98.49 \$	163.14 \$	165.63 \$	1,674.23 \$
	1008901023808541760100	10 1/2 Turtle Cove Ct	Usage Amount	210 \$	302 \$	352 \$	483 \$	741 \$	495 \$	475 \$	276 \$	221 \$	198 \$	169 \$	178 \$	4,100 \$
				19.71 \$	26.15 \$	30.56 \$	70.90 \$	57.88 \$	40.15 \$	38.87 \$	25.16 \$	20.80 \$	18.84 \$	16.22 \$	16.96 \$	382.20 \$
	1008901023812392910102	18657 1/2 Artesian Way	Usage Amount	666 \$	671 \$	694 \$	769 \$	897 \$	684 \$	671 \$	652 \$	683 \$	637 \$	624 \$	652 \$	8,300 \$
				140.88 \$	88.34 \$	99.98 \$	223.00 \$	109.16 \$	80.70 \$	87.55 \$	79.88 \$	112.88 \$	108.17 \$	68.41 \$	49.93 \$	1,248.88 \$
	1008901023812868020102	5722 Forest Timbers Dr.A	Usage Amount	128 \$	104 \$	105 \$	114 \$	260 \$	553 \$	400 \$	102 \$	107 \$	103 \$	101 \$	111 \$	2,188 \$
				13.85 \$	12.01 \$	12.37 \$	25.50 \$	23.24 \$	44.13 \$	33.49 \$	12.33 \$	12.42 \$	12.01 \$	11.55 \$	12.30 \$	225.20 \$
	1008901003532851455100	5722 Forest Timbers Dr	Usage Amount	76,512 \$	55,872 \$	51,936 \$	40,320 \$	53,952 \$	45,792 \$	42,240 \$	55,872 \$	69,696 \$	76,704 \$	85,344 \$	90,624 \$	744,864 \$
				5,703.50 \$	4,931.14 \$	4,835.37 \$	5,044.44 \$	4,482.00 \$	4,429.29 \$	4,172.50 \$	5,425.24 \$	5,529.63 \$	5,714.53 \$	5,851.71 \$	6,115.19 \$	57,694.54 \$
	1008901016901270670117	5301 1/2 Quail Tree Ln	Usage Amount	387 \$	356 \$	375 \$	429 \$	498 \$	395 \$	235 \$	181 \$	185 \$	175 \$	180 \$	194 \$	3,590 \$
				33.19 \$	29.99 \$	33.01 \$	70.32 \$	41.23 \$	33.58 \$	22.10 \$	18.37 \$	18.50 \$	17.19 \$	16.97 \$	18.08 \$	352.53 \$
Total Usage				92,574 \$	72,936 \$	67,873 \$	72,387 \$	79,083 \$	64,615 \$	62,780 \$	70,197 \$	85,172 \$	94,353 \$	103,209 \$	105,974 \$	971,153 \$
Total Amount				9,612.27 \$	9,986.67 \$	8,714.13 \$	10,104.65 \$	9,908.50 \$	8,283.38 \$	9,134.46 \$	8,948.20 \$	9,282.96 \$	9,270.42 \$	9,910.73 \$	12,610.10 \$	115,766.47 \$



ENGINEERING REPORT

September 19, 2022

To: Harris County MUD No. 109 Board of Directors

From: Bill Kotlan, 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. Utility Relocations related to FM 1960 Widening: Update

Contractor is preparing Change Order for Water Line on project.

b. Water Plant No. 2 Expansion

Pay Estimate No. 15 in the amount of \$46,075.00 is recommended for approval. The work includes site, electrical, and building finish work. Remaining work includes minor site work and finish work in the building, disinfection, and cathodic protection on the storage tank.

Action Items (Water Plant No 2 Expansion):

- 1. Approve Pay Estimate No. 15 to Schier Construction Company, Inc. for \$46,075.00**

c. Barents Drive Lift Station

Plans are at City of Houston for review.

d. Wastewater Treatment Plant

Contracts for the treatment plant rehabilitation were prepared this month. Construction will begin next month.

Exhibit I

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e. Wastewater Treatment Plant Permit Renewal

Permit application has been advertised. Waiting for draft permit.

f. Sanitary Sewer Repair

Sanitary sewer has been repaired.

g. Developer's Report: Nothing to report.

h. Service Requests:

- i. Madden Tract: Discuss Madden tract feasibility at meeting.
- ii. Zimmerman Properties (9 Acre Multifamily) (Formerly known as the Terrene Tract). Developer engineer is reviewing the feasibility.



September 12, 2022

Municipal Accounts & Consulting, LP
1281 Brittmoore Road
Houston, Texas 77043

Attention: Ashleigh Bass

Re: **Pay Estimate No. 15**
Harris County MUD No. 109
Water Plant No. 2 Expansion
BGE Job No. 7440-00

Dear Ms. Bass:

Enclosed herewith is Pay Estimate No. 15 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 'Gary L. Goessler', written over a light blue horizontal line.

Gary L. Goessler, PE
Project Manager, Construction Management

TBPE Registration No. F-1046

cc: Jan McArthur – Schier Construction Company, Inc.
Dimitri Millas – Norton Rose Fulbright US LLP
Brenda Presser – Norton Rose Fulbright US LLP
Bill Kotlan, PE – BGE
Kate Hallaway, PE – BGE
hc109@municipalaccounts.com

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Water Plant No. 2 Expansion

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

Attention: Cory Burton

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

Attention: Jan McArthur

Pay Estimate No. 15
Original Contract Amount: \$ 1,757,150.00
Change Orders: \$ 202,424.19
Current Contract Amount: \$ 1,959,574.19
Completed to Date: \$ 1,853,924.19
Retainage 5% \$ 92,696.21
Balance: \$ 1,761,227.98

Less Previous Payments: \$ 1,715,152.98
Current Payment Due: \$ 46,075.00

BGE Job No. 7440-00
Estimate Period: 08/01/22 - 08/31/22
Contract Date: April 26, 2021
Notice to Proceed: June 14, 2021
Contract Time: 270 Calendar Days
Time Charged: 444 Calendar Days
Approved Extensions: 35 Calendar Days
Requested Time Extensions: 55 Calendar Days
Time Remaining: -139 Calendar Days

Recommended for Approval:



9/12/22

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

Harris County MUD No. 109
 Water Plant No. 2 Expansion
 BGE Job No. 7440-00
 Pay Estimate No. 15

