

MINUTES OF BOARD OF DIRECTORS MEETING  
SEPTEMBER 17, 2024

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 17, 2024, 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, except Director Frank, thus constituting a quorum. Also attending all or parts of the meeting were Mr. Mitchell Neupert of Robert W. Baird & Co. (“Baird”), financial advisor for the District; Mr. Jon Durnell of McCall Gibson Swedlund Barfoot PLLC (“McCall”), auditor for the District; Sergeant Torres of Harris County Precinct 4 Constable’s Office; Mr. Chris Davey 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. Chris Meinhardt of BGE, Inc. (“BGE”), engineers for the District; Mr. Clint Gehrke of Water Waste Water Management Services, Inc. (“WWWMS”), operators for the District; and Mr. Dimitri Millas, Ms. Leslie Bacon and Ms. Jane Maher of Norton Rose Fulbright US LLP (“NRF”), attorneys for the District.

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

1. **Public Comments.** There were no public comments.
2. **Minutes.** The Board considered the proposed minutes of meetings held on August 20, 2024 and August 24, 2024, previously distributed to the Board. Upon motion by Director Green, seconded by Director Sulpizio, after full discussion and the question being put to the Board, the Board voted unanimously to approve the minutes of the meetings held on August 20, 2024 and August 24, 2024, as presented.
3. **Security Report.** President Parker recognized Sergeant Torres, who reviewed the Security Report for the month of August 2024, a copy of which is attached hereto as *Exhibit B*. Upon motion by Director Sulpizio, seconded by Director Green, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Security Report.
4. **Approve and authorize filing of audit for fiscal year ended May 31, 2024.** President Parker recognized Mr. Rambo, 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, 2024, copies of which are attached hereto as *Exhibit C*. He reported that the audit needs to be filed with the Texas Commission on Environmental Quality (“TCEQ”)

by mid-October. Discussion ensued.

Upon motion by Director Sulpizio, seconded by Director Green, after full discussion and the question being put to the Board, the Board voted unanimously to approve the audit for fiscal year ending May 31, 2024, and to authorize filing with appropriate agencies.

5. **Approve and authorize filing of 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 Green, seconded by Director Sulpizio, 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, 2024.

Director Moore joined the meeting at this time.

6. **Adopt Order Designating Officer to Calculate and Publish Tax Rate for 2024.** President Parker recognized Mr. Neupert, 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 \$0.435 per \$100 of assessed valuation, composed of an operations and maintenance tax of \$0.23 and a debt service tax of \$0.205. Discussion ensued.

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 2024 (the "Tax Order"), a copy of which is attached hereto as *Exhibit F*.

Upon motion by Director Sulpizio, seconded by Director Moore, after full discussion and the question being put to the Board, the Board voted unanimously to adopt the Order, thereby authorizing the tax officer to publish the proposed tax rate of \$0.435 per \$100 assessed valuation (\$0.205 for debt service and \$0.23 for operations and maintenance).

7. **Review Operations Report, authorize repairs, and approve termination of delinquent accounts in accordance with the District's Rate Order.** President Parker recognized Mr. Gehrke, who presented the Operations Report dated September 17, 2024 and a list of delinquent accounts, copies of which are attached hereto as *Exhibit G*. Mr. Gehrke reported that 91.86% of the water pumped was billed for the period August 1, 2024 through August 31, 2024. He reviewed the maintenance and repair projects for the month. Mr. Gehrke discussed a resident issue. He stated that WWWMS completed the field work for the Lead and Copper Inventory and sent the information to BGE.

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 Operations Report, approve the termination of delinquent accounts in accordance with the terms of the District's Rate Order.

8. **Tax Collector's Report and authorize payment of certain bills.** President Parker recognized Mr. Davey, who presented to and reviewed with the Board the Tax Assessor and Collector's Report for the month of August 2024, a copy of which is attached hereto as *Exhibit H*.

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

9. **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 I*.

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 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.

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

Mr. Meinhardt reported on the utility relocations related to the FM 1960 widening and stated that there is no update this month.

Mr. Meinhardt reported on the Barents Drive Lift Station. He stated that the electrical rough-in is complete. He stated that BGE is currently coordinating the CenterPoint Energy to have power brought to the site. He presented Pay Estimate No. 6 in the amount of \$21,915.00 for approval.

Mr. Meinhardt reported on the Wastewater Treatment Plant and stated that BGE is in the preliminary stages of design for the project and the belt press building structure is currently being analyzed.

Mr. Meinhardt reported on the Lead and Copper Rule. He stated that the deadline for Phase 1 is October 16, 2024.

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

Mr. Meinhardt reported on Lift Station No. 3 Rehabilitation/Fence Replacement. He stated that construction plans are approximately 10% complete. He noted that the Kings Lake Estates HOA representative is waiting on cost from a fencing representative for fence replacement/repair that is shared with Lift Station No. 3.

Mr. Meinhardt reported on the Interconnect with HCMUD No. 46. He stated that BGE is currently working on a proposal for the project, which BGE plans to present at the October Board meeting.

Mr. Meinhardt reported on Water Plant No. 1 Ground Storage Tank Replacement. He stated that construction plans are approximately 70% complete.

Mr. Meinhardt reported on Water Plant No. 1 Water Well Rehabilitation. He stated that a pre-construction meeting is scheduled for September 24, 2024.

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

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. 6 in the amount of \$21,915.00 for Barents Drive Lift Station.

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 15, 2024.

  
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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 17, 2024**. At such meeting, the Board will consider and act on the following matters:

1. Public comments;
2. Approve minutes of the meetings held on August 20, 2024 and August 24, 2024;
3. Report by Harris County Precinct Four Constable and take any necessary action;
4. Approve and authorize filing of audit for fiscal year ended May 31, 2024;
5. Approve and authorize filing of Continuing Disclosure Report;
6. Adopt Order Designating Officer to Calculate and Publish Tax Rate for 2024;
7. Approve Operations Report, authorize repairs, approve termination of delinquent accounts in accordance with the District's Rate Order;
8. Review Tax Collector's Report and authorize payment of certain bills;
9. Review Bookkeeper's Report, and authorize payment of certain bills, and approve quarterly investment report;
10. Review Engineer's Report, including approval of pay estimates, authorization of change orders to pending construction contracts, proposal for construction materials testing, annexation matters, capital improvement plan, variance request and authorize capacity commitments;  
and such other matters as may properly come before the Board.



  
Norton Rose Fulbright US LLP  
Attorneys for District

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

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

Exhibit A

**Jane Maher**

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**From:** Russell Lambert < russ@texasnetwork.com >  
**Sent:** Thursday, September 12, 2024 6:37 PM  
**To:** Jane Maher  
**Cc:** The Texas Network  
**Subject:** RE: 109 & AJOB September Postings

**Follow Up Flag:** Follow up  
**Flag Status:** Flagged

## **CERTIFICATE OF POSTING OF NOTICE OF PUBLIC MEETING**

THE STATE OF TEXAS       §  
                                     §  
COUNTY OF HARRIS       §

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

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

Russell Lambert  
[russ@texasnetwork.com](mailto:russ@texasnetwork.com)

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**From:** Jane Maher <jane.maher@nortonrosefulbright.com>  
**Sent:** Thursday, September 12, 2024 12:26 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  
1550 Lamar Street, Suite 2000, Houston, Texas 77010-4106, United States  
Tel +1 713 651 5589 | Fax +1 713 651 5246  
[jane.maher@nortonrosefulbright.com](mailto:jane.maher@nortonrosefulbright.com)

## **NORTON ROSE FULBRIGHT**

*Law around the world*  
[nortonrosefulbright.com](http://nortonrosefulbright.com)

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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. 13, 2024, 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 13 day of September, 2024.

  
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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 2024

### Categories

Burglary Habitation: 4	Burglary Vehicle: 4	Theft Habitation: 0
Theft Vehicle: 3	Theft Other: 1	Robbery: 0
Assault: 0	Sexual Assault: 0	Criminal Mischief: 3
Disturbance Family: 8	Disturbance Juvenile: 4	Disturbance Other: 6
Alarms: 24	Suspicious Vehicles: 15	Suspicious Persons: 19
Runaways: 0	Phone Harrassment: 0	Other Calls: 501

### 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
31	11	4	2	0	0	32	0	0	1649	16
D17	0	4	2	0	0	0	0	0	47	1
H68	77	25	28	3	0	45	20000	7	792	18
H69	37	21	17	1	0	27	0	2	824	20
TOTAL	125	54	49	4	0	104	20000	9	3312	55

### Summary of Events

#### Alarms:

Deputies responded to 24 alarm calls that were cleared as false.

#### Checks:

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

#### Traffic Enforcement:

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

19300 Timber Forest Dr- Deputy initiated a traffic stop. Investigation revealed violator did not have a valid DL or financial responsibility. Motorcycle was towed.

4800 FM 1960 Rd E- Deputy initiated a traffic stop. Investigation revealed violator had open

Exhibit B

warrants and evaded from deputy. Violator was transported to jail.

19600 Timber Forest Dr- Deputy initiated a traffic stop. Investigation revealed violator operating the motor vehicle had open warrants. Violator was transported to jail.

#### Burglary of Habitation:

5500 Fawn Trail LN- Deputy responded to a burglary of habitation. Investigation revealed known suspect made entry into the complainant's residence without consent, Charges were filed and taken to jail.

6000 Upper Lake Dr – Deputies were dispatched to a burglary habitation call. An investigation revealed that an unknown person entered the complainant's garage without consent and removed property.

19600 Timber Forest Dr - Deputies were dispatched to a burglary habitation call. An investigation revealed that an unknown person entered the complainant's residence without consent and removed property.

19700 Big Timber Dr - Deputies were dispatched to a burglary habitation call. An investigation revealed that an unknown person entered the complainant's garage without consent and removed property.

#### Burglary of Motor Vehicle:

5900 Meyergrove Ln- Deputy responded to a burglary motor vehicle. Investigation revealed unknown suspect forced entry into the complainant's vehicle and fled undetected.

19100 Moon Trail Dr- Deputy responded to a burglary motor vehicle. Investigation revealed unknown suspect forced entry into the complainant's vehicle and fled undetected.

18400 Atascocita Meadows Dr- Deputy responded to a burglary motor vehicle. Investigation revealed unknown suspect forced entry into the complainant's vehicle, stole property and fled undetected.

5600 Enchanted Timbers Dr – Deputies were dispatched to a burglary vehicle type call. An investigation revealed that property was taken from a vehicle with no damage made.

#### Stolen Vehicle:

5500 Forest Timbers Dr – Deputies were dispatched to a stolen vehicle type call. An investigation revealed that a vehicle was taken without effective consent of the owner.

4500 FM 1960 Rd E- Deputy responded to stolen vehicle- Investigation revealed known suspect failed to return rental car.

20600 Pioneer Oak Ln- Deputy responded to stolen vehicle. Investigation revealed unknown suspect(s) stole the complainant vehicle from driveway.

#### Theft Other:

5600 FM 1960 Rd E- Deputy responded to a theft other. Investigation revealed two long term guests left business without paying.

### Criminal Mischief:

5800 Ancient Oaks Dr – Deputies were dispatched to a criminal mischief type call. An investigation revealed that an unknown person caused damage to the caller's property without consent.

5600 Mossy Timbers Dr – Deputies were dispatched to a criminal mischief type call. An investigation revealed that a vehicle was damaged by an unknown subject.

19700 Burle Oaks Ct - Deputies were dispatched to a criminal mischief type call. An investigation revealed that a vehicle was damaged by an unknown subject.

### Family Disturbance:

20000 Timber Forest Dr- Deputy responded to a family disturbance. Investigation revealed family members engaged in a disturbance. Charges were accepted.

19900 Misty Pines Dr- Deputy responded to a family disturbance. Investigation revealed family members engaged in a disturbance. No charges were filed.

19300 Timber Forest Dr- Deputy responded to an aggravated family assault. Investigation revealed family members engaged in a disturbance. Charges were accepted.

5000 Woodland Meadows Ln- Deputy responded to an aggravated assault. Investigation revealed family members engaged in a disturbance. Charges were accepted.

20200 Misty Pines Dr- Deputy was dispatched to a family disturbance. Investigation revealed family members engaged in a disturbance. No charges filed.

5300 Dove Forest Ln- Deputy was dispatched to a family disturbance. Investigation revealed family members engaged in a disturbance. No charges filed.

19800 Faye Oaks Ct – Deputies were dispatched to a family disturbance type call. An investigation revealed that the altercation was verbal in nature and parties separated. No charges were sought and a report completed.

19300 Spoonwood Ct - Deputies were dispatched to a family disturbance type call. An investigation revealed that an altercation between family members became physical. Arrest was made and report completed.

### Suspicious Vehicle:

Deputies responded to 15 suspicious vehicle calls within the community. The incidents were investigated and cleared without further action required.

### Suspicious Persons:

Deputies responded to 19 suspicious person calls within the community. The incidents were investigated and cleared without further action required.

### Other:

19800 Dawn Mist Dr- Deputy responded to a child custody call. Investigation revealed juvenile was

not returned to mother.

5400 Fawn Trail Ln- Deputy responded to a terroristic threat call. Investigation revealed complainant reported being harassed by known subject.

20100 Misty Pines Dr- Deputy responded to terroristic threat call. Investigation revealed known subject has threaten complainant by phone.

0 Kings Lakes Estates Blvd- Deputy responded to suspicious person. Investigation revealed known subject was given a trespass warning.

5000 Fawn Trail Ln- Deputy responded to a drug OD possession- Investigation revealed male subject had narcotics on personal and was taken to jail.

5000 Deer Timbers Trl- Deputy responded to vehicle abandon call. Investigation revealed an abandon vehicle was towed from a public roadway.

5800 FM 1960 Rd E- Deputy responded to vehicle recovery. Investigation revealed stolen vehicle was recovered.

4900 Steel Meadows Ln- Deputy responded to a meet the citizen. Investigation revealed both parties exchanged information during an accident.

4500 FM 1960 Rd E- Deputy responded to accident FSGI- Investigation revealed unknown subject struct complainant's vehicle and failed to stop and give information.

19400 Forest Timbers Ct – Deputies were dispatched to a mental health call. An investigation revealed that a consumer was in crisis and transported to a facility for evaluation.

19300 Spoonwood Ct – Deputies were dispatched to a child custody dispute. An investigation revealed that the matter was civil in nature and a report was requested.

19800 Oak Branch Ct – Deputies were dispatched to an abandoned vehicle type call. The vehicle was towed due to a 48 hour sticker being issued with non-compliance. A report was completed.

5700 Green Timbers Dr – Deputies were dispatched to an unknown medical type call. An investigation revealed that a juvenile was transported to a medical facility for precautionary reasons. A report was completed.

5500 Green Timbers Dr - Deputies were dispatched to a mental health call. An investigation revealed that a consumer was in crisis and transported to a facility for evaluation.

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

**HARRIS COUNTY, TEXAS**

**ANNUAL FINANCIAL REPORT**

**MAY 31, 2024**

**McCALL GIBSON SWEDLUND BARFOOT PLLC**  
Certified Public Accountants

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# **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](http://www.mgsbpllc.com)  
E-Mail: [mgsb@mgsbpllc.com](mailto: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, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In 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, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinions**

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 17, 2024

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MAY 31, 2024**

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, 2024. Please read it in conjunction with the District's financial statements.

**USING THIS ANNUAL REPORT**

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

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

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

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

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

**FUND FINANCIAL STATEMENTS**

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

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MAY 31, 2024**

**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 \$9,558,093 as of May 31, 2024. A portion of the District's net position reflects its net investment in capital assets which include the water and wastewater facilities less any debt used to acquire those assets that is still outstanding.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED MAY 31, 2024**

**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		
	2024	2023	Change Positive (Negative)
Current and Other Assets	\$ 12,691,467	\$ 11,230,929	\$ 1,460,538
Capital Assets (Net of Accumulated Depreciation)	16,474,722	16,724,318	(249,596)
Total Assets	\$ 29,166,189	\$ 27,955,247	\$ 1,210,942
Deferred Outflows of Resources	\$ 302,767	\$ 350,880	\$ (48,113)
Bonds Payable	\$ 18,923,406	\$ 20,396,817	\$ 1,473,411
Other Liabilities	987,457	686,220	(301,237)
Total Liabilities	\$ 19,910,863	\$ 21,083,037	\$ 1,172,174
Net Position:			
Net Investment in Capital Assets	\$ (1,794,975)	\$ (2,988,905)	\$ 1,193,930
Restricted	3,018,632	2,865,791	152,841
Unrestricted	8,334,436	7,346,205	988,231
Total Net Position	\$ 9,558,093	\$ 7,223,091	\$ 2,335,002

The following table provides a summary of the District's operations for the years ended May 31, 2024, and May 31, 2023.