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
UNIT A: BASE BID ITEMS											
1.	Mobilization; Demobilization (complete project)										
	MOB	1.00	LS	\$ 6,000.00	\$ 6,000.00	0.00	\$ -	1.00	\$ 6,000.00	1.00	\$ 6,000.00
	Demob	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
2.	Bonds; Insurance; Permits (complete project)										
	Bonds & Insurance	1.00	LS	\$ 24,800.00	\$ 24,800.00	0.00	\$ -	1.00	\$ 24,800.00	1.00	\$ 24,800.00
	Permits	1.00	LS	\$ 2,000.00	\$ 2,000.00	0.00	\$ -	1.00	\$ 2,000.00	1.00	\$ 2,000.00
3.	Furnish and Install new 420,000 gallon Bolted Steel Ground Storage Tank factory coated with Thermoset Powder Epoxy including foundation with all required appurtenances; including Cathodic Protection. Complete in Place.										
	Foundation	1.00	LS	\$ 62,400.00	\$ 62,400.00	0.00	\$ -	1.00	\$ 62,400.00	1.00	\$ 62,400.00
	Tank Pad	1.00	LS	\$ 3,200.00	\$ 3,200.00	0.00	\$ -	1.00	\$ 3,200.00	1.00	\$ 3,200.00
	TANK										
	a. Material	1.00	LS	\$ 167,800.00	\$ 167,800.00	0.00	\$ -	1.00	\$ 167,800.00	1.00	\$ 167,800.00
	b. Erection	1.00	LS	\$ 60,200.00	\$ 60,200.00	0.00	\$ -	1.00	\$ 60,200.00	1.00	\$ 60,200.00
	Cathodic Protection	1.00	LS	\$ 21,800.00	\$ 21,800.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Paint	1.00	LS	\$ 6,300.00	\$ 6,300.00	0.00	\$ -	1.00	\$ 6,300.00	1.00	\$ 6,300.00
	Splash Pad	1.00	LS	\$ 4,000.00	\$ 4,000.00	0.00	\$ -	1.00	\$ 4,000.00	1.00	\$ 4,000.00
	Sterilization	1.00	LS	\$ 1,500.00	\$ 1,500.00	1.00	\$ 1,500.00	0.00	\$ -	1.00	\$ 1,500.00
	O&M's	1.00	LS	\$ 500.00	\$ 500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
4.	Booster Pump Station including foundation, pumps and motors, controls, piping, valves, supports, and appurtenances; Complete in Place.										
	Foundation	1.00	LS	\$ 30,800.00	\$ 30,800.00	0.00	\$ -	1.00	\$ 30,800.00	1.00	\$ 30,800.00
	PUMPS										
	a. Material	1.00	LS	\$ 68,600.00	\$ 68,600.00	0.00	\$ -	1.00	\$ 68,600.00	1.00	\$ 68,600.00

Harris County MUD No. 109
 Water Plant No. 2 Expansion
 BGE Job No. 7440-00
 Pay Estimate No. 15

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
	b. Installation PIPING	1.00	LS	\$ 6,000.00	\$ 6,000.00	0.00	\$ -	1.00	\$ 6,000.00	1.00	\$ 6,000.00
	a. Material	1.00	LS	\$ 83,400.00	\$ 83,400.00	0.00	\$ -	1.00	\$ 83,400.00	1.00	\$ 83,400.00
	b. Installation Pipe Supports	1.00	LS	\$ 12,000.00	\$ 12,000.00	0.00	\$ -	1.00	\$ 12,000.00	1.00	\$ 12,000.00
	Paint	1.00	LS	\$ 5,000.00	\$ 5,000.00	0.00	\$ -	1.00	\$ 5,000.00	1.00	\$ 5,000.00
	O&M's	1.00	LS	\$ 12,000.00	\$ 12,000.00	0.00	\$ -	1.00	\$ 12,000.00	1.00	\$ 12,000.00
		1.00	LS	\$ 500.00	\$ 500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
5.	Operations Building including foundation, painting, and all appurtances; Complete in Place.										
	Foundation	1.00	LS	\$ 27,500.00	\$ 27,500.00	0.00	\$ -	1.00	\$ 27,500.00	1.00	\$ 27,500.00
	Walls -CMU	1.00	LS	\$ 14,200.00	\$ 14,200.00	0.00	\$ -	1.00	\$ 14,200.00	1.00	\$ 14,200.00
	Roof	1.00	LS	\$ 33,400.00	\$ 33,400.00	0.00	\$ -	1.00	\$ 33,400.00	1.00	\$ 33,400.00
	Doors	1.00	LS	\$ 7,500.00	\$ 7,500.00	0.00	\$ -	0.80	\$ 6,000.00	0.80	\$ 6,000.00
	HVAC	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	0.73	\$ 2,200.00	0.73	\$ 2,200.00
	Paint	1.00	LS	\$ 9,600.00	\$ 9,600.00	0.00	\$ -	1.00	\$ 9,600.00	1.00	\$ 9,600.00
	Misc - Lab Table, Burglar Bars	1.00	LS	\$ 3,200.00	\$ 3,200.00	0.00	\$ -	1.00	\$ 3,200.00	1.00	\$ 3,200.00
	O&M's	1.00	LS	\$ 500.00	\$ 500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
6.	On-site Yard Piping and Appurtenances. Complete in Place.										
	PIPING										
	a. Material	1.00	LS	\$ 61,800.00	\$ 61,800.00	0.00	\$ -	1.00	\$ 61,800.00	1.00	\$ 61,800.00
	b. Installation	1.00	LS	\$ 27,900.00	\$ 27,900.00	0.00	\$ -	1.00	\$ 27,900.00	1.00	\$ 27,900.00
	Paint	1.00	LS	\$ 5,600.00	\$ 5,600.00	0.00	\$ -	1.00	\$ 5,600.00	1.00	\$ 5,600.00
	Sterilization	1.00	LS	\$ 1,000.00	\$ 1,000.00	1.00	\$ 1,000.00	0.00	\$ -	1.00	\$ 1,000.00
	O&M's	1.00	LS	\$ 500.00	\$ 500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
7.	Demolition of existing electrical equipment, including MCC, generator, etc.										
	Paving	1.00	LS	\$ 6,000.00	\$ 6,000.00	0.00	\$ -	1.00	\$ 6,000.00	1.00	\$ 6,000.00
	Electrical	1.00	LS	\$ 4,700.00	\$ 4,700.00	1.00	\$ 4,700.00	0.00	\$ -	1.00	\$ 4,700.00

Harris County MUD No. 109
 Water Plant No. 2 Expansion
 BGE Job No. 7440-00
 Pay Estimate No. 15