	Summary of Changes in the Statement of Activities		
	2024	2023	Change Positive (Negative)
Revenues:			
Property Taxes	\$ 3,967,586	\$ 3,749,211	\$ 218,375
Charges for Services	2,995,963	2,892,616	103,347
Other Revenues	568,602	351,985	216,617
Total Revenues	\$ 7,532,151	\$ 6,993,812	\$ 538,339
Expenses for Services	5,197,149	6,386,661	1,189,512
Change in Net Position	\$ 2,335,002	\$ 607,151	\$ 1,727,851
Net Position, Beginning of Year	7,223,091	6,615,940	607,151
Net Position, End of Year	\$ 9,558,093	\$ 7,223,091	\$ 2,335,002

# HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### FOR THE YEAR ENDED MAY 31, 2024

#### FINANCIAL ANALYSIS OF THE DISTRICT'S GOVERNMENTAL FUNDS

The District's combined fund balances as of May 31, 2024, were \$10,366,199, an increase of \$1,247,496 from the prior year.

The General Fund fund balance increased by \$1,081,751, primarily due to property tax revenues and service revenues exceeding operating, capital, professional and administrative expenditures.

The Debt Service Fund fund balance increased by \$147,517, primarily due to the structure of the District's outstanding debt.

The Capital Projects Fund fund balance increased by \$18,228, primarily due to the receipt of investment earnings.

#### GENERAL FUND BUDGETARY HIGHLIGHTS

The Board of Directors adopted an unappropriated budget for the current fiscal year. Actual revenues were \$269,922 more than budgeted revenues and actual expenditures were \$751,446 less than budgeted expenditures which resulted in a positive variance of \$1,021,368. See the budget to actual comparison for more information.

#### CAPITAL ASSETS

Capital assets as of May 31, 2024, total \$16,474,722 (net of accumulated depreciation) and include land and construction in progress as well as the water and wastewater facilities. Significant capital asset activity during the current fiscal year included the Barents Drive lift station.

Capital Assets At Year-End			
	2024	2023	Change Positive (Negative)
Capital Assets Not Being Depreciated:			
Land and Land Improvements	\$ 230,634	\$ 230,634	\$
Construction in Progress	449,318	40,234	409,084
Capital Assets Subject To Depreciation:			
Water System	13,346,316	13,346,316	
Wastewater System	19,005,709	18,989,129	16,580
Less Accumulated Depreciation	(16,557,255)	(15,881,995)	(675,260)
Total Net Capital Assets	\$ 16,474,722	\$ 16,724,318	\$ (249,596)

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED MAY 31, 2024**

**LONG-TERM DEBT ACTIVITY**

At year end, the District had total bond debt payable of \$18,945,000. The changes in the debt position of the District during the year ended May 31, 2024, are summarized as follows:

Bond Debt Payable, June 1, 2023	\$ 20,400,000
Less: Bond Principal Paid	<u>(1,455,000)</u>
Bond Debt Payable, May 31, 2024	<u>\$ 18,945,000</u>

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

**CONTACTING THE DISTRICT'S MANAGEMENT**

This financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Harris County Municipal Utility District No. 109, c/o Norton Rose Fulbright US LLP, 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, 2024**

	General Fund	Debt Service Fund
<b>ASSETS</b>		
Cash	\$ 334,732	\$ 200,474
Investments	6,375,083	3,150,008
Receivables:		
Property Taxes	101,717	150,580
Penalty and Interest on Delinquent Taxes		
Service Accounts	318,133	
Accrued Interest	15,474	12,890
City of Houston	27,563	
Due from Other Funds	491,837	
Prepaid Costs	40,740	
Advance for WWTP Operations	433,504	
Capital Contribution Credits Receivable		
Land		
Construction in Progress		
Capital Assets (Net of Accumulated Depreciation)		
<b>TOTAL ASSETS</b>	<u>\$ 8,138,783</u>	<u>\$ 3,513,952</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred Charges on Refunding Bonds	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u><u>\$ 8,138,783</u></u>	<u><u>\$ 3,513,952</u></u>

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



Capital Projects Fund	Total	Adjustments	Statement of Net Position
\$ 125	\$ 535,331	\$	\$ 535,331
350,817	9,875,908		9,875,908
	252,297		252,297
		90,630	90,630
	318,133		318,133
	28,364		28,364
	27,563		27,563
	491,837	(491,837)	
	40,740		40,740
	433,504		433,504
		1,088,997	1,088,997
		230,634	230,634
		449,318	449,318
		15,794,770	15,794,770
<u>\$ 350,942</u>	<u>\$ 12,003,677</u>	<u>\$ 17,162,512</u>	<u>\$ 29,166,189</u>
\$ - 0 -	\$ - 0 -	\$ 302,767	\$ 302,767
<u>\$ 350,942</u>	<u>\$ 12,003,677</u>	<u>\$ 17,465,279</u>	<u>\$ 29,468,956</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, 2024**

	General Fund	Debt Service Fund
<b>LIABILITIES</b>		
Accounts Payable	\$ 585,705	\$
Accrued Interest Payable		
Due to Other Funds		491,837
Security Deposits	307,639	
Long-Term Liabilities:		
Bonds Payable, Due Within One Year		
Bonds Payable, Due After One Year		
<b>TOTAL LIABILITIES</b>	<u>\$ 893,344</u>	<u>\$ 491,837</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Property Taxes	<u>\$ 101,717</u>	<u>\$ 150,580</u>
<b>FUND BALANCES</b>		
Nonspendable:		
Prepaid Costs	\$ 40,740	\$
Operating Advance	433,504	
Restricted for Authorized Construction		
Restricted for Debt Service		2,871,535
Committed for Capital Projects	319,520	
Assigned to 2025 Budget	779,863	
Unassigned	<u>5,570,095</u>	
<b>TOTAL FUND BALANCES</b>	<u>\$ 7,143,722</u>	<u>\$ 2,871,535</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<u>\$ 8,138,783</u>	<u>\$ 3,513,952</u>
<b>NET POSITION</b>		
Net Investment in Capital Assets		
Restricted for Debt Service		
Unrestricted		
<b>TOTAL NET POSITION</b>		

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

Capital Projects Fund	Total	Adjustments	Statement of Net Position
\$	\$ 585,705	\$	\$ 585,705
		94,113	94,113
	491,837	(491,837)	
	307,639		307,639
		1,505,000	1,505,000
		17,418,406	17,418,406
<u>\$ - 0 -</u>	<u>\$ 1,385,181</u>	<u>\$ 18,525,682</u>	<u>\$ 19,910,863</u>
 <u>\$ - 0 -</u>	 <u>\$ 252,297</u>	 <u>\$ (252,297)</u>	 <u>\$ - 0 -</u>
 \$	 \$ 40,740	 \$ (40,740)	 \$
	433,504	(433,504)	
350,942	350,942	(350,942)	
	2,871,535	(2,871,535)	
	319,520	(319,520)	
	779,863	(779,863)	
	5,570,095	(5,570,095)	
<u>\$ 350,942</u>	<u>\$ 10,366,199</u>	<u>\$ (10,366,199)</u>	<u>\$ - 0 -</u>
 <u>\$ 350,942</u>	 <u>\$ 12,003,677</u>		
		\$ (1,794,975)	\$ (1,794,975)
		3,018,632	3,018,632
		8,334,436	8,334,436
		<u>\$ 9,558,093</u>	<u>\$ 9,558,093</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, 2024

Total Fund Balances - Governmental Funds	\$	10,366,199
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported as assets in the governmental funds.		16,474,722
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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.		1,088,997
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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.		302,767
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Deferred inflows of resources related to property tax revenues and penalty and interest receivable on delinquent taxes for the 2023 and prior tax levies became part of recognized revenue in the governmental activities of the District.		342,927
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Certain liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. These liabilities at year end consist of:

Accrued Interest Payable	\$ (94,113)	
Bonds Payable	<u>(18,923,406)</u>	<u>(19,017,519)</u>

Total Net Position - Governmental Activities	\$	<u>9,558,093</u>
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The accompanying notes to the financial  
statements are an integral part of this report.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS STATEMENT OF**  
**REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED MAY 31, 2024**

	General Fund	Debt Service Fund
<b>REVENUES</b>		
Property Taxes	\$ 1,897,371	\$ 2,084,995
Water Service	598,570	
Wastewater Service	646,785	
Water Authority Fees	1,151,321	
Penalty and Interest	93,240	63,078
Connection, Disconnect, and Inspection Fees	39,017	
Sales Tax Revenues	98,566	
Settlement Revenue	336,622	
Water Authority Credits	147,135	
Investment and Miscellaneous Revenues	310,589	140,728
<b>TOTAL REVENUES</b>	<b>\$ 5,319,216</b>	<b>\$ 2,288,801</b>
<b>EXPENDITURES/EXPENSES</b>		
Service Operations:		
Professional Fees	\$ 189,200	\$ 19,862
Contracted Services	510,601	65,975
Purchased Wastewater Service	878,635	
Utilities	147,029	
Repairs and Maintenance	535,588	
Water Authority Assessments	1,313,382	
Depreciation		
Other	237,366	16,603
Capital Outlay	425,664	
Debt Service:		
Bond Principal		1,455,000
Bond Interest		583,844
<b>TOTAL EXPENDITURES/EXPENSES</b>	<b>\$ 4,237,465</b>	<b>\$ 2,141,284</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ 1,081,751</b>	<b>\$ 147,517</b>
<b>CHANGE IN NET POSITION</b>		
<b>FUND BALANCES/NET POSITION - JUNE 1, 2023</b>	<b>6,061,971</b>	<b>2,724,018</b>
<b>FUND BALANCES/NET POSITION - MAY 31, 2024</b>	<b>\$ 7,143,722</b>	<b>\$ 2,871,535</b>

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

Capital Projects Fund	Total	Adjustments	Statement of Activities
\$	\$ 3,982,366	\$ (14,780)	\$ 3,967,586
	598,570		598,570
	646,785		646,785
	1,151,321		1,151,321
	156,318	9,781	166,099
	39,017		39,017
	98,566		98,566
	336,622		336,622
	147,135	(89,586)	57,549
18,719	470,036		470,036
<u>\$ 18,719</u>	<u>\$ 7,626,736</u>	<u>\$ (94,585)</u>	<u>\$ 7,532,151</u>
\$	\$ 209,062	\$	\$ 209,062
396	576,972		576,972
	878,635		878,635
	147,029		147,029
	535,588		535,588
	1,313,382		1,313,382
		675,260	675,260
95	254,064		254,064
	425,664	(425,664)	
	1,455,000	(1,455,000)	
	583,844	23,313	607,157
<u>\$ 491</u>	<u>\$ 6,379,240</u>	<u>\$ (1,182,091)</u>	<u>\$ 5,197,149</u>
\$ 18,228	\$ 1,247,496	\$ (1,247,496)	\$
		2,335,002	2,335,002
332,714	9,118,703	(1,895,612)	7,223,091
<u>\$ 350,942</u>	<u>\$ 10,366,199</u>	<u>\$ (808,106)</u>	<u>\$ 9,558,093</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, 2024**

Net Change in Fund Balances - Governmental Funds	\$ 1,247,496
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report tax revenues when collected. However, in the Statement of Activities, revenue is recorded in the accounting period for which the taxes are levied.	(14,780)
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.	9,781
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.	(89,586)
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.	(675,260)
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.	425,664
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.	1,455,000
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.	(23,313)
Change in Net Position - Governmental Activities	<u>\$ 2,335,002</u>

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

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**MAY 31, 2024**

**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, 2024**

**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, 2024**

**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, 2024, the Debt Service Fund owed the General Fund \$491,837 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, 2024**

**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, 2024**

**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 committed \$319,520 of its General Fund fund balance to pay the remaining portion of the Barents Drive lift station project.

*Assigned:* amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. The District has not adopted a formal policy regarding the assignment of fund balance. The District assigned \$779,863 of its General Fund fund balance to cover the projected fiscal year ending 2025 budgeted deficit.

*Unassigned:* all other spendable amounts in the General Fund.

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

Accounting Estimates

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

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**MAY 31, 2024**

**NOTE 3. LONG-TERM DEBT**

	Refunding Series 2015	Series 2017	Refunding Series 2021
Amount Outstanding – May 31, 2024	\$5,200,000	\$10,850,000	\$2,895,000
Interest Rates	2.592% - 3.24%	3.00% - 3.625%	2.00% - 3.00%
Maturity Dates – Serially Beginning/Ending	October 1, 2024/2030	October 1, 2024/2041	October 1, 2024/2029
Interest Payment Dates	October 1/ April 1	October 1/ April 1	October 1/ April 1
Callable Dates	October 1, 2023*	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, 2024, the District had authorized but unissued bonds in the amount of \$12,950,000 for utility facilities and \$31,671,200 for refunding purposes.

The following is a summary of transactions regarding bonds payable for the year ended May 31, 2024:

	June 1, 2023	Additions	Retirements	May 31, 2024
Bonds Payable	\$ 20,400,000	\$	\$ 1,455,000	\$ 18,945,000
Unamortized Discounts	(182,831)		(9,991)	(172,840)
Unamortized Premiums	179,648		28,402	151,246
Bonds Payable, Net	<u>\$ 20,396,817</u>	<u>\$ -0-</u>	<u>\$ 1,473,411</u>	<u>\$ 18,923,406</u>
		Amount Due Within One Year		\$ 1,505,000
		Amount Due After One Year		<u>17,418,406</u>
		Bonds Payable, Net		<u>\$ 18,923,406</u>

# HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

## NOTES TO THE FINANCIAL STATEMENTS

### MAY 31, 2024

#### NOTE 3. LONG-TERM DEBT (Continued)

As of May 31, 2024, the debt service requirements on the bonds outstanding were as follows:

Fiscal Year	Principal	Interest	Total
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
2030-2034	5,295,000	1,304,249	6,599,249
2035-2039	3,380,000	725,972	4,105,972
2040-2042	2,350,000	129,774	2,479,774
	\$ 18,945,000	\$ 4,514,369	\$ 23,459,369

During the year ended May 31, 2024, the District levied an ad valorem debt service tax rate of \$0.23 per \$100 of assessed valuation, which resulted in a tax levy of \$2,068,697 on the adjusted taxable valuation of \$898,340,437 for the 2023 tax year. The bond orders require the District to levy and collect an ad valorem debt service tax sufficient to pay interest and principal on bonds when due and the cost of assessing and collecting taxes. See Note 7 for the maintenance tax levy.

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

#### NOTE 4. SIGNIFICANT BOND ORDER AND LEGAL REQUIREMENTS

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

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

# HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

## NOTES TO THE FINANCIAL STATEMENTS

### MAY 31, 2024

#### NOTE 5. DEPOSITS AND INVESTMENTS

##### Deposits

Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The District's deposit policy for custodial credit risk requires compliance with the provisions of Texas statutes. Texas statutes require that any cash balance in any fund shall, to the extent not insured by the Federal Deposit Insurance Corporation or its successor, be continuously secured by a valid pledge to the District of securities eligible under the laws of Texas to secure the funds of the District, having an aggregate market value, including accrued interest, at all times equal to the uninsured cash balance in the fund to which such securities are pledged. At fiscal year end, the carrying amount of the District's deposits was \$1,710,331 and the bank balance was \$1,920,313. 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, 2024, as listed below:

	Cash	Certificates of Deposit	Total
GENERAL FUND	\$ 334,732	\$ 705,000	\$ 1,039,732
DEBT SERVICE FUND	200,474	470,000	670,474
CAPITAL PROJECTS FUND	125		125
TOTAL DEPOSITS	<u>\$ 535,331</u>	<u>\$ 1,175,000</u>	<u>\$ 1,710,331</u>

##### Investments

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

# HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

## NOTES TO THE FINANCIAL STATEMENTS

### MAY 31, 2024

#### NOTE 5. DEPOSITS AND INVESTMENTS (Continued)

##### Investments (Continued)

Texas statutes include specifications for and limitations applicable to the District and its authority to purchase investments as defined in the Public Funds Investment Act. The District has adopted a written investment policy to establish the guidelines by which it may invest. 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"), a public funds investment pool that is not SEC-registered. Public Trust Advisors, LLC serves as the pool's administrator and investment advisor and general supervision is provided by the Board of Trustees and its Advisory Board. UMB Bank, N.A. serves as custodian for the pool. Investments held by Texas CLASS are priced to market on a weekly basis. The investments are considered to be Level I investments because their fair value is measured by quoted prices in active markets. The fair value of the District's position in the pool is the same as the value of the pool shares. There are no limitations or restrictions on withdrawals from Texas CLASS.