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
8.	Furnish and Install Electrical system, including but not limited to install all work shown as plans, MCC, automatic transfer switch, lighting and receptacles, service disconnect, instrumentation, modification to EST equipment, duct banks, grounding, and all required appurtenances; Complete in Place.										
	MCC Pad	1.00	LS	\$ 2,500.00	\$ 2,500.00	0.00	\$ -	1.00	\$ 2,500.00	1.00	\$ 2,500.00
	Electrical	1.00	LS	\$ 454,000.00	\$ 454,000.00	0.03	\$ 13,600.00	0.97	\$ 440,400.00	1.00	\$ 454,000.00
	O&M's	1.00	LS	\$ 500.00	\$ 500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
9.	Installation of Weatherhead service equipment, reconnection of electrical service; Complete in Place.	1.00		\$ 6,000.00	\$ 6,000.00	0.00	\$ -	1.00	\$ 6,000.00	1.00	\$ 6,000.00
10.	Site work, including site preparation, grading, drainage, swales, concrete paving, chain link fence, and site restoration; Complete in Place.										
	Site Preparation	1.00	LS	\$ 7,000.00	\$ 7,000.00	0.00	\$ -	1.00	\$ 7,000.00	1.00	\$ 7,000.00
	Concrete Paving	1.00	LS	\$ 30,400.00	\$ 30,400.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Sidewalks	1.00	LS	\$ 8,800.00	\$ 8,800.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Bollards	1.00	LS	\$ 3,200.00	\$ 3,200.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Fence	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	1.00	\$ 3,000.00	1.00	\$ 3,000.00
	Final Grading	1.00	LS	\$ 8,000.00	\$ 8,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Hydromulch	1.00	LS	\$ 2,600.00	\$ 2,600.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
11.	Trench Safety System, including Trench Safety Plan, Complete In Place	1.00	LS	\$ 300.00	\$ 300.00	0.00	\$ -	1.00	\$ 300.00	1.00	\$ 300.00
	Unit A: Base Bid Items - Subtotal				\$ 1,314,500.00		\$ 20,800.00		\$ 1,211,100.00		\$ 1,231,900.00

Harris County MUD No. 109
 Water Plant No. 2 Expansion
 BGE Job No. 7440-00
 Pay Estimate No. 15

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
UNIT B: SUPPLEMENTAL BID ITEMS											
1.	"Extra" as directed, 550 KW Natural Gas Emergency Generator including sound attenuating enclosure, load bank, and foundations; Complete in Place.										
	Demo Existing Generator	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	1.00	\$ 3,000.00	1.00	\$ 3,000.00
	Foundation & Load Bank	1.00	LS	\$ 21,100.00	\$ 21,100.00	0.00	\$ -	1.00	\$ 21,100.00	1.00	\$ 21,100.00
	Sidewalk	1.00	LS	\$ 7,200.00	\$ 7,200.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Bollards	1.00	LS	\$ 5,800.00	\$ 5,800.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	New Gas Generator	1.00	LS	\$ 373,800.00	\$ 373,800.00	0.00	\$ -	1.00	\$ 373,800.00	1.00	\$ 373,800.00
	Natural Gas Line	1.00	LS	\$ 5,000.00	\$ 5,000.00	0.00	\$ -	1.00	\$ 5,000.00	1.00	\$ 5,000.00
	Electrical	1.00	LS	\$ 8,200.00	\$ 8,200.00	1.00	\$ 8,200.00	0.00	\$ -	1.00	\$ 8,200.00
	O&M's	1.00	LS	\$ 500.00	\$ 500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
2.	"Extra" as directed, extend concrete drive for Generator access per plans, Complete in Place.	1.00	LS	\$ 7,000.00	\$ 7,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
3.	"Extra" as directed, Excavation and Backfill for Structure. Complete in Place. (\$5.00 CY Per minimum)	50.00	CY	\$ 5.00	\$ 250.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
4.	"Extra" as directed, Excavation, Trenching, and Backfill for Utilities. Complete in Place.	50.00	CY	\$ 5.00	\$ 250.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
5.	"Extra" as directed, Reinforcing Steel. Complete in Place. (\$1,000 per TON minimum)	1.00	TON	\$ 1,000.00	\$ 1,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
6.	"Extra" as directed, Cast in Place Concrete. Complete in Place. (\$200 per CY minimum)	10.00	CY	\$ 200.00	\$ 2,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -

Harris County MUD No. 109
 Water Plant No. 2 Expansion
 BGE Job No. 7440-00
 Pay Estimate No. 15

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
7.	"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	\$ -
8.	"Extra" as directed, 8-inch C905-DR18 PVC Pipe (all depths). Complete in Place. (\$25.00 per LF minimum)	40.00	LF	\$ 25.00	\$ 1,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
9.	"Extra" as directed, 16-inch C905-DR18 PVC Pipe (all depths). Complete in Place. (\$30.00 per LF minimum)	40.00	LF	\$ 30.00	\$ 1,200.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
10.	"Extra" as directed, 18-inch C905-DR18 PVC Pipe (all depths). Complete in Place. (\$35.00 per LF minimum)	10.00	LF	\$ 35.00	\$ 350.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
11.	"Extra" as directed, Site Improvements. Complete in Place. (\$2,000 minimum)	1.00	LS	\$ 2,000.00	\$ 2,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
Unit B: Supplemental Bid Items - Subtotal					\$ 442,650.00		\$ 8,200.00		\$ 402,900.00	\$ 411,100.00	
Total Contract Amount:					\$ 1,757,150.00						
Change Order No. 1											
<u>ADD:</u>											
	Addition of a restroom in the operations building, 3" water supply line, grinder station and 2" sanitary force main	1.00	LS	\$ 175,000.00	\$ 175,000.00	0.08	\$ 13,600.00	0.85	\$ 148,100.00	0.92	\$ 161,700.00
	Removal of Cathodic System from Scope	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	1.00	\$ 3,000.00	1.00	\$ 3,000.00

Harris County MUD No. 109
 Water Plant No. 2 Expansion
 BGE Job No. 7440-00
 Pay Estimate No. 15