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

As of May 31, 2024, the District had the following investments and maturities:

Funds and Investment Type	Fair Value	Maturities of Less Than 1 Year
<u>GENERAL FUND</u>		
Texas CLASS	\$ 5,670,083	\$ 5,670,083
Certificates of Deposit	705,000	705,000
<u>DEBT SERVICE FUND</u>		
Texas CLASS	2,680,008	2,680,008
Certificates of Deposit	470,000	470,000
<u>CAPITAL PROJECTS FUND</u>		
Texas CLASS	350,817	350,817
TOTAL INVESTMENTS	<u>\$ 9,875,908</u>	<u>\$ 9,875,908</u>

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. At May 31, 2024, the District's investments in Texas CLASS were rated AAAM by Standard and Poor's. The District manages credit risk by typically investing in certificates of deposit with balances below FDIC coverage.



# HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

## NOTES TO THE FINANCIAL STATEMENTS

### MAY 31, 2024

#### NOTE 5. DEPOSITS AND INVESTMENTS (Continued)

##### Investments (Continued)

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

##### Restrictions

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

#### NOTE 6. CAPITAL ASSETS

Capital asset activity for the year ended May 31, 2024, is summarized in the following table:

	June 1, 2023	Increases	Decreases	May 31, 2024
<b>Capital Assets Not Being Depreciated</b>				
Land and Land Improvements	\$ 230,634	\$	\$	\$ 230,634
Construction in Progress	40,234	425,664	16,580	449,318
<b>Total Capital Assets Not Being Depreciated</b>	<b>\$ 270,868</b>	<b>\$ 425,664</b>	<b>\$ 16,580</b>	<b>\$ 679,952</b>
<b>Capital Assets Subject to Depreciation</b>				
Water System	\$ 13,346,316	\$	\$	\$ 13,346,316
Wastewater System	18,989,129	16,580		19,005,709
<b>Total Capital Assets Subject to Depreciation</b>	<b>\$ 32,335,445</b>	<b>\$ 16,580</b>	<b>\$ - 0 -</b>	<b>\$ 32,352,025</b>
<b>Accumulated Depreciation</b>				
Water System	\$ 5,807,787	\$ 275,348	\$	\$ 6,083,135
Wastewater System	10,074,208	399,912		10,474,120
<b>Total Accumulated Depreciation</b>	<b>\$ 15,881,995</b>	<b>\$ 675,260</b>	<b>\$ - 0 -</b>	<b>\$ 16,557,255</b>
<b>Total Depreciable Capital Assets, Net of Accumulated Depreciation</b>	<b>\$ 16,453,450</b>	<b>\$ (658,680)</b>	<b>\$ - 0 -</b>	<b>\$ 15,794,770</b>
<b>Total Capital Assets, Net of Accumulated Depreciation</b>	<b>\$ 16,724,318</b>	<b>\$ (233,016)</b>	<b>\$ 16,580</b>	<b>\$ 16,474,722</b>

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**MAY 31, 2024**

**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, 2024, the District levied an ad valorem maintenance tax of \$0.21 per \$100 of assessed valuation, which resulted in a tax levy of \$1,888,810 on the adjusted taxable valuation of \$898,340,437 for the 2023 tax year.

**NOTE 8. WATER AND WASTEWATER SERVICE AGREEMENT**

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

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

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

**NOTE 9. JOINT WASTE DISPOSAL CONTRACT**

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

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**MAY 31, 2024**

**NOTE 9. JOINT WASTE DISPOSAL CONTRACT** (Continued)

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, 2024, the District's advance for operation and maintenance of the regional sewage treatment plant was \$433,504 and the District recorded a total of \$878,635 for its share of operating costs of the plant.

The following summary financial data of the Atascocita Central Plant is presented for the fiscal year ended May 31, 2024. A copy of the financial statements for the plant can be obtained by contacting Norton Rose Fulbright US LLP.

	<u>Joint Venture</u>
Total Assets	\$ 2,562,283
Total Liabilities	<u>390,183</u>
Total Fund Balance	<u>\$ 2,172,100</u>
Total Revenues	\$ 4,471,886
Total Expenditures	<u>4,471,886</u>
Excess Revenues (Expenditures)	\$ -0-
Other Financing Sources	
Reserve Adjustment	<u>395,850</u>
Net Increase in Fund Balance	\$ 395,850
Fund Balance, Beginning of Year	<u>1,776,250</u>
Fund Balance, End of Year	<u>\$ 2,172,100</u>

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**MAY 31, 2024**

**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 \$3.60 per 1,000 gallons of water pumped from each well. The District recorded expenditures of \$1,313,382 for pumpage fees from the Authority during the current fiscal year.

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

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

<u>Fiscal Year</u>	<u>Principal</u>
2025	\$ 94,223
2026	99,101
2027	104,230
2028	109,626
2029	115,300
2030-2034	566,517
	<u>\$ 1,088,997</u>

**NOTE 11. RISK MANAGEMENT**

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

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**MAY 31, 2024**

**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, 2024, the District received \$98,566 in sales tax revenues.

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

**REQUIRED SUPPLEMENTARY INFORMATION**

**MAY 31, 2024**

**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, 2024**

	Original and Final Budget	Actual	Variance Positive (Negative)
<b>REVENUES</b>			
Property Taxes	\$ 1,722,365	\$ 1,897,371	\$ 175,006
Water Service	586,500	598,570	12,070
Wastewater Service	659,400	646,785	(12,615)
Water Authority Fees	1,418,700	1,151,321	(267,379)
Penalty and Interest	94,900	93,240	(1,660)
Connection, Disconnect, and Inspection Fees	55,800	39,017	(16,783)
Sales Tax Revenues	97,300	98,566	1,266
Settlement Revenue		336,622	336,622
Investment and Miscellaneous Revenues	267,194	310,589	43,395
<b>TOTAL REVENUES</b>	<u>\$ 4,902,159</u>	<u>\$ 5,172,081</u>	<u>\$ 269,922</u>
<b>EXPENDITURES</b>			
Service Operations:			
Professional Fees	\$ 161,400	\$ 189,200	\$ (27,800)
Contracted Services	469,600	510,601	(41,001)
Purchased Wastewater Service	501,600	878,635	(377,035)
Utilities	147,000	147,029	(29)
Water Authority Assessment, Net of Credits	1,562,200	1,166,247	395,953
Repairs and Maintenance	627,464	535,588	91,876
Other	272,512	237,366	35,146
Capital Outlay	1,100,000	425,664	674,336
<b>TOTAL EXPENDITURES</b>	<u>\$ 4,841,776</u>	<u>\$ 4,090,330</u>	<u>\$ 751,446</u>
<b>NET CHANGE IN FUND BALANCE</b>	\$ 60,383	\$ 1,081,751	\$ 1,021,368
<b>FUND BALANCE - JUNE 1, 2023</b>	<u>6,061,971</u>	<u>6,061,971</u>	
<b>FUND BALANCE - MAY 31, 2024</b>	<u>\$ 6,122,354</u>	<u>\$ 7,143,722</u>	<u>\$ 1,021,368</u>

See accompanying independent auditor's report.

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

**SUPPLEMENTARY INFORMATION – REQUIRED BY THE**

**WATER DISTRICT FINANCIAL MANAGEMENT GUIDE**

**MAY 31, 2024**



# HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

## SERVICES AND RATES

### FOR THE YEAR ENDED MAY 31, 2024

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

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

#### 2. RETAIL SERVICE PROVIDERS

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

The following rates are based on the rate order approved January 23, 2024.

	<u>Minimum Charge</u>	<u>Minimum Usage</u>	<u>Flat Rate Y/N</u>	<u>Rate per 1,000 Gallons over Minimum Use</u>	<u>Usage Levels</u>
WATER:	\$ 11.00	10,000	N	\$ 1.25	10,001 to 20,000
				\$ 1.50	20,001 to 30,000
				\$ 1.80	30,001 to 40,000
				\$ 2.50	40,001 and up
WASTEWATER:	\$ 16.00	30,000	N	\$ 1.00	30,001 to 40,000
				\$ 2.00	40,001 and up
SURCHARGE:					
Water Authority					
Fees			N	\$ 3.85	0,001 and up
District employs winter averaging for wastewater usage?					<u>          </u> <u>  X  </u> Yes No

Total monthly charges per 10,000 gallons usage: Water: \$11.00 Wastewater: \$16.00 Surcharge: \$38.50 Total: \$65.50

See accompanying independent auditor's report.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**SERVICES AND RATES**  
**FOR THE YEAR ENDED MAY 31, 2024**

**2. RETAIL SERVICE PROVIDERS (Continued)**

**b. WATER AND WASTEWATER RETAIL CONNECTIONS: (Unaudited)**

<b>Meter Size</b>	<b>Total Connections</b>	<b>Active Connections</b>	<b>ESFC Factor</b>	<b>Active ESFCs</b>
Unmetered	<u>1</u>	<u>1</u>	x 1.0	<u>1</u>
≤¾"	<u>2,887</u>	<u>2,863</u>	x 1.0	<u>2,863</u>
1"	<u>227</u>	<u>221</u>	x 2.5	<u>553</u>
1½"	<u>13</u>	<u>13</u>	x 5.0	<u>65</u>
2"	<u>32</u>	<u>31</u>	x 8.0	<u>248</u>
3"			x 15.0	
4"	<u>3</u>	<u>3</u>	x 25.0	<u>75</u>
6"			x 50.0	
8"			x 80.0	
10"			x 115.0	
Total Water Connections	<u>3,163</u>	<u>3,132</u>		<u>3,805</u>
Total Wastewater Connections	<u>3,163</u>	<u>3,132</u>	x 1.0	<u>3,132</u>

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

Gallons pumped into system:	329,812,000	Water Accountability Ratio: 90.9 % (Gallons billed and sold/Gallons pumped)
Gallons billed to customers:	290,977,000	
Gallons sold:	8,800,000	To: Harris County MUD No. 151

See accompanying independent auditor's report.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**SERVICES AND RATES**  
**FOR THE YEAR ENDED MAY 31, 2024**

**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, 2024**

PROFESSIONAL FEES:

Auditing	\$ 18,500
Engineering	80,720
Legal	<u>89,980</u>

TOTAL PROFESSIONAL FEES	<u>\$ 189,200</u>
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PURCHASED WASTEWATER SERVICE	<u>\$ 878,635</u>
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CONTRACTED SERVICES:

Bookkeeping	\$ 55,504
Operations and Billing	167,438
Arbitrage Compliance Costs	370
Security	<u>287,289</u>

TOTAL CONTRACTED SERVICES	<u>\$ 510,601</u>
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UTILITIES:

Electricity	\$ 136,221
Telephone	<u>10,808</u>

TOTAL UTILITIES	<u>\$ 147,029</u>
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REPAIRS AND MAINTENANCE	<u>\$ 535,588</u>
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ADMINISTRATIVE EXPENDITURES:

Director Fees, Including Payroll Taxes	\$ 20,418
Insurance	42,268
Office Supplies and Postage	33,302
Travel and Meetings	2,719
Consumer Confidence Report and Other	<u>3,613</u>

TOTAL ADMINISTRATIVE EXPENDITURES	<u>\$ 102,320</u>
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CAPITAL OUTLAY	<u>\$ 425,664</u>
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OTHER EXPENDITURES:

Chemicals	\$ 81,015
Laboratory Fees	9,691
Permit Fees	7,666
Connection, Inspection and Reconnection Fees	30,716
Water Authority Assessments	1,313,382
Regulatory Assessment	<u>5,958</u>

TOTAL OTHER EXPENDITURES	<u>\$ 1,448,428</u>
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TOTAL EXPENDITURES	<u>\$ 4,237,465</u>
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See accompanying independent auditor's report.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**INVESTMENTS**  
**MAY 31, 2024**

<u>Funds</u>	<u>Identification or Certificate Number</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Balance at End of Year</u>	<u>Accrued Interest Receivable at End of Year</u>
<b><u>GENERAL FUND</u></b>					
Texas CLASS	XXXX0001	Varies	Daily	\$ 5,670,083	\$
Certificate of Deposit	XXXX3093	5.50%	09/25/24	235,000	6,480
Certificate of Deposit	XXXX1280	5.50%	03/26/25	235,000	2,337
Certificate of Deposit	XXXX4307	5.60%	11/30/24	235,000	6,657
TOTAL GENERAL FUND				\$ 6,375,083	\$ 15,474
<b><u>DEBT SERVICE FUND</u></b>					
Texas CLASS	XXXX0003	Varies	Daily	\$ 2,680,008	\$
Certificate of Deposit	XXXX1385	5.50%	08/27/24	235,000	6,445
Certificate of Deposit	XXXX3518	5.50%	08/27/24	235,000	6,445
TOTAL DEBT SERVICE FUND				\$ 3,150,008	\$ 12,890
<b><u>CAPITAL PROJECTS FUND</u></b>					
Texas CLASS	XXXX0002	Varies	Daily	\$ 350,817	\$ - 0 -
TOTAL - ALL FUNDS				\$ 9,875,908	\$ 28,364

See accompanying independent auditor's report.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**TAXES LEVIED AND RECEIVABLE**  
**FOR THE YEAR ENDED MAY 31, 2024**

	<u>Maintenance Taxes</u>		<u>Debt Service Taxes</u>	
TAXES RECEIVABLE -				
JUNE 1, 2023	\$	105,651	\$	161,426
Adjustments to Beginning				
Balance		<u>4,752</u>		<u>5,339</u>
	\$	110,403	\$	166,765
Original 2023 Tax Levy	\$	1,834,591	\$	2,009,314
Adjustment to 2023 Tax Levy		<u>54,219</u>		<u>59,383</u>
		<u>1,888,810</u>		<u>2,068,697</u>
TOTAL TO BE				
ACCOUNTED FOR		\$ 1,999,213		\$ 2,235,462
TAX COLLECTIONS:				
Prior Years	\$	70,215	\$	83,574
Current Year		<u>1,827,281</u>		<u>2,001,308</u>
		<u>1,897,496</u>		<u>2,084,882</u>
TAXES RECEIVABLE -				
MAY 31, 2024		<u>\$ 101,717</u>		<u>\$ 150,580</u>
TAXES RECEIVABLE BY				
YEAR:				
2023	\$	61,529	\$	67,389
2022		14,745		16,756
2021		5,518		8,422
2020		4,176		7,972
2019		3,711		7,423
2018		2,020		5,594
2017		2,159		5,552
2016		1,210		4,510
2015		969		2,908
2014		969		2,906
2013 and prior		<u>4,711</u>		<u>21,148</u>
TOTAL	\$	<u>101,717</u>	\$	<u>150,580</u>

See accompanying independent auditor's report.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**TAXES LEVIED AND RECEIVABLE**  
**FOR THE YEAR ENDED MAY 31, 2024**

	2023	2022	2021	2020
PROPERTY VALUATIONS:				
Land	\$ 145,065,469	\$ 142,637,253	\$ 140,375,832	\$ 133,252,678
Improvements	862,947,439	738,645,624	598,789,875	553,841,831
Personal Property	27,833,185	19,503,427	15,754,775	15,450,487
Exemptions	<u>(137,505,656)</u>	<u>(99,785,475)</u>	<u>(49,300,507)</u>	<u>(41,928,820)</u>
TOTAL PROPERTY VALUATIONS	<u>\$ 898,340,437</u>	<u>\$ 801,000,829</u>	<u>\$ 705,619,975</u>	<u>\$ 660,616,176</u>
TAX RATES PER \$100 VALUATION:				
Debt Service	\$ 0.23	\$ 0.25	\$ 0.29	\$ 0.315
Maintenance	<u>0.21</u>	<u>0.22</u>	<u>0.19</u>	<u>0.165</u>
TOTAL TAX RATES PER \$100 VALUATION	<u>\$ 0.44</u>	<u>\$ 0.47</u>	<u>\$ 0.48</u>	<u>\$ 0.480</u>
ADJUSTED TAX LEVY*	<u>\$ 3,957,507</u>	<u>\$ 3,764,704</u>	<u>\$ 3,386,976</u>	<u>\$ 3,170,958</u>
PERCENTAGE OF TAXES COLLECTED TO TAXES LEVIED	<u>96.74 %</u>	<u>99.16 %</u>	<u>99.59 %</u>	<u>99.62 %</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, 2024**

SERIES - 2015 REFUNDING			
Due During Fiscal Years Ending May 31	Principal Due October 1	Interest Due October 1/ April 1	Total
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			
	<u>\$ 5,200,000</u>	<u>\$ 658,984</u>	<u>\$ 5,858,984</u>

See accompanying independent auditor's report.