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
<u>DELETE:</u>											
3.	Furnish and Install new 420,000 gallon Bolted Steel Ground Storage Tank factory coated with Thermoset Powder Epoxy including foundation with all required appurtenances; including Cathodic Protection. Complete in Place.										
	Cathodic Protection	-1.00	LS	\$ 21,800.00	\$ (21,800.00)	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Change Order No. 1 - Subtotal				\$ 156,200.00		\$ 13,600.00		\$ 151,100.00		\$ 164,700.00
Change Order No. 2											
<u>ADD:</u>											
	Generator Price Increase	1.00	LS	\$ 15,738.00	\$ 15,738.00	0.00	\$ -	1.00	\$ 15,738.00	1.00	\$ 15,738.00
	Piping Price Increase	1.00	LS	\$ 22,386.19	\$ 22,386.19	0.00	\$ -	1.00	\$ 22,386.19	1.00	\$ 22,386.19
	Change Order No. 2 -Subtotal				\$ 38,124.19		\$ -		\$ 38,124.19		\$ 38,124.19
Change Order No. 3											
<u>ADD:</u>											
	Bore Casing for 2" Force Main	1.00	LS	\$ 2,200.00	\$ 2,200.00	0.00	\$ -	1.00	\$ 2,200.00	1.00	\$ 2,200.00
	Change Order No. 3 - Subtotal				\$ 2,200.00		\$ -		\$ 2,200.00		\$ 2,200.00

Harris County MUD No. 109
 Water Plant No. 2 Expansion
 BGE Job No. 7440-00
 Pay Estimate No. 15

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
	Change Order No. 4										
	<u>ADD:</u>										
	Relocation of proposed service structure	1.00	LS	\$ 5,900.00	\$ 5,900.00	1.00	\$ 5,900.00	0.00	\$ -	1.00	\$ 5,900.00
	Change Order No. 4 - Subtotal				\$ 5,900.00		\$ 5,900.00		\$ -		\$ 5,900.00
	Totals:				\$ 1,959,574.19		\$ 48,500.00		\$ 1,805,424.19		\$ 1,853,924.19

CONTRACTOR AFFIDAVIT FOR PARTIAL PAYMENT

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 26th day of April, 2021 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. 2 Expansion 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. 15, dated 9/1/2022 (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.

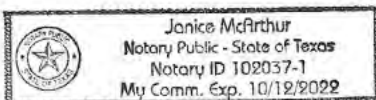
Executed this 1st day of August, 2022.

SCHIER CONSTRUCTION COMPANY, INC.

By: *James E. Schier*
Name James E. Schier
Printed: _____
Title: President

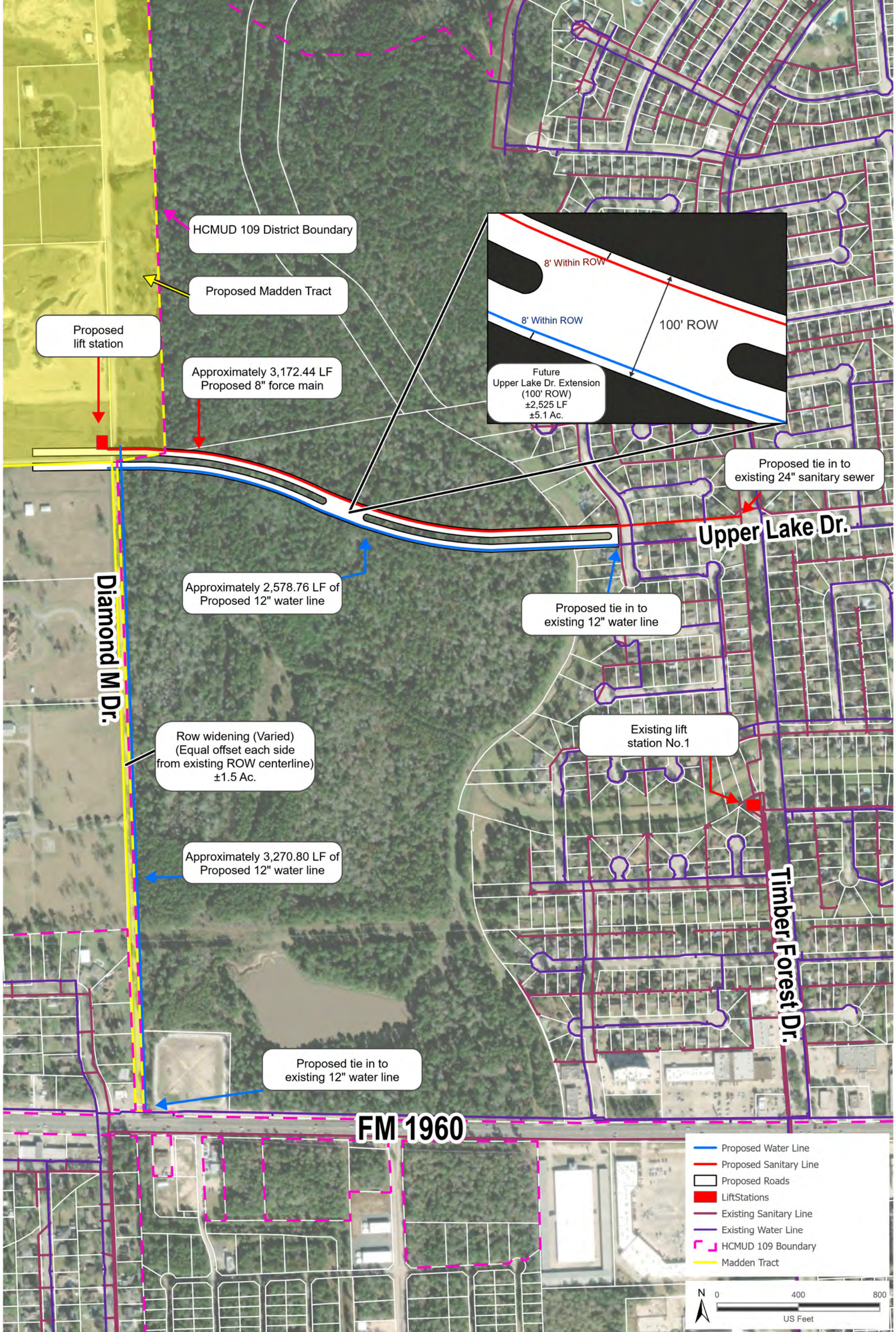
STATE OF TEXAS §
COUNTY OF Harris §

Subscribed and sworn to before me, the undersigned authority, on this the 1st day of August, 2022, to certify which, witness my hand and seal of office.

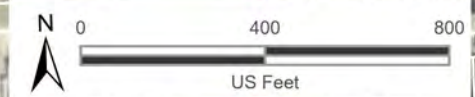


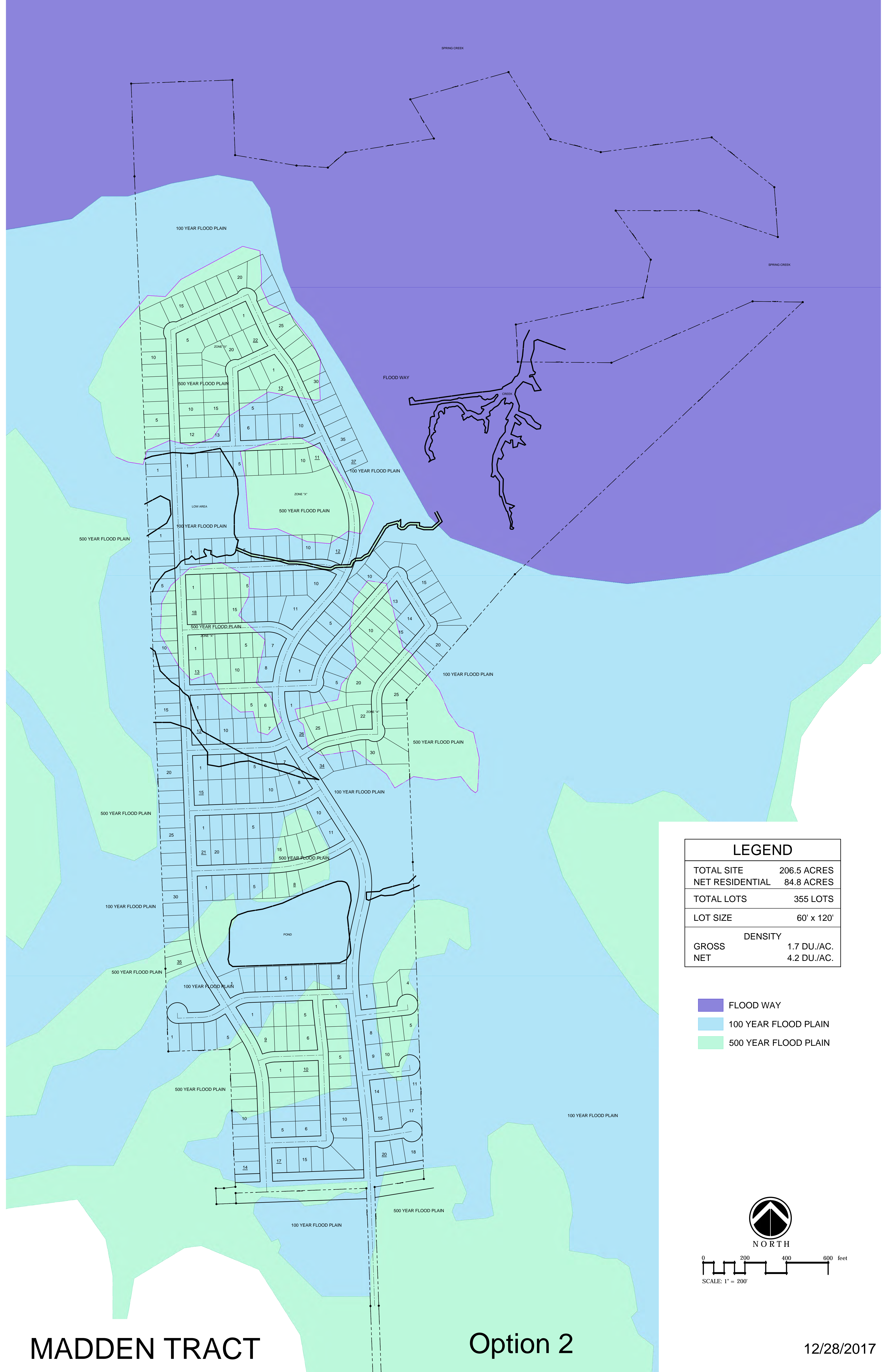
Janice McArthur
Notary Public, State of Texas
Notary's Name Printed: Janice McArthur

My commission expires: 10/12/2022



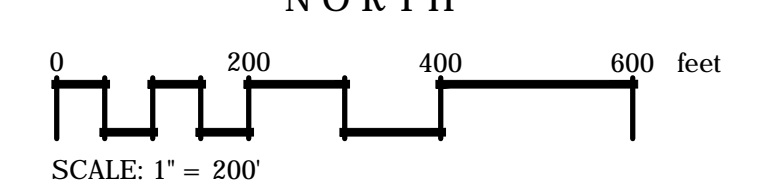
- Proposed Water Line
- Proposed Sanitary Line
- Proposed Roads
- Lift Stations
- Existing Sanitary Line
- Existing Water Line
- HCMUD 109 Boundary
- Madden Tract





LEGEND	
TOTAL SITE	206.5 ACRES
NET RESIDENTIAL	84.8 ACRES
TOTAL LOTS	355 LOTS
LOT SIZE	60' x 120'
DENSITY	
GROSS	1.7 DU./AC.
NET	4.2 DU./AC.

- FLOOD WAY
- 100 YEAR FLOOD PLAIN
- 500 YEAR FLOOD PLAIN



MADDEN TRACT

Option 2

12/28/2017

WWWMS, INC.
HARRIS COUNTY MUD # 109
OPERATIONS REPORT
Tuesday, September 20, 2022

BILLING AND COLLECTION RECAP:

DEPOSITED IN YOUR ACCOUNT LAST MONTH:

Period Ending:	Aug-22
Deposit:	\$ 4,725.00
Penalty:	\$ 5,160.84
Water:	\$ 64,235.87
Sewer:	\$ 53,775.78
Inspection:	\$ 567.90
Voluntary Fire & EMS:	\$ -
Misc:	\$ 5,913.04
NHCRWA:	\$ 134,111.11
Reconnect:	\$ -
NSF Fee:	\$ 35.00
Total Collections:	\$ 268,524.54

CURRENT BILLING:

Period Ending:	Sep-22
Deposit:	\$ -
Penalty:	\$ 5,082.42
Water:	\$ 47,439.22
Sewer:	\$ 54,159.61
Inspection:	\$ 801.00
Voluntary Fire & EMS:	\$ -
Misc:	\$ 2,820.00
NHCRWA:	\$ 109,396.80
Total Billing:	\$ 219,699.05

CUSTOMER AGED RECEIVABLES:

30 Day	23%	\$ 51,038.02
60 Day	7%	\$ 15,565.03
90 Day	1%	\$ 1,261.37
120 Day	5%	\$ 11,219.67
Overpayments		\$ (9,168.47)
Total Receivables:		\$ 69,915.62