**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**LONG-TERM DEBT SERVICE REQUIREMENTS**  
**MAY 31, 2024**

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
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
	<u>\$ 10,850,000</u>	<u>\$ 3,684,110</u>	<u>\$ 14,534,110</u>

See accompanying independent auditor's report.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**LONG-TERM DEBT SERVICE REQUIREMENTS**  
**MAY 31, 2024**

S E R I E S - 2 0 2 1 R E F U N D I N G			
Due During Fiscal Years Ending May 31	Principal Due October 1	Interest Due October 1/ April 1	Total
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			
	<u>\$ 2,895,000</u>	<u>\$ 171,275</u>	<u>\$ 3,066,275</u>

See accompanying independent auditor's report.

**HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109**  
**LONG-TERM DEBT SERVICE REQUIREMENTS**  
**MAY 31, 2024**

ANNUAL REQUIREMENTS FOR ALL SERIES			
Due During Fiscal Years Ending May 31	Total Principal Due	Total Interest Due	Total Principal and Interest Due
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>\$ 18,945,000</u>	<u>\$ 4,514,369</u>	<u>\$ 23,459,369</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, 2024**

Description	Original Bonds Issued	Bonds Outstanding June 1, 2023
Harris County Municipal Utility District No. 109		
Unlimited Tax Refunding Bonds - Series 2015	\$ 5,920,000	\$ 5,425,000
Harris County Municipal Utility District No. 109		
Unlimited Tax Bonds - Series 2017	12,100,000	11,290,000
Harris County Municipal Utility District No. 109		
Unlimited Tax Refunding Bonds - Series 2021	<u>3,705,000</u>	<u>3,685,000</u>
<b>TOTAL</b>	<u><u>\$ 21,725,000</u></u>	<u><u>\$ 20,400,000</u></u>

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

Debt Service Fund cash and investment balances as of May 31, 2024: \$ 3,350,482

Average annual debt service payment (principal and interest) for  
remaining term of all debt: \$ 1,303,298

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

See accompanying independent auditor's report.

Current Year Transactions				
Bonds Sold	Retirements		Bonds Outstanding May 31, 2024	Paying Agent
	Principal	Interest		
\$	\$ 225,000	\$ 137,700	\$ 5,200,000	The Bank of New York Mellon Trust Company, N.A. Dallas, TX
	440,000	359,744	10,850,000	The Bank of New York Mellon Trust Company, N.A. Dallas, TX
	790,000	86,400	2,895,000	The Bank of New York Mellon Trust Company, N.A. Dallas, TX
\$ - 0 -	\$ 1,455,000	\$ 583,844	\$ 18,945,000	

See accompanying independent auditor's report.

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

Amounts

	2024	2023	2022
<b>REVENUES</b>			
Property Taxes	\$ 1,897,371	\$ 1,716,071	\$ 1,352,957
Water Service	598,570	613,963	515,471
Wastewater Service	646,785	651,000	613,652
Water Authority Fees	1,151,321	1,365,774	1,163,402
Penalty and Interest	93,240	92,580	69,599
Connection, Disconnect, and Inspection Fees	39,017	61,507	37,402
Sales Tax Revenues	98,566	97,715	94,395
Water Authority Credits	147,135	147,135	147,135
Settlement, Investment and Other Revenues	647,211	154,021	11,447
<b>TOTAL REVENUES</b>	<u>\$ 5,319,216</u>	<u>\$ 4,899,766</u>	<u>\$ 4,005,460</u>
<b>EXPENDITURES</b>			
Professional Fees	\$ 189,200	\$ 115,516	\$ 140,891
Contracted Services	510,601	468,361	389,329
Purchased Wastewater Service	878,635	445,175	501,126
Utilities	147,029	143,454	123,854
Repairs and Maintenance	535,588	695,897	510,459
Water Authority Assessments	1,313,382	1,672,615	1,482,690
Other	237,366	280,393	204,613
Capital Outlay	425,664	125,713	109,992
<b>TOTAL EXPENDITURES</b>	<u>\$ 4,237,465</u>	<u>\$ 3,947,124</u>	<u>\$ 3,462,954</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>\$ 1,081,751</u>	<u>\$ 952,642</u>	<u>\$ 542,506</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In (Out)	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>
<b>NET CHANGE IN FUND BALANCE</b>	\$ 1,081,751	\$ 952,642	\$ 542,506
<b>BEGINNING FUND BALANCE</b>	<u>6,061,971</u>	<u>5,109,329</u>	<u>4,566,823</u>
<b>ENDING FUND BALANCE</b>	<u>\$ 7,143,722</u>	<u>\$ 6,061,971</u>	<u>\$ 5,109,329</u>

See accompanying independent auditor's report.

		Percentage of Total Revenues					
2021	2020	2024	2023	2022	2021	2020	
\$ 1,074,163	\$ 1,007,887	35.5 %	35.0 %	33.8 %	29.1 %	27.7 %	
537,428	556,268	11.3	12.5	12.9	14.5	15.2	
633,397	638,922	12.2	13.3	15.3	17.1	17.5	
1,152,986	994,208	21.6	27.9	29.0	31.2	27.2	
1,244	73,753	1.8	1.9	1.7		2.0	
22,197	67,594	0.7	1.3	0.9	0.6	1.9	
86,463	74,517	1.9	2.0	2.4	2.3	2.0	
147,135	147,135	2.8	3.0	3.7	4.0	4.0	
44,703	90,389	12.2	3.1	0.3	1.2	2.5	
<u>\$ 3,699,716</u>	<u>\$ 3,650,673</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	
\$ 145,524	\$ 142,558	3.6 %	2.4 %	3.5 %	3.9 %	3.9 %	
326,575	263,123	9.6	9.6	9.7	8.8	7.2	
381,875	361,729	16.5	9.1	12.5	10.3	9.9	
119,733	109,725	2.8	2.9	3.1	3.2	3.0	
713,042	731,660	10.1	14.2	12.7	19.3	20.0	
1,444,817	1,260,028	24.7	34.1	37.0	39.1	34.5	
203,674	227,638	4.5	5.7	5.1	5.5	6.2	
1,027,958	392,846	8.0	2.6	2.7	27.8	10.8	
<u>\$ 4,363,198</u>	<u>\$ 3,489,307</u>	<u>79.8 %</u>	<u>80.6 %</u>	<u>86.3 %</u>	<u>117.9 %</u>	<u>95.5 %</u>	
\$ (663,482)	\$ 161,366	20.2 %	19.4 %	13.7 %	(17.9) %	4.5 %	
<u>\$ 97,450</u>	<u>\$ - 0 -</u>						
\$ (566,032)	\$ 161,366						
<u>5,132,855</u>	<u>4,971,489</u>						
<u>\$ 4,566,823</u>	<u>\$ 5,132,855</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		
	2024	2023	2022
<b>REVENUES</b>			
Property Taxes	\$ 2,084,995	\$ 1,961,484	\$ 2,085,542
Penalty and Interest	63,078	53,768	55,626
Investment and Miscellaneous Revenues	140,728	83,851	29,127
<b>TOTAL REVENUES</b>	<u>\$ 2,288,801</u>	<u>\$ 2,099,103</u>	<u>\$ 2,170,295</u>
<b>EXPENDITURES</b>			
Tax Collection Expenditures	\$ 100,940	\$ 83,377	\$ 94,125
Debt Service Principal	1,455,000	1,260,000	1,135,000
Debt Service Interest and Fees	585,344	624,398	677,078
Bond Issuance Costs	149,710		149,710
<b>TOTAL EXPENDITURES</b>	<u>\$ 2,141,284</u>	<u>\$ 1,967,775</u>	<u>\$ 2,055,913</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>\$ 147,517</u>	<u>\$ 131,328</u>	<u>\$ 114,382</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Proceeds from the Sale of Refunding Bonds	\$	\$	\$ 3,705,000
Payment to Refunded Bond Escrow Agent			(3,768,567)
Bond Premium			223,726
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ 160,159</u>
<b>NET CHANGE IN FUND BALANCE</b>	\$ 147,517	\$ 131,328	\$ 274,541
<b>BEGINNING FUND BALANCE</b>	2,724,018	2,592,690	2,318,149
<b>ENDING FUND BALANCE</b>	<u>\$ 2,871,535</u>	<u>\$ 2,724,018</u>	<u>\$ 2,592,690</u>
<b>TOTAL ACTIVE RETAIL WATER CONNECTIONS</b>	<u>3,132</u>	<u>3,123</u>	<u>3,124</u>
<b>TOTAL ACTIVE RETAIL WASTEWATER CONNECTIONS</b>	<u>3,132</u>	<u>3,123</u>	<u>3,124</u>

See accompanying independent auditor's report.



		Percentage of Total Revenues				
2021	2020	2024	2023	2022	2021	2020
\$ 2,061,439	\$ 2,031,834	91.1 %	93.4 %	96.1 %	96.7 %	96.8 %
56,962	20,626	2.8	2.6	2.6	2.7	1.0
13,393	45,353	6.1	4.0	1.3	0.6	2.2
<u>\$ 2,131,794</u>	<u>\$ 2,097,813</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>
\$ 83,089	\$ 64,595	4.4 %	4.0 %	4.3 %	3.9 %	3.1 %
1,390,000	1,325,000	63.6	60.0	52.3	65.2	63.2
758,577	809,533	25.6	29.7	31.2	35.6	38.6
				6.9		
<u>\$ 2,231,666</u>	<u>\$ 2,199,128</u>	<u>93.6 %</u>	<u>93.7 %</u>	<u>94.7 %</u>	<u>104.7 %</u>	<u>104.9 %</u>
\$ (99,872)	\$ (101,315)	6.4 %	6.3 %	5.3 %	(4.7) %	(4.9) %
\$	\$					
<u>\$ - 0 -</u>	<u>\$ - 0 -</u>					
\$ (99,872)	\$ (101,315)					
<u>2,418,021</u>	<u>2,519,336</u>					
<u>\$ 2,318,149</u>	<u>\$ 2,418,021</u>					
<u>3,114</u>	<u>3,114</u>					
<u>3,113</u>	<u>3,080</u>					

See accompanying independent auditor's report.

# HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 109

## BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS

### MAY 31, 2024

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

<b>Board Members</b>	<b>Term of Office (Elected or Appointed)</b>	<b>Fees of Office for the year ended May 31, 2024</b>	<b>Expense Reimbursements for the year ended May 31, 2024</b>	<b>Title</b>
Owen H. Parker	05/24 – 05/28 (Elected)	\$ 7,088	\$ 481	President
Chris Green	05/24 – 05/28 (Elected)	\$ 5,462	\$ 898	Vice President
Cheryl Moore	05/22 – 05/26 (Elected)	\$ 2,581	\$ 359	Secretary
Robin Sulpizio	05/22 – 05/26 (Elected)	\$ 1,697	\$ 822	Assistant Secretary
Nancy Frank	05/22 – 05/26 (Elected)	\$ 2,139	\$ 1,051	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, 2024**

<b>Consultants:</b>	<b>Date Hired</b>	<b>Fees for the year ended May 31, 2024</b>	<b>Title</b>
Norton Rose Fulbright US LLP	07/29/74	\$ 90,229	General Counsel
McCall Gibson Swedlund Barfoot PLLC	05/24/16	\$ 18,500	Auditor
Municipal Accounts & Consulting, L.P.	02/27/17	\$ 60,010	Bookkeeper
Perdue, Brandon, Fielder, Collins & Mott, LLP	03/19/96	\$ 19,862	Delinquent Tax Attorney
Brown & Gay Engineers, Inc.	09/19/84	\$ 107,396	Engineer
Robert W. Baird & Co.	02/17/15	\$ -0-	Financial Advisor
Water Wastewater Management Services, Inc.	03/20/01	\$ 606,211	Operator
Bill Spencer	08/15/95	\$ 38,333	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](http://www.mgsbpllc.com)  
E-Mail: [mgsb@mgsbpllc.com](mailto:mgsb@mgsbpllc.com)

September 17, 2024

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, 2024. 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 17, 2024.

*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  
Certified Public Accountants  
Houston, Texas

# **McCALL GIBSON SWEDLUND BARFOOT PLLC**

*Certified Public Accountants*

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

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[www.mgsbpllc.com](http://www.mgsbpllc.com)  
E-Mail: [mgsb@mgsbpllc.com](mailto:mgsb@mgsbpllc.com)

September 17, 2024

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, 2024, 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 17, 2024**

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, 2024, 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 17, 2024, 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 audit continuance letter including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP and for preparation of the supplementary information in accordance with the applicable criteria.
- 2) The financial statements referred to above are fairly presented in conformity with U.S. GAAP and include all properly classified funds and other financial information of the primary government and all component units required by generally accepted accounting principles to be included in the financial reporting entity.
- 3) We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
- 4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- 5) Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
- 6) Related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties have been appropriately accounted for and disclosed in accordance with U.S. GAAP.
- 7) Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements.



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

#### **Government-specific**

- 19) There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.

- 20) We have taken timely and appropriate steps to remedy identified and suspected fraud or noncompliance with provisions of laws, regulations, contracts, and grant agreements that you have reported to us, if any.
- 21) We have a process to track the status of audit findings and recommendations, if any.
- 22) We have identified to you any previous audits, attestation engagements, and other studies related to the objectives of the audit and whether related recommendations have been implemented.
- 23) We have identified to you any investigations or legal proceedings that have been initiated with respect to the period under audit.
- 24) We have provided our views on reported findings, conclusions, and recommendations, as well as our planned corrective actions, for the report as needed.
- 25) The District has no plans or intentions that may materially affect the carrying value or classification of assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance or net position.
- 26) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.
- 27) There were no disclosures required related to conduit debt obligations in accordance with GASB Statement No. 91.
- 28) We have identified and disclosed to you all instances of identified and suspected fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements that we believe have a material effect on the financial statements.
- 29) There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as a basis for recording a loss contingency, or for reporting on noncompliance.
- 30) As part of your audit, you assisted with preparation of the financial statements and disclosures and depreciation schedule. We acknowledge our responsibility as it relates to those nonaudit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for those financial statements and disclosures and depreciation schedule.
- 31) The District has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
- 32) The District has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
- 33) The financial statements include all component units, appropriately present majority equity interests in legally separate organizations and joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.

- 34) There are no fiduciary activities required to be disclosed in the financial statements in accordance with GASB Statement No. 84, as amended.
- 35) The financial statements properly classify all funds and activities in accordance with GASB Statement No. 34, as amended.
- 36) All funds that meet the quantitative criteria in GASB Statement No. 34 and No. 37 for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statement users.
- 37) Components of net position (net investment in capital assets; restricted; and unrestricted) and classifications of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.
- 38) Investments, derivative instrument transactions, and land and other real estate held by endowments are properly valued.
- 39) Provisions for uncollectible receivables have been properly identified and recorded.
- 40) Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.
- 41) Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
- 42) Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.
- 43) Special and extraordinary items are appropriately classified and reported, if any.
- 44) Deposits and investment securities and derivative instrument transactions are properly classified as to risk and are properly disclosed.
- 45) Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated or amortized.
- 46) The District did not meet the GASB-established requirements for accounting for eligible infrastructure assets using the modified approach.
- 47) We have appropriately disclosed the District's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available and have determined that net position is properly recognized under the policy.
- 48) We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.
- 49) We acknowledge our responsibility for the required supplementary information (RSI). The RSI is measured and presented within prescribed guidelines and the methods of measurement and presentation have not changed from those used in the prior period. We have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the RSI.

50) With respect to the supplementary information required by the 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

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D-007

**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 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 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 2017 Order and the 2021 Order, the “Orders”), under which the District’s Series 2021 Bonds (the “2021 Bonds,” and collectively with the 2017 Bonds, the “Bonds”) were issued. This Annual Report relates to the Bonds. 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 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  
1550 Lamar Street, Suite 2000  
Houston, Texas 77010-4106  
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 2024 tax roll:

Property Owner	Description	Taxable Value
TEXAS MATERIALS GROUP INC	Land & Improvements	\$9,361,297
PEET HOTELS INC	Land & Improvements	\$4,656,105
CONCOBAR IV LLC	Land & Improvements	\$4,587,398
CENTERPOINT ENERGY HOU ELE	Utilities	\$4,323,820
FKH SFR PROPCO B HLD LP	Land & Improvements	\$3,575,650
ML3 PROPERTIES HOUSTON LLC	Land & Improvements	\$3,347,722
ALEXANDER ARTHUR	Land & Improvements	\$3,096,381
RIDEAUX WILDA J	Land & Improvements	\$2,941,760
5311 ATAS LLC	Land & Improvements	\$2,794,428
ATASCOCITA CAR CARE COLLISION INC	Land & Improvements	\$2,707,612

## **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, 2024 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 17, 2024

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

Re: Levy of 2024 Tax Rate

Dear Board Members:

The Harris County Appraisal District has recently certified the 2024 value for your district at \$883,290,653 and an additional \$71,194,023 remains uncertified. The uncertified value is the Appraisal District's estimated minimum amount of value that will be ultimately certified by the Harris County Appraisal District. For the 2024 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 \$900,209,877 and the Board of Directors levied a total tax rate of \$0.44 per \$100 of assessed valuation. The tax rate was composed of a maintenance tax rate of \$0.21 per \$100 of assessed valuation and a debt service tax rate of \$0.23 per \$100 of assessed valuation. For illustration purposes, we have enclosed the cash flow analysis based upon our 2024 recommended debt service tax rate. This analysis is based upon the following assumptions:

- 1) A 2024 net taxable value of \$954,484,676 (an increase of approximately 6.03%);
- 2) 98% tax collections;
- 3) No growth beyond January 1, 2024;
- 4) Debt Service Fund balance of \$3,174,404 as of August 20, 2024;
- 5) Interest earnings of 2.50% 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 2024 total tax rate of \$0.435 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 \$0.205 per \$100 of assessed valuation.

Sincerely,  
Robert W. Baird & Co. Incorporated

A handwritten signature in black ink, appearing to read "S. M. Eustis", written over a horizontal line.

Stephen M. Eustis  
Managing Director

Enclosure(s)



# Harris County Municipal Utility District No. 109

## 2024 Debt Service Tax Rate Analysis

Year Ending 12/31	Beginning Fund Balance as of 08/20/2024	Fund Interest Earnings @ 2.500%	Prior Year AV	AV Growth Percentage	Tax Rate / \$100 of AV	Tax Collections @ 98.00%	Total Funds Available	Current Debt Service	Total Debt Service	Ending Balance	Debt Service Coverage %
2024	3,174,404	28,839	900,209,877			-	3,203,243	1,787,339	1,787,339	1,415,904	68.387%
2025	1,415,904	35,398	954,484,676	6.029%	0.205000	1,917,560	3,368,861	2,070,425	2,070,425	1,298,436	62.589%
2026	1,298,436	32,461	954,484,676		0.205000	1,917,560	3,248,456	2,074,528	2,074,528	1,173,929	56.553%
2027	1,173,929	29,348	954,484,676		0.205000	1,917,560	3,120,836	2,075,796	2,075,796	1,045,041	50.123%
2028	1,045,041	26,126	954,484,676		0.205000	1,917,560	2,988,726	2,084,966	2,084,966	903,761	43.291%
2029	903,761	22,594	954,484,676		0.205000	1,917,560	2,843,914	2,087,638	2,087,638	756,277	35.473%
2030	756,277	18,907	954,484,676		0.205000	1,917,560	2,692,743	2,131,952	2,131,952	560,792	68.873%
2031	560,792	14,020	954,484,676		0.205000	1,917,560	2,492,371	814,244	814,244	1,678,127	204.042%
2032	1,678,127	41,953	954,484,676		0.205000	1,917,560	3,637,640	822,444	822,444	2,815,196	341.583%
2033	2,815,196	70,380	954,484,676		0.205000	1,917,560	4,803,136	824,163	824,163	3,978,974	479.246%
2034	3,978,974	99,474	954,484,676		0.205000	1,917,560	5,996,008	830,256	830,256	5,165,751	622.544%
2035	5,165,751	129,144	954,484,676		0.205000	1,917,560	7,212,455	829,781	829,781	6,382,674	766.371%
2036	6,382,674	159,567	954,484,676		0.205000	1,917,560	8,459,800	832,844	832,844	7,626,956	913.340%
2037	7,626,956	190,674	954,484,676		0.205000	1,917,560	9,735,190	835,063	835,063	8,900,128	1065.166%
2038	8,900,128	222,503	954,484,676		0.205000	1,917,560	11,040,191	835,563	835,563	10,204,628	1214.566%
2039	10,204,628	255,116	954,484,676		0.205000	1,917,560	12,377,303	840,188	840,188	11,537,116	1368.873%
2040	11,537,116	288,428	954,484,676		0.205000	1,917,560	13,743,104	842,819	842,819	12,900,285	1536.915%
2041	12,900,285	322,507	954,484,676		0.205000	1,917,560	15,140,352	839,363	839,363	14,300,989	
Totals		1,987,438			Average Tax Rate: 0.205000	32,598,515		23,459,368	23,459,368		

## Maintenance Tax Rate Information

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:

<b>2023 M&amp;O Tax Rate</b>	\$	0.21000	@ a 98.00% collections rate generated \$1,852,632.
<b>Proposed 2024 M&amp;O Tax Rate</b>	\$	0.23000	@ a 98.00% collections rate generates \$2,151,408.
<b>Parity M&amp;O Tax Rate</b>	\$	0.19810	@ a 98.00% collections rate generates \$1,853,017.
<b>M&amp;O Tax Rate to Balance Budget</b>	\$	0.08250	@ a 98.00% collections rate generates \$771,701.
<b>Maximum Authorized M&amp;O Tax Rate</b>	\$	1.00000	
<b>Value of One Penny</b>	\$	93,539	@ a 98.00% collections rate.

<b>Last Year's Average Homestead Value</b>	\$	285,430
<b>Last Year's Average Tax Bill</b>	\$	1,256
<b>This Year's Average Homestead Value</b>	\$	310,029
<b>This Year's Proposed Average Tax Bill</b>	\$	1,349
<b>Percentage Change</b>		7.38%
<b>Value of One Penny on This Year's Average Tax Bill</b>	\$	31

<b>Proposed 2024 Total Tax Rate</b>	\$	0.43500
<b>Parity Tax Rate</b>	\$	0.40510
<b>Type of District</b>	Developing District	
<b>Total Rate to Avoid a Rollback Election</b>	\$	0.43740
<b>2024 M&amp;O Rollback Rate</b>	\$	0.20880 @ a 98.00% collections rate generates \$1,953,105.

CERTIFICATE FOR ORDER DESIGNATING OFFICER TO CALCULATE  
AND PUBLISH TAX RATES AND TAKING OTHER  
ACTIONS IN CONNECTION WITH THE LEVY OF A TAX FOR 2024

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 17, 2024, 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 2024

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 \_\_\_\_\_, 2024

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 2024

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 2024;

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 2024 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 2024 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 15, 2024, 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.

\* \* \*

**WWWMS, INC.**  
**HARRIS COUNTY MUD # 109**  
**OPERATIONS REPORT**  
**Tuesday, September 17, 2024**

**BILLING AND COLLECTION RECAP:**

**DEPOSITED IN YOUR ACCOUNT LAST MONTH:**

Period Ending:	Aug-24
Deposit:	\$ 5,374.43
Penalty:	\$ 2,806.89
Water:	\$ 35,847.34
Sewer:	\$ 31,325.13
Inspection:	\$ 681.00
Voluntary Fire & EMS:	\$ -
Misc:	\$ 3,707.26
NHCRWA:	\$ 47,572.39
Reconnect:	\$ -
NSF Fee:	\$ 307.30
<b>Total Collections:</b>	<b>\$ 127,621.74</b>

**CURRENT BILLING:**

Period Ending:	Sep-24
Deposit:	\$ 100.00
Penalty:	\$ 9,734.58
Water:	\$ 44,396.75
Sewer:	\$ 64,658.70
Inspection:	\$ 801.00
Voluntary Fire & EMS:	\$ -
Misc:	\$ 2,960.00
NHCRWA:	\$ 77,177.03
<b>Total Billing:</b>	<b>\$ 199,828.06</b>

**CUSTOMER AGED RECEIVABLES:**

30 Day	54%	\$ 107,648.72
60 Day	10%	\$ 19,233.62
90 Day	1%	\$ 2,562.82
120 Day	7%	\$ 13,958.60
Overpayments		\$ (8,902.83)
<b>Total Receivables:</b>		<b>\$ 134,500.93</b>

**HGCSD PERIOD: 8/1/24 THRU 8/31/24**

**Period 6/1/24 thru 5/31/25**

**MONTHLY TOTAL**

Gallons Authorized:	450.000	MG
Current Month Produced:	34.292	MG
Cum. Gallons Produced:	83.917	MG
Auth. Gallons Remaining:	366.083	MG
Avg. Gallons Per Month:	27.972	MG
Permit Months Remaining:	9	

**WATER PLANT OPERATIONS:**

**Period: 8/1/2024 thru 8/31/2024**

**MONTHLY TOTAL**

Production:	33.535	MG
Amount Purchased:	0.000	MG
Total Amount:	33.535	MG
Consumption: (Billed)	30.005	MG
46 I/C	0.000	MG
Maint. / Leaks / Flushing	0.000	MG
Est. Amt. Sold to HC MUD 151	0.800	MG
Total:	30.805	MG
Daily Average Production:	1.081	MG
Percent Accounted For:	91.86%	

**NEW METER INSTALLATIONS:**

Residential:	0
Commercial:	0
<b>Total:</b>	<b>0</b>

**CONNECTION COUNT:**

Residential:	3006
Commercial:	108
Clubs/Schools:	1
Irrigation:	19
Vacant:	40
Builders:	22
Vacation:	0
No Bill:	6
	3202
New Finals and Transfers	-39
	<b>3163</b>

**ACCOUNTS SENT TO COLLECTIONS:**

Total of (0)

## HARRIS COUNTY MUD #109

### ACTIVITY REPORT

September 17, 2024

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 2024
- D.) Billing / Recap Summary Report

Item 2: Lift Station #1

- A.) Houston Fence ordered material to replace existing damaged fence.

Item 3: Cut off Report / Status on Arrears Account

Door hangers: 9/19/2024

Due Date: 9/8/2024

Cut offs: 9/18/2024

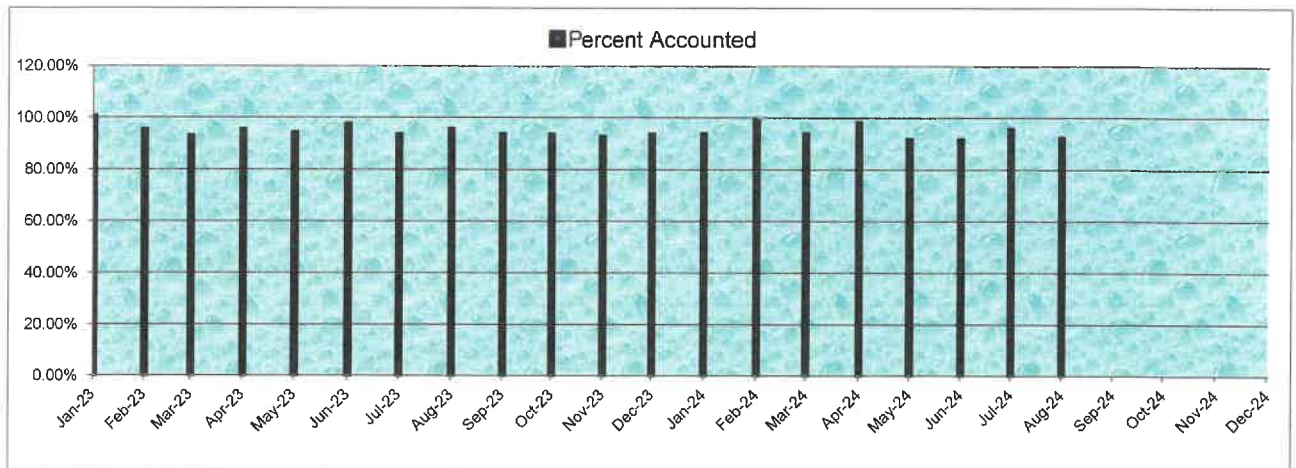
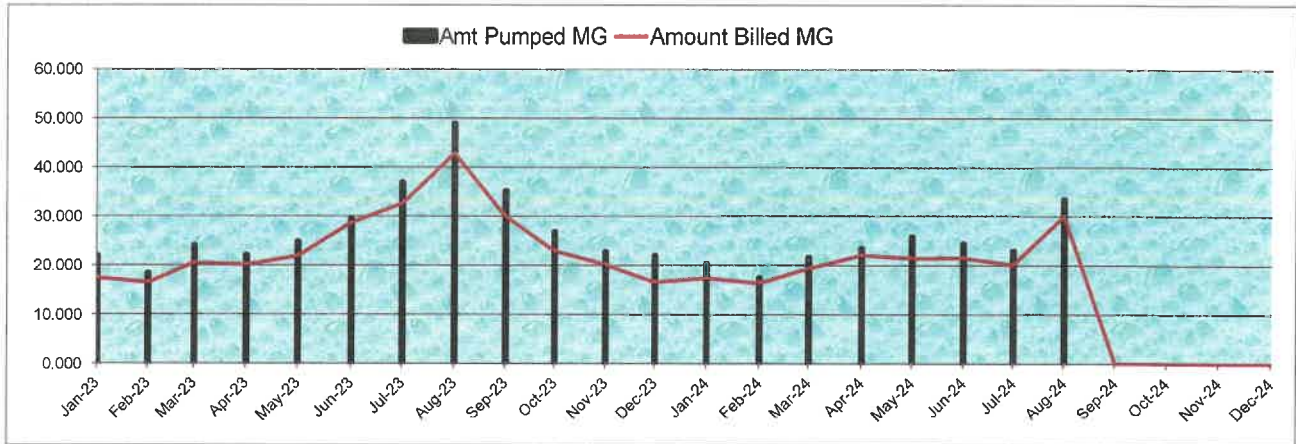


# HARRIS COUNTY MUD #109

## WATER PRODUCTION REPORT

September 17, 2024

Month /Year	Amt Pumped MG	Amt Billed MG	Maint. MG	Amt. Sold I/C	Amt.Sold HC 151	Total Amount	Percent Accounted
Jan-23	21.913	17.401	3.712	0.000	0.800	21.913	100.00%
Feb-23	18.295	16.441	0.100	0.000	0.800	17.341	94.79%
Mar-23	24.079	20.448	1.000	0.000	0.800	22.248	92.40%
Apr-23	22.020	20.106	0.000	0.000	0.800	20.906	94.94%
May-23	24.809	21.941	0.500	0.000	0.800	23.241	93.68%
Jun-23	29.463	28.631	0.000	0.000	0.000	28.631	97.18%
Jul-23	36.951	32.580	1.000	0.000	0.800	34.380	93.04%
Aug-23	48.966	42.859	2.900	0.000	0.800	46.559	95.08%
Sep-23	35.191	29.946	2.000	0.000	0.800	32.746	93.05%
Oct-23	26.831	22.958	1.200	0.000	0.800	24.958	93.02%
Nov-23	22.747	20.173	0.000	0.000	0.800	20.973	92.20%
Dec-23	21.977	16.556	3.100	0.000	0.800	20.456	93.08%
Jan-24	20.298	17.441	0.700	0.000	0.800	18.941	93.31%
Feb-24	17.506	16.410	0.000	0.000	0.800	17.210	98.31%
Mar-24	21.643	19.400	0.000	0.000	0.800	20.200	93.33%
Apr-24	23.430	22.082	0.000	0.000	0.800	22.882	97.66%
May-24	25.827	21.458	1.300	0.000	0.800	23.558	91.21%
Jun-24	24.469	21.486	0.000	0.000	0.800	22.286	91.08%
Jul-24	22.961	20.049	1.000	0.000	0.800	21.849	95.16%
Aug-24	33.535	30.005	0.000	0.000	0.800	30.805	91.86%
Sep-24							
Oct-24							
Nov-24							
Dec-24							
Total	522.911	458.371	18.512	0.000	15.200	492.083	1884.38%
Average	26.146	22.919	0.926	0.000	0.760	24.604	94.22%



**NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY**  
**Groundwater and/or Surface Water Reporting and Billing Form - 2024**

\*\*\*Report filed online\*\*\* <http://oprs.nhcrwa.com>

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

*Billing period for which the report is being filed*

<i>Billing Period</i>	<i>Rate per 1,000 gallons</i>	<i>Due Date</i>
August 01-31, 2024	\$3.60 groundwater \$4.05 surface water	October 18, 2024

*Gallons of Groundwater Pumped for Billing Period*

	Start Meter Reading	End Meter Reading	Total
Well #2083	711,672 x1000	734,766 x1000	23,094,000
Well #4448	521,245 x1000	532,802 x1000	11,557,000
Adjustment			0

*Water imported from outside NHCRA*

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	34,651,000
2	Divide by 1000	34,651
3	Total groundwater fee due (multiply line 2 x \$3.60)	\$124,743.60
4	Enter total gallons of surface water received	0
5	Divide by 1000	0
6	Total surface water fee due (multiply line 5 x \$4.05)	\$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	\$112,482.35

If your payment is received late, the Authority will send you an invoice for the late fees set forth in the Rate Order.