HGCSO PERIOD: 8/1/22 THRU 8/31/22

Period 6/1/22 thru 5/31/23

MONTHLY TOTAL

Gallons Authorized:	450.000	MG
Current Month Produced:	42.493	MG
Cum. Gallons Produced:	125.458	MG
Auth. Gallons Remaining:	324.542	MG
Avg. Gallons Per Month:	41.819	MG
Permit Months Remaining:	9	

WATER PLANT OPERATIONS:

Period: 8/1/2022 thru 8/31/2022

MONTHLY TOTAL

Production:	25.172	MG
Amount Purchased:	0.000	MG
Total Amount:	25.172	MG
Consumption: (Billed)	25.172	MG
46 I/C & Main breaks	15.275	MG
Est. Amt. Sold to HC MUD 151	0.800	MG
Total:	41.247	MG
Daily Average Production:	1.242	MG
Percent Accounted For:	100.00%	

NEW METER INSTALLATIONS:

Residential:	0
Commercial:	0
Total:	0

CONNECTION COUNT:

Residential:	2971
Commercial:	133
Clubs/Schools:	1
Irrigation:	19
Vacant:	31
Builders:	19
Vacation:	0
No Bill:	6
	3180
New Finals and Transfers	-28
	3152

ACCOUNTS SENT TO COLLECTIONS:

Total of (0)

HARRIS COUNTY MUD #109

ACTIVITY REPORT

September 20, 2022

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 August 2022
- D.) Billing / Recap Summary Report

Item 2: Water Plant 2

- A.) Working with electricians to fine tune controls to operate equipment automatically.

Item 3: GM Services

- A.) Completed well performance testing on Water Well #1 and Water Well #2.

Item 4: 6002 Upper Lake Dr. UPDATE

- A.) Source Point completed televising awaiting for report of sewer main line.
Heavy accumulation of grease was found.

Item 5: HC MUD 46 (No update on well pump)

- Open interconnect on 8-4-2022 at 4:30 PM.
- Posted water restriction sign, for non-essential use.

Item 6: Cut off Report / Status on Arrears Account

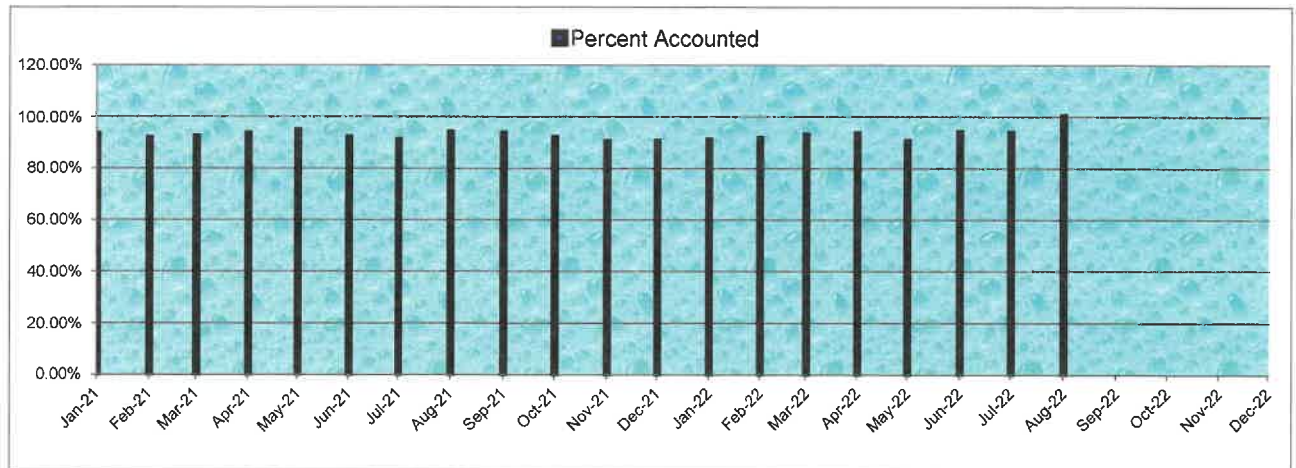
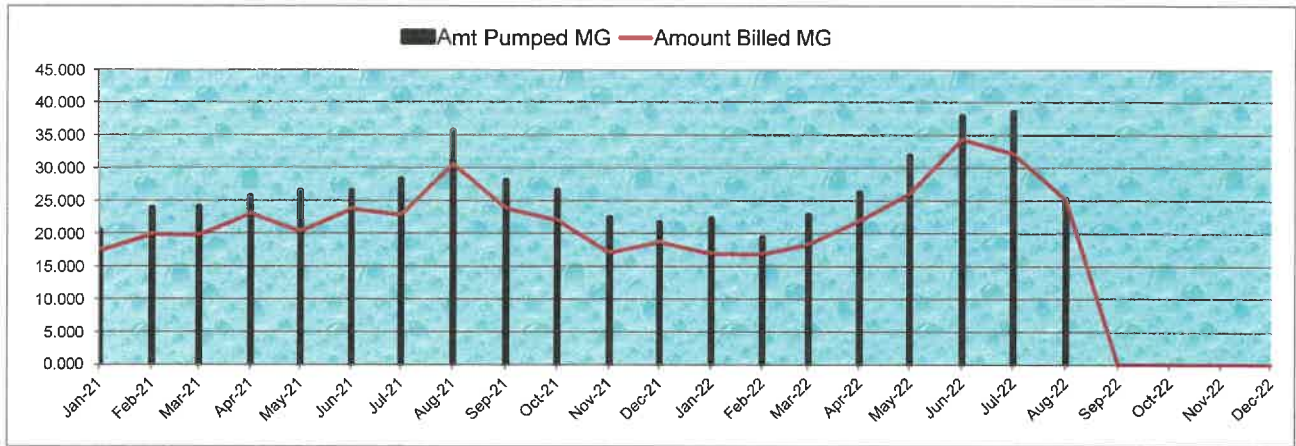
- A.) Due Date: 9/10/2022
- Door Hangers: 9/16/2022
- Cut offs: 9/22/2022