I declare that the above information is true and correct to the best of my knowledge and belief.

Date: September 04, 2024

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 2024 THROUGH DECEMBER 2024 ANNUAL RECAP COLLECTIONS REPORT

COLLECTIONS:	January 2024	February 2024	March 2024	April 2024	May 2024	June 2024	July 2024	August 2024	September 2024	October 2024	November 2024	December 2024
WATER PAYMENTS	\$ 48,220.77	\$ 46,390.89	\$ 46,038.08	\$ 48,105.74	\$ 52,836.16	\$ 56,807.88	\$ 35,847.34	\$ 69,967.50				\$ 404,214.35
SEWER PAYMENTS	\$ 50,106.94	\$ 50,686.47	\$ 48,148.10	\$ 48,662.59	\$ 50,364.73	\$ 51,024.36	\$ 31,325.13	\$ 75,206.07				\$ 405,524.39
PENALTY PAYMENTS	\$ 4,302.87	\$ 4,065.56	\$ 3,021.76	\$ 3,356.81	\$ 3,699.30	\$ 4,080.56	\$ 2,806.89	\$ 9,963.76				\$ 35,297.53
CHCRWA	\$ 65,613.98	\$ 63,476.63	\$ 58,626.31	\$ 69,223.57	\$ 77,446.01	\$ 79,372.03	\$ 47,572.39	\$ 101,671.78				\$ 563,004.70
RECONNECT FEES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				\$ -
MISCELLANEOUS	\$ 4,737.09	\$ 7,869.98	\$ 5,112.80	\$ 6,739.15	\$ 5,349.31	\$ 6,404.76	\$ 3,707.26	\$ 8,549.34				\$ 48,458.69
DEPOSIT	\$ 3,700.00	\$ 50.00	\$ 7,550.00	\$ 4,375.00	\$ 3,819.37	\$ 3,150.00	\$ 5,374.43	\$ 5,008.56				\$ 33,027.36
NSF FEES	\$ 210.00	\$ 508.36	\$ -	\$ 245.00	\$ 140.00	\$ 182.70	\$ 307.30	\$ 280.00				\$ 1,873.36
INSPECTION FEES	\$ 801.00	\$ 721.00	\$ 867.65	\$ 854.35	\$ 681.00	\$ 801.00	\$ 681.00	\$ 960.99				\$ 6,367.99
TOTAL DEPOSIT	\$ 177,692.65	\$ 173,759.88	\$ 169,364.70	\$ 181,562.21	\$ 194,335.88	\$ 201,623.31	\$ 127,621.74	\$ 271,608.00	\$ -	\$ -	\$ -	\$ 1,497,768.37
ARREARS BREAKDOWN												
30 DAYS	\$ 39,439.48	\$ 42,184.37	\$ 37,054.69	\$ 40,038.78	\$ 44,755.42	\$ 44,145.38	\$ 107,648.72	\$ 42,571.41				\$ 397,838.25
60 DAYS	\$ 13,667.74	\$ 10,694.33	\$ 13,733.32	\$ 11,903.86	\$ 11,572.09	\$ 9,528.12	\$ 19,233.52	\$ 17,703.03				\$ 108,036.13
90 DAYS	\$ 2,568.64	\$ 2,218.34	\$ 2,322.50	\$ 1,969.20	\$ 1,644.82	\$ 1,183.14	\$ 2,562.32	\$ 2,799.57				\$ 17,269.03
120 DAYS	\$ 9,572.28	\$ 9,663.48	\$ 11,338.05	\$ 11,458.81	\$ 13,052.79	\$ 13,305.96	\$ 13,958.50	\$ 14,995.77				\$ 97,369.74
OVER PAYMENTS	\$ (8,714.37)	\$ (8,671.06)	\$ (8,554.24)	\$ (8,759.86)	\$ (8,345.14)	\$ (10,870.70)	\$ (8,902.83)	\$ (12,751.15)				\$ (75,589.35)
TOTAL ARREARS	\$ 56,533.77	\$ 56,109.46	\$ 55,894.32	\$ 56,610.81	\$ 62,679.98	\$ 57,291.90	\$ 134,500.93	\$ 65,322.63	\$ -	\$ -	\$ -	\$ 544,943.80

## Harris County Municipal Utility District Number 109

### Tax Collector's Report

### Table of Contents

August 31, 2024

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

#### Disbursements for September 17, 2024:

#2446: Ad Valorem Appraisals Inc; TAC Fee-9/2025	\$2,859.84
#2448: Perdue Brandon Fielder Collins & Mott; Tax Atty Fee-8/2024	3,864.53
#2449: Harris Central Appraisal District; Quarterly Assessment	<u>9,006.00</u>
Total Disbursements for September 17, 2024	<u>\$15,730.37</u>

Exhibit H

# Harris County Municipal Utility District Number 109

## Tax Collector's Report

Current Period Covered: August 1, 2024 to August 31, 2024

Fiscal Year Beginning: June 1, 2024

<u>Cash Receipts and Disbursements</u>	<u>Current Period</u>	<u>Year to Date</u>
Cash Balance at Beginning of Period	\$209,577.06	\$200,473.61
Collections:		
2023 Tax Collections	19,264.39	48,867.95
2022 Tax Collections	1,412.38	2,742.44
2021 Tax Collections	3.66	214.33
2020 Tax Collections	2.40	177.69
2019 Tax Collections	2.40	2.40
2018 Tax Collections	2.45	2.45
Penalty and Interest	3,245.49	7,517.76
Tax Attorney Fees	3,864.53	5,253.39
Overpayments	75.00	115.82
Interest Earned	<u>218.51</u>	<u>597.21</u>
Total Collections	28,091.21	65,491.44
Disbursements:		
Tax Assessor-Collector Fee	2,859.84	8,579.52
Tax Attorney Fee	1,125.56	2,928.43
Appraisal District Quarterly Fee	0.00	8,637.00
Bank Charges	73.60	150.54
Refund Overpayments	<u>2,468.48</u>	<u>14,528.77</u>
Total Disbursements	<u>6,527.48</u>	<u>34,824.26</u>
Cash Balance at End of Period	<u>\$231,140.79</u>	<u>\$231,140.79</u>

# Harris County Municipal Utility District Number 109

## Tax Collector's Report Taxes Receivable Summary as of August 31, 2024

### 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>
2023	\$3,957,507.70	\$3,877,457.20	80,050.50	97.98%
2022	3,774,182.93	3,745,424.15	28,758.78	99.24%
2021	3,383,110.25	3,369,383.55	13,726.70	99.59%
2020	3,164,583.82	3,152,613.95	11,969.87	99.62%
2019	3,081,590.26	3,070,458.59	11,131.67	99.64%
2018	2,906,869.36	2,899,257.50	7,611.86	99.74%
2017	2,895,613.63	2,887,902.21	7,711.42	99.73%
2016	2,808,690.61	2,802,970.88	5,719.73	99.80%
2015	2,573,712.76	2,569,834.92	3,877.84	99.85%
2014	2,301,769.82	2,297,895.06	3,874.76	99.83%
2013	2,097,527.32	2,094,489.96	3,037.36	99.86%
2012	2,071,519.13	2,068,914.02	2,605.11	99.87%
2011	2,121,714.06	2,119,595.06	2,119.00	99.90%
2010	2,138,895.52	2,136,752.39	2,143.13	99.90%
2009	2,160,628.25	2,158,243.88	2,384.37	99.89%
2008	2,142,045.24	2,140,369.95	1,675.29	99.92%
2007	2,084,977.70	2,082,933.82	2,043.88	99.90%
2006	2,108,720.67	2,106,771.68	1,948.99	99.91%
2005	2,197,283.24	2,195,556.05	1,727.19	99.92%
2004	2,010,295.69	2,007,622.69	2,673.00	99.87%
2003	1,863,011.08	1,860,553.66	2,457.42	99.87%
2002	1,743,166.99	1,742,780.89	386.10	99.98%
2001	1,705,006.18	1,704,772.45	233.73	99.99%
2000	1,630,288.09	1,630,151.22	136.87	99.99%
1999	1,482,019.84	1,481,978.10	41.74	100.00%
1998	1,346,040.98	1,345,882.41	158.57	99.99%
1997	1,218,889.39	1,218,854.71	34.68	100.00%
1996	1,156,053.10	1,156,021.00	32.10	100.00%
1995	1,130,565.24	1,130,545.88	19.36	100.00%
Prior Years	<u>10,813,764.63</u>	<u>10,813,764.63</u>	<u>0.00</u>	100.00%
Totals	<u>\$76,070,043.48</u>	<u>\$75,869,752.46</u>	<u>\$200,291.02</u>	<u>99.74%</u>

# Harris County Municipal Utility District Number 109

## Tax Collector's Report Taxes Receivable Summary as of August 31, 2024

### 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>
2023	899,443,593	12.01%	0.23000	0.21000	0.44000	25,000 O/D
2022	803,017,804	14.00%	0.25000	0.22000	0.47000	25,000 O/D
2021	704,424,978	6.85%	0.29000	0.19000	0.48000	25,000 O/D
2020	659,267,550	2.70%	0.31500	0.16500	0.48000	25,000 O/D
2019	641,962,199	8.21%	0.32000	0.16000	0.48000	25,000 O/D
2018	593,228,582	2.44%	0.36000	0.13000	0.49000	10,000 O/D
2017	579,121,338	7.22%	0.36000	0.14000	0.50000	10,000 O/D
2016	540,136,676	9.13%	0.41000	0.11000	0.52000	10,000 O/D
2015	494,944,745	11.81%	0.39000	0.13000	0.52000	10,000 O/D
2014	442,648,062	9.74%	0.39000	0.13000	0.52000	10,000 O/D
2013	403,370,606	1.26%	0.42000	0.10000	0.52000	10,000 O/D
2012	398,369,066	-2.37%	0.42000	0.10000	0.52000	10,000 O/D
2011	408,021,927	-0.80%	0.42000	0.10000	0.52000	10,000 O/D
2010	411,326,061	-1.01%	0.42000	0.10000	0.52000	10,000 O/D
2009	415,504,618	0.87%	0.42000	0.10000	0.52000	10,000 O/D
2008	411,931,758	2.74%	0.42000	0.10000	0.52000	10,000 O/D
2007	400,957,245	6.48%	0.42000	0.10000	0.52000	10,000 O/D
2006	376,557,265	2.83%	0.46000	0.10000	0.56000	10,000 O/D
2005	366,208,721	9.30%	0.50000	0.10000	0.60000	10,000 O/D
2004	335,049,282	7.91%	0.50000	0.10000	0.60000	10,000 O/D
2003	310,501,847	6.88%	0.50000	0.10000	0.60000	10,000 O/D
2002	290,527,832	5.63%	0.50000	0.10000	0.60000	10,000 O/D
2001	275,035,288	9.50%	0.52000	0.10000	0.62000	10,000 O/D
2000	251,170,142	15.23%	0.57367	0.07547	0.64914	10,000 O/D
1999	217,977,950	10.11%	0.60460	0.07540	0.68000	10,000 O/D
1998	197,957,174	10.43%	0.63000	0.05000	0.68000	10,000 O/D
1997	179,258,410	3.88%	0.63000	0.05000	0.68000	10,000 O/D
1996	172,555,210	2.26%	0.62000	0.05000	0.67000	10,000 O/D
1995	168,741,080	0.00%	0.62000	0.05000	0.67000	10,000 O/D



# Harris County Municipal Utility District Number 109

## Tax Collector's Report Tax Collections for August, 2024

<u>Property Owner</u>	<u>Account No</u>	<u>Tax Amount</u>	<u>Pen &amp; Int</u>	<u>Atty/Cost</u>	<u>Overpaid</u>	<u>Total Pmt</u>
2023 Tax Collections:						
Various Accounts	17 Accounts	\$19,066.59	\$2,844.67	\$3,528.48	\$0.00	\$25,439.74
Skillern Barbara S & Robert R	119-848-003-0024	<u>197.80</u>	<u>0.00</u>	<u>0.00</u>	<u>75.00</u>	<u>272.80</u>
Total 2023 Tax Collections		<u>19,264.39</u>	<u>2,844.67</u>	<u>3,528.48</u>	<u>75.00</u>	<u>25,712.54</u>
2022 Tax Collections:						
Kelly Shirley A	109-142-000-0006	\$143.84	\$0.00	\$0.00	\$0.00	\$143.84
Weeks Jennifer Michelle	118-705-001-0027	1,214.83	376.60	318.29	0.00	1,909.72
Allstate Insurance	0435798	<u>53.71</u>	<u>16.65</u>	<u>14.07</u>	<u>0.00</u>	<u>84.43</u>
Total 2022 Tax Collections		<u>\$1,412.38</u>	<u>\$393.25</u>	<u>\$332.36</u>	<u>\$0.00</u>	<u>\$2,137.99</u>
2021 Tax Collections:						
Allstate Insurance	0435798	\$1.26	\$0.54	\$0.36	\$0.00	\$2.16
Clown Express	0993423	<u>2.40</u>	<u>1.01</u>	<u>0.68</u>	<u>0.00</u>	<u>4.09</u>
Total 2021 Tax Collections		<u>\$3.66</u>	<u>\$1.55</u>	<u>\$1.04</u>	<u>\$0.00</u>	<u>\$6.25</u>
2020 Tax Collections:						
Clown Express	0993423	<u>\$2.40</u>	<u>\$1.67</u>	<u>\$0.81</u>	<u>\$0.00</u>	<u>\$4.88</u>
Total 2020 Tax Collections		<u>\$2.40</u>	<u>\$1.67</u>	<u>\$0.81</u>	<u>\$0.00</u>	<u>\$4.88</u>
2019 Tax Collections:						
Clown Express	0993423	<u>\$2.40</u>	<u>\$1.99</u>	<u>\$0.88</u>	<u>\$0.00</u>	<u>\$5.27</u>
Total 2019 Tax Collections		<u>\$2.40</u>	<u>\$1.99</u>	<u>\$0.88</u>	<u>\$0.00</u>	<u>\$5.27</u>
2018 Tax Collections:						
Clown Express	0993423	<u>\$2.45</u>	<u>\$2.36</u>	<u>\$0.96</u>	<u>\$0.00</u>	<u>\$5.77</u>
Total 2018 Tax Collections		<u>\$2.45</u>	<u>\$2.36</u>	<u>\$0.96</u>	<u>\$0.00</u>	<u>\$5.77</u>
Summary of Other Collections						
		<u>\$3,245.49</u>	<u>\$3,864.53</u>		<u>\$75.00</u>	\$27,872.70
Interest Earnings						<u>218.51</u>
Total Collected during Month						<u>\$28,091.21</u>