HARRIS COUNTY MUD #109

WATER PRODUCTION REPORT

September 20, 2022

Month /Year	Amt Pumped			Purchased MG	Amount HC 151	Total Amount	Percent Accounted
	MG	Amt Billed	MG Maint.				
Jan-21	20.464	17.381	0.650	0.000	1.000	19.031	93.00%
Feb-21	23.857	19.921	1.200	0.000	0.700	21.821	91.47%
Mar-21	23.992	19.792	1.500	0.000	0.800	22.092	92.08%
Apr-21	25.638	23.101	0.000	0.000	0.800	23.901	93.22%
May-21	26.438	20.382	3.800	0.000	0.800	24.982	94.49%
Jun-21	26.529	23.765	0.000	0.000	0.600	24.365	91.84%
Jul-21	28.227	22.834	2.000	0.000	0.800	25.631	90.80%
Aug-21	35.609	30.605	2.000	0.000	0.800	33.405	93.81%
Sep-21	28.028	23.898	1.500	0.000	0.800	26.198	93.47%
Oct-21	26.613	22.092	1.500	0.000	0.800	24.392	91.65%
Nov-21	22.398	17.099	2.300	0.000	0.800	20.199	90.18%
Dec-21	21.649	18.748	0.000	0.000	0.800	19.548	90.30%
Jan-22	22.266	16.936	2.500	0.000	0.800	20.236	90.88%
Feb-22	19.401	16.923	0.000	0.000	0.800	17.723	91.35%
Mar-22	22.811	18.373	2.000	0.000	0.800	21.173	92.82%
Apr-22	26.228	21.959	1.700	0.000	0.800	24.459	93.26%
May-22	31.864	26.073	1.900	0.000	0.800	28.773	90.30%
Jun-22	37.878	34.370	0.300	0.000	0.850	35.520	93.77%
Jul-22	38.503	32.204	3.000	0.000	0.800	36.004	93.51%
Aug-22	25.172	25.172	16.075	0.000	0.000	25.172	100.00%
Sep-22							
Oct-22							
Nov-22							
Dec-22							
Total	533.565	451.628	43.925	0.000	15.150	494.625	1852.21%
Average	26.678	22.581	2.196	0.000	0.758	24.731	92.61%



NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
Groundwater and/or Surface Water Reporting and Billing Form - 2022
*****Report filed online*** <http://oprs.nhcrwa.com>**

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

Billing period for which the report is being filed

Billing Period	Rate per 1,000 gallons	Due Date
August 01-31, 2022	\$4.60 groundwater \$5.05 surface water	October 18, 2022

Gallons of Groundwater Pumped for Billing Period

	Start Meter Reading	End Meter Reading	Total
Well #2083	287,750 x1000	289,374 x1000	1,624,000
Well #4448	260,312 x1000	301,905 x1000	41,593,000
Adjustment			0

Water imported from outside NHCRWA

Imported water Meter reading:	Source:		
	x	x	0

Miscellaneous water (not billed)

Other entity	Water Type	Direction	Amount
	Groundwater	Out	

1	Enter total gallons of groundwater pumped and/or imported	43,217,000
2	Divide by 1000	43,217
3	Total groundwater fee due (multiply line 2 x \$4.60)	\$198,798.20
4	Enter total gallons of surface water received	0
5	Divide by 1000	0
6	Total surface water fee due (multiply line 5 x \$5.05)	\$0.00
7	Deduct 2003 Capital Contribution Credit amount, if applicable	(\$12,261.25)
8	Deduct 2005 Capital Contribution Credit amount, if applicable	(\$0.00)
9	Deduct 2008 Capital Contribution Credit amount, if applicable	(\$0.00)
10	Deduct Chloramination System Credit or other asset credit, if applicable	(\$0.00)
11	Other Credits:	(\$0.00)
12	Total due	\$186,536.95

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: September 09, 2022

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 2022 THROUGH DECEMBER 2022 ANNUAL RECAP COLLECTIONS REPORT

COLLECTIONS:	January 2022	February 2022	March 2022	April 2022	May 2022	June 2022	July 2022	August 2022	September 2022	October 2022	November 2022	December 2022
WATER PAYMENTS	\$ 49,007.62	\$ 49,294.08	\$ 46,437.54	\$ 48,740.62	\$ 59,433.16	\$ 54,105.50	\$ 65,175.39	\$ 64,235.87				\$ 435,429.78
SEWER PAYMENTS	\$ 50,115.21	\$ 50,019.30	\$ 47,771.92	\$ 47,459.65	\$ 53,496.59	\$ 51,173.69	\$ 52,548.75	\$ 53,775.78				\$ 405,360.89
PENALTY PAYMENTS	\$ 4,041.43	\$ 3,885.51	\$ 3,926.82	\$ 3,401.56	\$ 4,669.20	\$ 4,348.36	\$ 3,972.24	\$ 5,160.84				\$ 33,405.96
CHCRWA	\$ 77,347.62	\$ 71,655.03	\$ 67,452.03	\$ 68,508.81	\$ 92,604.29	\$ 100,572.15	\$ 134,522.38	\$ 134,111.11				\$ 746,773.42
RECONNECT FEES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				\$ -
MISCELLANEOUS	\$ 5,738.95	\$ 5,364.05	\$ 6,910.78	\$ 5,470.82	\$ 5,287.13	\$ 6,646.97	\$ 7,389.16	\$ 5,913.04				\$ 48,719.90
DEPOSIT	\$ 4,900.00	\$ 4,350.00	\$ 9,600.00	\$ 4,450.00	\$ 5,575.00	\$ 5,750.00	\$ 6,475.00	\$ 4,725.00				\$ 45,825.00
NSF FEES	\$ -	\$ 65.93	\$ 74.07	\$ 140.00	\$ 70.00	\$ 70.00	\$ 35.00	\$ 35.00				\$ 490.00
INSPECTION FEES	\$ 601.00	\$ 721.00	\$ 801.00	\$ 441.00	\$ 873.84	\$ 677.66	\$ 1,124.60	\$ 567.90				\$ 5,808.00
TOTAL DEPOSIT	\$ 191,751.83	\$ 185,354.90	\$ 182,974.16	\$ 179,612.46	\$ 221,009.21	\$ 223,343.33	\$ 271,242.52	\$ 268,524.54				\$ 1,722,812.95
ARREARS BREAKDOWN												
30 DAYS	\$ 45,359.97	\$ 40,650.32	\$ 42,465.53	\$ 55,537.29	\$ 41,576.65	\$ 48,911.20	\$ 55,854.83	\$ 51,038.02				\$ 381,393.81
60 DAYS	\$ 10,585.82	\$ 12,317.93	\$ 10,916.65	\$ 11,835.69	\$ 13,986.86	\$ 11,984.10	\$ 12,954.75	\$ 15,565.03				\$ 100,137.03
90 DAYS	\$ 5,453.57	\$ 1,827.72	\$ 2,063.29	\$ 985.16	\$ 1,373.50	\$ 1,911.98	\$ 1,345.41	\$ 1,261.37				\$ 16,227.00
120 DAYS	\$ 7,651.90	\$ 11,330.60	\$ 11,455.58	\$ 11,998.45	\$ 11,615.91	\$ 9,673.55	\$ 10,527.55	\$ 11,219.67				\$ 85,673.21
OVER PAYMENTS	\$ (9,165.83)	\$ (9,703.34)	\$ (10,531.94)	\$ (11,951.48)	\$ (14,667.09)	\$ (13,217.14)	\$ (10,673.18)	\$ (9,168.47)				\$ (89,078.47)
TOTAL ARREARS	\$ 59,885.43	\$ 56,423.23	\$ 56,374.31	\$ 68,405.11	\$ 53,885.83	\$ 59,463.69	\$ 70,008.36	\$ 69,915.62	\$ -	\$ -	\$ -	\$ 494,352.58