# Harris County Municipal Utility District Number 109

## Tax Collector's Report Taxes Receivable Detail as of August 31, 2024

<u>Property Owner</u>	<u>Account No.</u>	<u>2022 Tax</u>	<u>2021 Tax</u>	<u>2020 Tax</u>	<u>2019 Tax</u>	<u>Prior Yrs</u>
Exchange Church Houston	043-206-000-0195	\$0.00	\$0.00	\$816.49	\$0.00	\$0.00
D:Vineyard Travis & Danell	102-065-000-0007	687.55	627.44	559.49	552.96	3,892.50
D:Gaddis John M	102-068-000-0021	793.57	725.87	648.97	758.83	0.00
D:Catlin Steven L	102-069-000-0004	113.27	107.77	97.98	89.07	77.52
Ochoa Ramiro & Patricia	102-072-000-0007	1,837.69	0.00	0.00	0.00	0.00
P:Hodge Jerry David	108-488-000-0003	852.07	167.44	0.00	0.00	0.00
Murray Keiunta L	108-489-000-0011	868.34	795.29	728.43	0.00	0.00
P:Deauquier II Lloyd & Lisa	108-492-000-0031	9.20	0.00	0.00	0.00	0.00
Q:Lee Mary	108-494-000-0018	205.58	0.00	0.00	0.00	0.00
Lackey Marvin F	108-495-000-0002	858.21	0.00	0.00	0.00	0.00
D:Wilson Dewey M	108-497-000-0032	742.43	678.39	620.57	603.40	2,753.27
D:Key Lenora J	109-142-000-0001	710.14	599.32	539.39	484.90	484.28
D:Cartwright Ed & Diane	109-142-000-0034	649.33	591.96	591.09	526.44	4,660.72
D:Brokaw Sharon	109-144-000-0002	597.88	544.19	0.00	444.96	1,485.79
Chaney Allison K	110-749-000-0019	714.88	0.00	0.00	0.00	0.00
S:Carlile Rod	110-750-000-0050	830.33	687.13	700.92	0.00	0.00
S:Deyle Kurt	111-527-000-0010	797.18	740.13	672.85	611.68	234.17
Rodriguez Gregorio & Maria	111-528-000-0010	707.89	0.00	0.00	0.00	0.00
D:Curry Arthur W & Sharon	113-133-000-0008	0.00	406.50	0.00	0.00	0.00
Wade James Jr	113-135-000-0015	851.70	0.00	0.00	0.00	0.00
Swareman Linda	113-135-000-0019	927.07	0.00	0.00	0.00	0.00
Ruiz John	113-136-000-0003	335.53	0.00	0.00	0.00	0.00
D:Sanchez Olga	113-142-000-0043	530.39	245.73	0.00	0.00	0.00
Bjornaas Kevin Estate of	114-139-009-0007	912.59	0.00	0.00	0.00	0.00
S:Jackson Keshell	114-139-009-0015	817.46	758.96	717.52	652.30	1,858.14
Chicosky Gregory P	114-139-010-0017	0.00	0.00	0.00	563.41	0.00
D:Paxton Roy C & Debbie M	114-139-010-0036	512.86	465.25	429.28	379.35	188.48
S:Lacour Carey L & Vanita	114-139-013-0053	875.35	739.39	688.33	0.00	0.00
D:Gonzalez Virginia	114-139-015-0003	654.28	596.54	547.43	487.49	1,015.53
McMahan Thomas L	114-139-018-0001	728.34	0.00	0.00	0.00	0.00
Walton Gregory L	114-350-014-0012	617.06	561.99	0.00	0.00	0.00
Blow Cheryl	114-350-015-0118	0.00	0.00	0.00	0.00	2,093.63
D:Harris Virginia B	114-350-016-0083	1,040.89	955.49	869.22	855.21	5,810.72
Delk Leroy	114-350-016-0087	1,008.65	0.00	0.00	0.00	0.00
D:Knight Chris & Terry	115-511-019-0012	1,248.22	1,147.98	1,032.72	0.00	0.00
S:Mitchem Anna M	115-511-021-0036	0.00	0.00	0.00	0.00	258.74
Rosques Sandra P	116-276-000-0580	0.00	0.00	0.00	2,976.58	0.00
Q:Davis Susan	118-705-003-0002	256.09	0.00	0.00	0.00	0.00
Marendes David K & Joyce	119-848-002-0024	0.00	121.99	0.00	0.00	0.00
Holley Guniganti Kings	120-416-002-0007	26.28	26.84	0.00	0.00	0.00
Jones Iris J & Rodney C	123-226-001-0005	1,109.96	0.00	0.00	0.00	0.00
Wheels LT	0959495	76.62	0.00	0.00	0.00	0.00
Sammy S Total Image Salo	2063987	41.18	0.00	0.00	0.00	0.00
Digital Professionals Compt	2064780	21.69	21.63	21.63	21.63	157.21
B & L Capital Inc	2154083	19.57	19.99	20.08	15.90	230.50
Kevin R Culp	2157330	38.56	41.58	43.58	43.58	457.58
S:Dupree Express Trucking	2172915	539.88	86.07	86.07	86.07	941.51
ARC Insurance Agency	2209050	42.84	43.75	43.75	43.75	185.01
S:James Lewis	2213148	191.81	16.57	24.50	31.25	338.25
RB Mobile Repair	2274611	88.67	0.00	0.00	0.00	0.00
Phones-R-Us Inc	2289501	55.42	54.29	54.29	54.29	54.59
Tomas A Arden Landaverde	2313791	513.69	85.23	0.00	0.00	0.00
VFS LLC	2322209	331.33	0.00	0.00	0.00	0.00
Serenty Health Services LL	2337347	25.00	30.91	40.32	0.00	0.00
Gabriel Martinez	2338191	94.75	96.76	0.00	0.00	0.00
HK Granite & Cabinet Inc	2342853	61.79	0.00	0.00	0.00	0.00
Sophia Massage	2342875	27.26	0.00	0.00	0.00	0.00

# Harris County Municipal Utility District Number 109

## Tax Collector's Report Taxes Receivable Detail as of August 31, 2024

<u>Property Owner</u>	<u>Account No.</u>	<u>2022 Tax</u>	<u>2021 Tax</u>	<u>2020 Tax</u>	<u>2019 Tax</u>	<u>Prior Yrs</u>
Spoiled Mutts	2343180	88.38	90.26	90.26	0.00	0.00
My house Barber Shop	2343201	16.18	0.00	0.00	0.00	0.00
Di Maria Fresh Food	2343249	107.63	121.47	0.00	0.00	0.00
Fresh Ink Media Group	2344047	53.78	54.92	54.92	0.00	0.00
The Kut Factory	2344116	29.22	0.00	0.00	0.00	0.00
BI Massage	2344399	16.60	0.00	0.00	0.00	0.00
Adorn Tattoo	2344404	18.02	18.40	18.40	0.00	0.00
Cobos BBQ LLC	2352871	144.77	146.40	146.40	0.00	0.00
All Me Hotshot Logistics	2353748	72.57	87.38	0.00	0.00	0.00
S:lsmeal Anaya	2363334	362.76	226.80	287.85	0.00	0.00
Tith Transport Inc	2375231	100.46	0.00	0.00	0.00	0.00
Lit Up Smoke Shop	2379414	186.46	0.00	0.00	0.00	0.00
Fleet Clean Inc	2384334	111.47	0.00	0.00	0.00	0.00
Audio-Visual Media Inc	2387261	53.35	0.00	0.00	0.00	0.00
Michael Lloyd Harris	2387430	167.09	0.00	0.00	0.00	0.00
Nikola Gajuc MD	2390168	127.16	0.00	0.00	0.00	0.00
Roberto Izquierdo Peraza	2391689	443.40	0.00	0.00	0.00	0.00
Andres Balp	2392979	39.55	0.00	0.00	0.00	0.00
Prior Years Personal Property		<u>21.61</u>	<u>192.70</u>	<u>777.14</u>	<u>848.62</u>	<u>26,988.67</u>
Total Receivable		<u>\$28,758.78</u>	<u>\$13,726.70</u>	<u>\$11,969.87</u>	<u>\$11,131.67</u>	<u>46,554.95</u>



MUNICIPAL ACCOUNTS  
& CONSULTING, L.P.

**Bookkeeper's Report | September 17, 2024**

## **Harris County Municipal Utility District No. 109**

Exhibit I



**WEBSITE**

[www.municipalaccounts.com](http://www.municipalaccounts.com)



**ADDRESS**

1281 Brittmoore Road  
Houston, Texas 77043



**CONTACT**

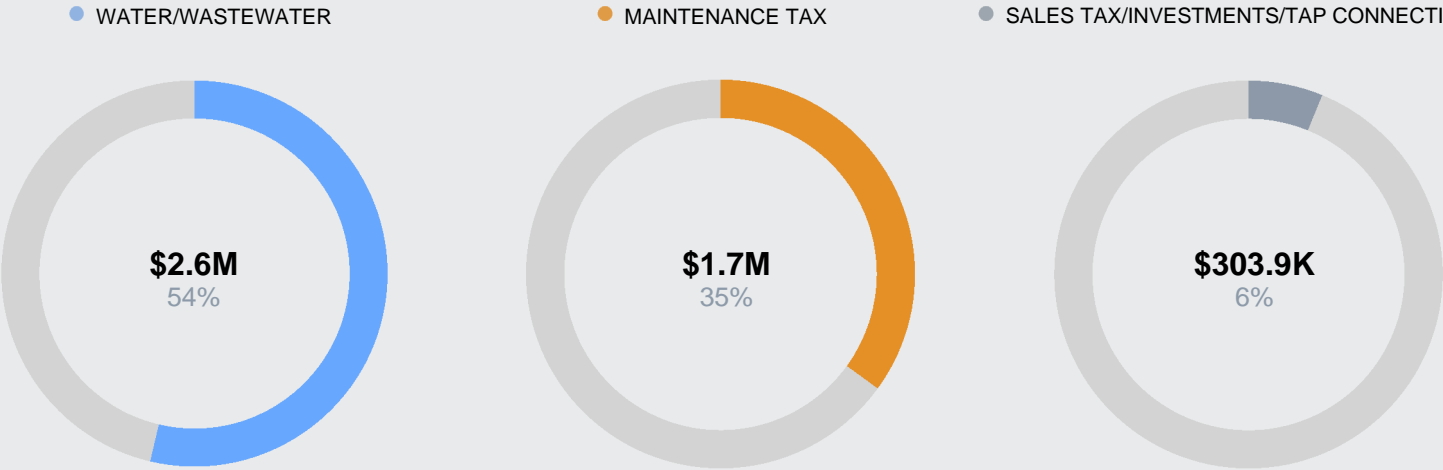
Phone: 713.623.4539  
Fax: 713.629.6859

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### Spotlight On Long Term Planning & Balancing Revenues

Most Districts have 2 major revenue streams that can fund District Operations. These are Water & Wastewater Revenues and M&O Property Tax Revenues. In addition, most Districts have multiple 'Other' Revenue streams that can contribute, but are usually not as significant, unless the 'Other' is extraordinary Sales Tax Revenue. For long term planning, ensuring your M&O Property Tax and Water & Wastewater revenues are covering at least 90% of your expenses is prudent. Investment revenues are unpredictable, Tap Connection revenue disappears as you are built out and Sales Tax can ebb and flow based on the economy. Fixed expenses need fixed revenues. Balancing these revenues to ensure you are covering all expenses as well as building proper reserves should be an ongoing exercise for your District.

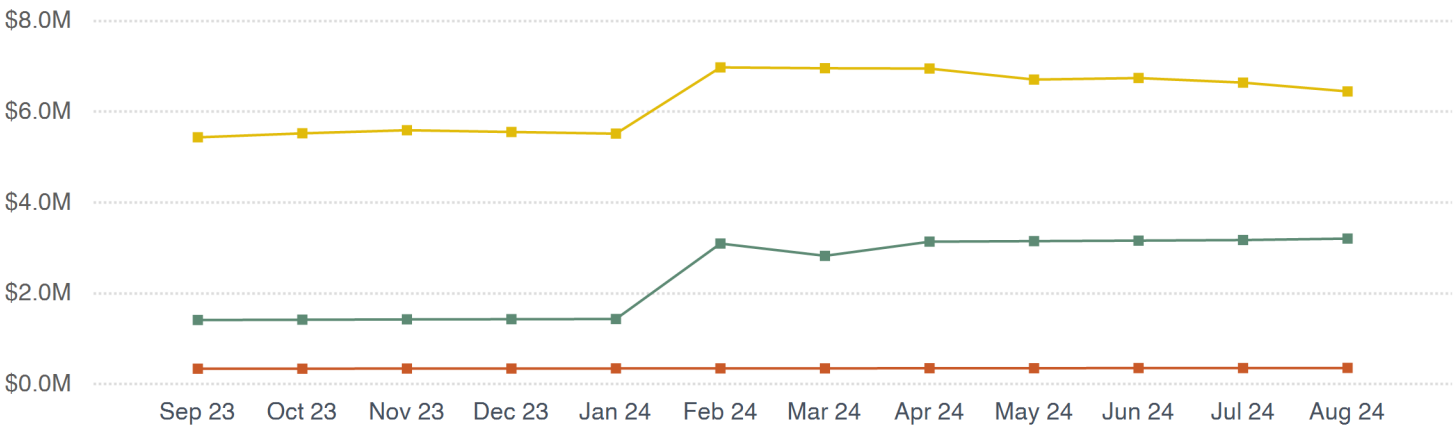


### Account Balance | As of 09/17/2024

■ General Operating	■ Capital Projects	■ Debt Service
\$6,133,091	\$355,753	\$3,205,982

Total For All Accounts: \$9,694,827

### Account Balance By Month | September 2023 - August 2024



# Monthly Financial Summary - General Operating Fund

Harris County MUD No. 109 - GOF



## Account Balance Summary

Balance as of 08/21/2024 **\$6,333,884**

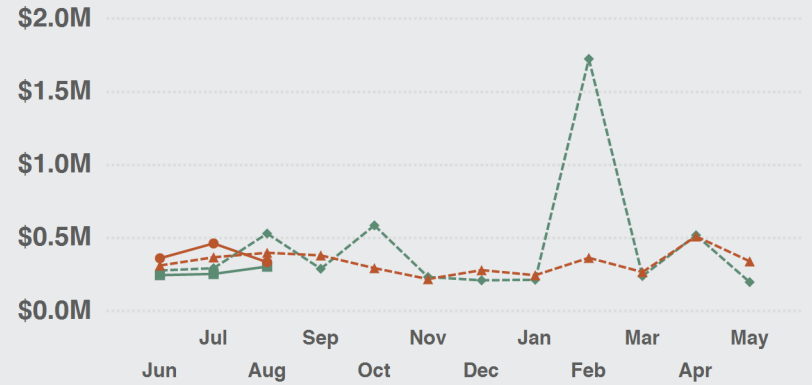
Receipts 722,194

Disbursements (922,988)

Balance as of 09/17/2024 **\$6,133,091**

## Overall Revenues & Expenditures By Month (Year to Date)

Current Year Revenues Prior Year Revenues  
Current Year Expenditures Prior Year Expenditures



## August 2024

### Revenues

Actual	Budget	Over/(Under)
\$304,670	\$342,178	(\$37,508)

### Expenditures

Actual	Budget	Over/(Under)
\$334,635	\$388,369	(\$53,734)

## June 2024 - August 2024 (Year to Date)

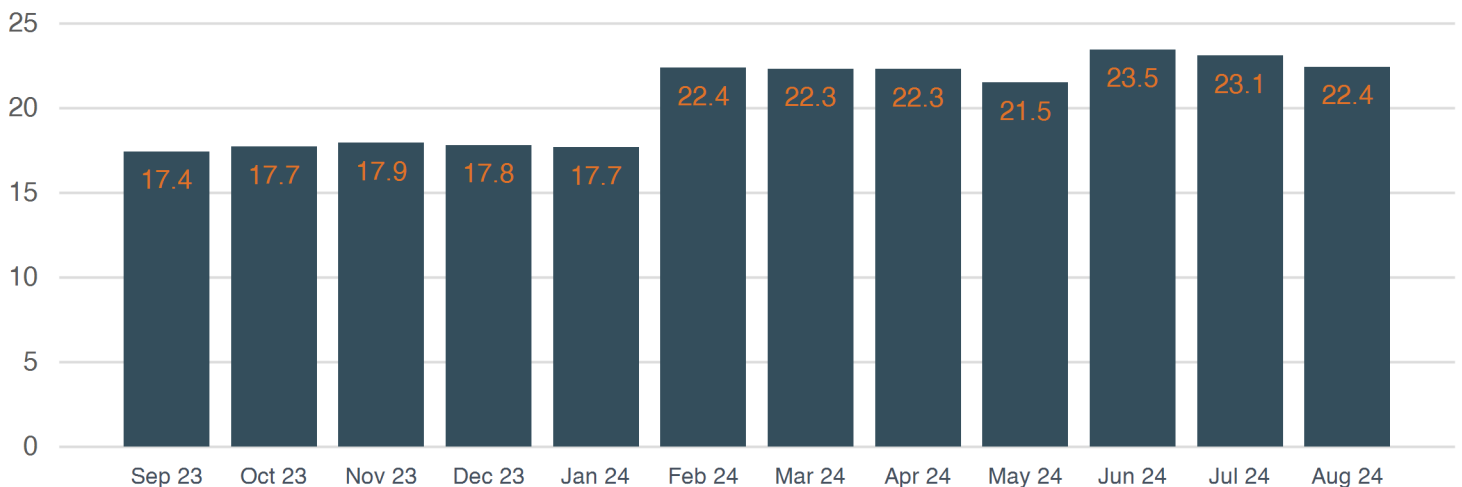
### Revenues

Actual	Budget	Over/(Under)
\$804,818	\$1,020,062	(\$215,244)

### Expenditures

Actual	Budget	Over/(Under)
\$1,158,908	\$1,273,142	(\$114,233)

## Operating Fund Reserve Coverage Ratio (In Months)



# Cash Flow Report - Checking Account

Harris County MUD No. 109 - GOF



Number	Name	Memo	Amount	Balance
--------	------	------	--------	---------

Balance as of 08/21/2024 \$92,476.84

## Receipts

Wire Transfer from Money Market	75,000.00
Customer Refund - Void Check 16726	194.38
HC 151 Water Supply	5,662.60
Sweep from Lockbox Account	251,707.95
Interest Earned on Checking	193.69
City of Houston - Sales Tax Rebate	7,421.46
Wire Transfer from Money Market	85,000.00

**Total Receipts** **\$425,180.08**

## Disbursements

16826	Centerpoint Energy	Utilities Expense	(4,235.98)
16892	Centerpoint Energy	Utilities Expense	(332.72)
16893	NHCRWA	Water Authority Fees	(74,282.75)
16894	Peltier Brothers Construction, LLC	Pay Est. No. 5 - Barents Dr. Lift Station	(75,105.00)
16895	Cool-Tech Refrigeration, Inc.	Maintenance & Repairs	(3,653.44)
16896	Generator Service	Maintenance & Repairs	(4,495.00)
16897	Hawkins, Inc	Chemicals Expense	(3,519.00)
16898	PVS DX, Inc	Chemicals Expense	(706.01)
16899	Ram Rod Utilities, LLC	Water Main Break Repair	(24,032.32)
16900	USA Bluebook	Chemicals Expense	(30.10)
16901	Water Utility Services, Inc.	Laboratory Fees	(670.00)
16902	Cheryl C. Moore	Fees of Office - 09/17/2024	(204.09)
16903	Chris Green	Fees of Office - 09/17/2024	(204.09)
16904	Nancy Frank	Fees of Office - 09/17/2024	(204.10)
16905	Owen H. Parker	Fees of Office - 09/17/2024	(204.09)
16906	Robin Sulpizio	Fees of Office - 09/17/2024	(204.09)
16907	Cheryl C. Moore	Expense	(29.95)
16908	Chris Green	Fees of Office - 08/24/2024 & Expense	(268.40)
16909	Nancy Frank	Expense	(86.26)
16910	Owen H. Parker	Fees of Office - 08/15 - 09/16/2024 & Exp	(856.37)
16911	Robin Sulpizio	Fees of Office - 08/24/2024 & Expense	(269.10)
16912	Shashi Malkani	Customer Refund - Reissue Chk #16726	(194.38)
16913	Atascocita Joint Operations Board	Schedule B & C Costs	(70,558.70)
16914	BGE, Inc.	Engineering Fees	(22,499.79)
16915	CDC Unlimited, LLC	Mowing Expense	(1,464.50)
16916	G-M Inspection Services, Inc.	Well Performance Test	(950.00)
16917	GFL Environmental	Garbage Expense	(342.07)
16918	Hudson Energy	Utilities Expense	(10,156.79)
16919	Municipal Accounts & Consulting, L.P.	Bookkeeping Fees	(8,301.18)
16920	NHCRWA	Water Authority Fees	(112,482.35)
16921	Ninyo & Moore	Engineering Fees	(9,825.00)

# Cash Flow Report - Checking Account

Harris County MUD No. 109 - GOF



Number	Name	Memo	Amount	Balance
<b>Disbursements</b>				
16922	Peltier Brothers Construction, LLC	Pay Est. No. 6 - Barents Dr. Lift Station	(21,915.00)	
16923	PVS DX, Inc	Chemicals Expense	(784.02)	
16924	STP Services	Rebuild Well Motor	(13,456.00)	
16925	Water Utility Services, Inc.	Laboratory Fees	(340.00)	
16926	WWWMS	Maintenance and Operations	(34,898.98)	
16927	Harris County Treasurer	Patrol Services	0.00	
16928	Brightspeed	Telephone Expense	(873.71)	
16929	Centerpoint Energy	Utilities Expense	0.00	
16930	Norton Rose Fulbright US LLP	Legal Fees	(6,451.75)	
16931	DSHS Central Lab MC2004	Laboratory Expense	(369.00)	
Svc Chrg	Central Bank	Service Charge	(5.00)	
<b>Total Disbursements</b>				<b>(\$509,461.08)</b>
<b>Balance as of 09/17/2024</b>				<b>\$8,195.84</b>



# Cash Flow Report - Operator Account

Harris County MUD No. 109 - GOF



Number	Name	Memo	Amount	Balance
Balance as of 08/21/2024				\$95,019.68
Receipts				
	Accounts Receivable		172,519.46	
	Accounts Receivable		99,045.70	
Total Receipts				\$271,565.16
Disbursements				
Ret Ck	Central Bank	Customer Returned Checks (13)	(1,813.47)	
Svc Chrg	Central Bank	Service Charge	(5.00)	
Sweep	Harris County MUD 109	Transfer to Checking Account	(251,707.95)	
Total Disbursements				(\$253,526.42)
Balance as of 09/17/2024				\$113,058.42

# Actual vs. Budget Comparison

Harris County MUD No. 109 - GOF



		August 2024			June 2024 - August 2024			Annual Budget	
		Actual	Budget	Over/ (Under)	Actual	Budget	Over/ (Under)		
Revenues									
Water Revenue									
14101	Water- Customer Service Revenue	56,949	70,920	(13,971)	148,406	212,760	(64,354)	591,000	
14102	Surface Water - Reserve	119,620	142,920	(23,300)	285,938	428,760	(142,822)	1,191,000	
14103	Capital Contribution Credit-NHC	12,261	12,261	0	36,784	36,784	0	147,135	
14105	Connection Fees	2,850	2,317	533	6,250	6,950	(700)	27,800	
14108	Water Sales to HC 151	1,459	1,493	(34)	3,594	3,753	(159)	12,500	
Total Water Revenue		193,140	229,911	(36,771)	480,972	689,007	(208,035)	1,969,435	
Wastewater Revenue									
14201	Wastewater-Customer Service Rev	68,517	66,630	1,887	185,568	193,227	(7,659)	666,300	
Total Wastewater Revenue		68,517	66,630	1,887	185,568	193,227	(7,659)	666,300	
Property Tax Revenue									
14301	Maintenance Tax Collections	0	0	0	0	0	0	1,831,782	
Total Property Tax Revenue		0	0	0	0	0	0	1,831,782	
Sales Tax Revenue									
14401	COH Rebate	7,900	8,497	(597)	24,049	26,408	(2,359)	101,700	
Total Sales Tax Revenue		7,900	8,497	(597)	24,049	26,408	(2,359)	101,700	
Tap Connection Revenue									
14501	Tap Connections	0	417	(417)	1,555	1,250	305	5,000	
14502	Inspection Fees	801	875	(74)	2,403	2,625	(222)	10,500	
Total Tap Connection Revenue		801	1,292	(491)	3,958	3,875	83	15,500	
Administrative Revenue									
14702	Penalties & Interest	8,659	7,842	818	32,697	23,525	9,172	94,100	
Total Administrative Revenue		8,659	7,842	818	32,697	23,525	9,172	94,100	
Interest Revenue									
14801	Interest Earned on Checking	194	150	44	557	450	107	1,800	
14802	Interest Earned on Temp. Invest	25,449	27,773	(2,324)	76,754	83,320	(6,566)	333,281	
Total Interest Revenue		25,643	27,923	(2,281)	77,311	83,770	(6,459)	335,081	
Other Revenue									
15801	Miscellaneous Income	11	83	(72)	264	250	14	1,000	
Total Other Revenue		11	83	(72)	264	250	14	1,000	
Total Revenues		304,670	342,178	(37,508)	804,818	1,020,062	(215,244)	5,014,898	

## Expenditures

### Water Service

16102	Operations - Water	9,405	9,992	(587)	28,110	29,975	(1,865)	119,900
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# Actual vs. Budget Comparison

Harris County MUD No. 109 - GOF



			August 2024			June 2024 - August 2024			
			Actual	Budget	Over/ (Under)	Actual	Budget	Over/ (Under)	Annual Budget
Expenditures									
Water Service									
16105	Maintenance & Repairs - Water		9,618	26,817	(17,199)	95,219	80,450	14,769	321,800
16107	Chemicals - Water		784	7,017	(6,233)	9,259	21,050	(11,791)	84,200
16108	Laboratory Expense - Water		1,019	758	261	2,728	2,275	453	9,100
16109	Mowing - Water		349	1,117	(768)	1,046	3,350	(2,304)	13,400
16110	Utilities - Water		8,375	9,742	(1,367)	26,690	29,225	(2,535)	116,900
16111	Reconnections		1,045	925	120	2,530	2,775	(245)	11,100
16112	Disconnection Expense		660	375	285	1,155	1,125	30	4,500
16113	Service Account Collection		2,784	2,308	476	7,588	6,925	663	27,700
16114	Telephone Expense - Water		461	433	27	1,380	1,300	80	5,200
16116	Permit Expense - Water		0	0	0	0	0	0	8,000
16117	TCEQ Regulatory Expense - Water		0	0	0	0	0	0	3,100
16118	Surface Water Fee		124,744	161,448	(36,704)	300,942	484,344	(183,402)	1,345,400
Total Water Service			159,242	220,931	(61,689)	476,647	662,794	(186,147)	2,070,300
Wastewater Service									
16202	Operations - Wastewater		2,335	2,400	(65)	6,966	7,200	(234)	28,800
16204	Purchase Wastewater Service		37,965	31,642	6,323	114,002	94,925	19,077	379,700
16205	Maint & Repairs - Wastewater		7,334	17,733	(10,399)	77,766	53,200	24,566	212,800
16207	Chemicals - Wastewater		0	33	(33)	0	100	(100)	400
16208	Laboratory Fees - Wastewater		0	50	(50)	0	150	(150)	600
16209	Mowing - Wastewater		349	1,025	(676)	1,046	3,075	(2,029)	12,300
16210	Utilities - Lift Station		2,115	2,175	(60)	8,849	6,525	2,324	26,100
16214	Telephone Expense - Wastewater		443	508	(65)	1,328	1,525	(197)	6,100
16217	TCEQ Regulatory Exp-Wastewater		0	0	0	0	0	0	3,100
Total Wastewater Service			50,541	55,567	(5,026)	209,958	166,700	43,258	669,900
Garbage Service									
16301	Garbage Expense		342	742	(400)	1,016	2,225	(1,209)	8,900
Total Garbage Service			342	742	(400)	1,016	2,225	(1,209)	8,900
Storm Water Quality									
16404	Detention Pond Mowing		767	583	184	2,301	1,750	551	7,000
Total Storm Water Quality			767	583	184	2,301	1,750	551	7,000
Tap Connection									
16501	Tap Connection Expense		0	250	(250)	0	750	(750)	3,000
Total Tap Connection			0	250	(250)	0	750	(750)	3,000
Administrative Service									
16703	Legal Fees		6,436	7,908	(1,472)	17,381	23,725	(6,344)	94,900
16705	Auditing Fees		0	0	0	15,000	14,500	500	19,500

# Actual vs. Budget Comparison

Harris County MUD No. 109 - GOF



			August 2024			June 2024 - August 2024			Annual Budget	
			Actual	Budget	Over/ (Under)	Actual	Budget	Over/ (Under)		
Expenditures										
Administrative Service										
16706	Engineering Fees		2,984	6,667	(3,682)	16,689	20,000	(3,311)	80,000	
16709	Election Expense		0	0	0	1,363	0	1,363	10,000	
16710	Website Expense		0	83	(83)	255	250	5	1,000	
16712	Bookkeeping Fees		8,181	6,380	1,801	19,731	19,140	591	58,000	
16713	Legal Notices & Other Publ.		0	75	(75)	0	225	(225)	900	
16714	Printing & Office Supplies		2,339	2,583	(244)	6,926	7,750	(824)	31,000	
16716	Delivery Expense		38	42	(3)	136	125	11	500	
16717	Postage		25	58	(34)	135	175	(40)	700	
16718	Insurance & Surety Bond		0	0	0	0	0	0	44,400	
16719	AWBD Expense		0	0	0	90	1,966	(1,876)	2,400	
16722	Bank Service Charges		10	33	(23)	280	100	180	400	
16723	Travel Expense		39	33	6	115	100	15	400	
16727	Arbitrage Expense		0	0	0	1,350	0	1,350	500	
16728	Record Storage Fees		52	50	2	144	150	(6)	600	
Total Administrative Service			20,105	23,913	(3,808)	79,594	88,206	(8,612)	345,200	
Security Service										
16801	Security Patrol Expense		24,120	25,325	(1,205)	72,360	75,975	(3,615)	303,900	
16802	Security Monitoring		0	1,133	(1,133)	0	3,400	(3,400)	13,600	
Total Security Service			24,120	26,458	(2,338)	72,360	79,375	(7,015)	317,500	
Payroll Expense										
17101	Payroll Expenses		2,617	2,083	534	6,661	6,250	411	25,000	
Total Payroll Expense			2,617	2,083	534	6,661	6,250	411	25,000	
Other Expense										
17802	Miscellaneous Expense		479	292	187	2,099	875	1,224	3,500	
Total Other Expense			479	292	187	2,099	875	1,224	3,500	
Total Expenditures			258,213	330,820	(72,607)	850,635	1,008,925	(158,290)	3,450,300	
Total Revenues (Expenditures)			46,457	11,358	35,098	(45,818)	11,137	(56,954)	1,564,598	
Other Revenues										
Extra Ordinary Revenue										
15901	Transfer from Operating Reserve		0	0	0	0	0	0	1,099,383	
Total Extra Ordinary Revenue			0	0	0	0	0	0	1,099,383	
Total Other Revenues			0	0	0	0	0	0	1,099,383	

# Actual vs. Budget Comparison

Harris County MUD No. 109 - GOF



	August 2024			June 2024 - August 2024			
	Actual	Budget	Over/ (Under)	Actual	Budget	Over/ (Under)	Annual Budget
Other Expenditures							
Capital Outlay							
17901 Capital Outlay							
17901a Capital Outlay - General	0	0	0	13,456	13,456	0	50,000
17901b Capital Outlay - AJOB	32,594	20,833	11,760	97,781	62,500	35,281	250,000
17901c WP 1 Well Rehab	7,112	0	7,112	8,775	0	8,775	0
17901d WP 1 Electrical Improvements	0	0	0	0	0	0	250,000
17901e WP 1 GST 1 Replacement	4,000	4,000	0	14,200	14,200	0	1,310,500
17901f HC 46 Water Interconnect	0	0	0	0	0	0	50,000
17901g Manhole Valve Rehab	914	914	0	1,811	1,810	0	250,000
17901h LS Wet Well/Piping Rehab	1,250	1,250	0	1,250	1,250	0	115,000
17901i Fence Replacement	0	0	0	0	0	0	51,000
Total Capital Outlay	45,870	26,998	18,873	137,273	93,216	44,056	2,326,500
17904 Capital Outlay - Barents Dr L/S	30,551	30,551	0	171,000	171,000	0	337,481
Total Capital Outlay	76,422	57,549	18,873	308,273	264,217	44,056	2,663,981
Total Other Expenditures	76,422	57,549	18,873	308,273	264,217	44,056	2,663,981
Total Other Revenues (Expenditures)	(76,422)	(57,549)	(18,873)	(308,273)	(264,217)	(44,056)	(1,564,598)
Excess Revenues (Expenditures)	(29,965)	(46,191)	16,226	(354,091)	(253,080)	(101,011)	0

# Balance Sheet as of 08/31/2024

Harris County MUD No. 109 - GOF



## Assets

### Bank

11101 Cash in Bank	\$238,737
11102 Operator	113,058
<b>Total Bank</b>	<b>\$351,795</b>

### Investments

11201 Time Deposits	\$6,096,837
<b>Total Investments</b>	<b>\$6,096,837</b>

### Receivables

11301 Accounts Receivable	\$289,972
11303 Maintenance Tax Receivable	101,717
11305 Accrued Interest	15,474
11306 Due From COH	25,656
<b>Total Receivables</b>	<b>\$432,818</b>

### Interfund Receivables

11403 Due From Tax Account	\$491,837
<b>Total Interfund Receivables</b>	<b>\$491,837</b>

### Reserves

11601 Reserve in A.C.P.	\$350,913
<b>Total Reserves</b>	<b>\$350,913</b>

## Total Assets

**\$7,724,201**

## Liabilities & Equity

### Liabilities

#### Accounts