August 31, 2022

Harris County M.U.D. #109
P. O. Box 680529
Houston, Texas 77268-0529

Attn: Mr. Paul Villarreal

Reference: Water Well #1

Dear Mr. Villarreal,

In accordance with your request, an abbreviated test was performed on the District's No. 1 water well determine the current operating condition. The test was performed on August 26th with the results outlined below:

<u>WELL #1</u>	
STATIC LEVEL	240 feet
OPERATING PRESSURE	9 PSI
PUMPING LEVEL	303 feet
FLOW RATE	2019 GPM
PUMP SETTING	460 feet
PUMP SUBMERGENCE	157 feet
SAND START UP	5 ppm
SAND (45 MIN)	1 ppm

The test indicated that the well is operating in satisfactory condition.

Attached, please find the water level graph.

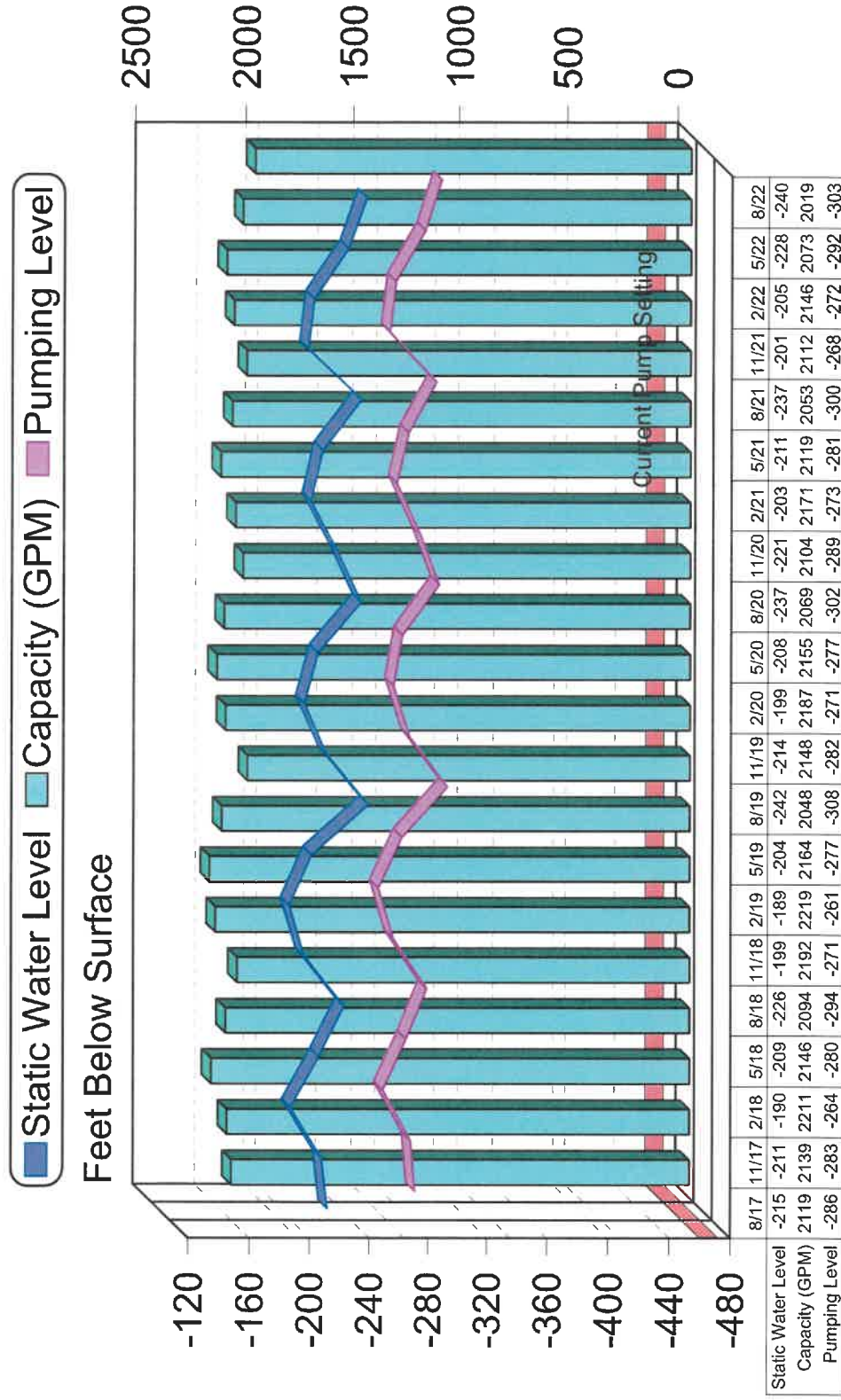
We appreciate this opportunity to be of service. If you have any questions or comments, please call.

Sincerely,

Gary McMurrey
G-M Services

Harris County M.U.D. #109

Well #1 - Screened 780' thru 1150'





August 31, 2022

Harris County M.U.D. #109
P. O. Box 680529
Houston, Texas 77268-0529

Attn: Mr. Paul Villarreal

Reference: Water Well #2

Dear Mr. Villarreal,

In accordance with your request, an abbreviated test was performed on the District's No. 2 water well to determine the current operating condition. The test was performed on August 26th with the results outlined below:

<u>WELL #2</u>	
STATIC LEVEL	199 feet
OPERATING PRESSURE	55 PSI
PUMPING LEVEL	286 feet
FLOW RATE	1806 GPM
PUMP SETTING	400 feet
PUMP SUBMERGENCE	114 feet
SAND START UP	2 ppm
SAND (45 MIN)	1 ppm

The test indicated the well is operating in satisfactory condition.

Attached, please find the water level graph for well #2.

We appreciate this opportunity to be of service. If you have any questions or comments, please call.

Sincerely,

Gary McMurrey
G-M Services

Harris County M.U.D. #109

Well #2 - Screened 780' thru 1150'

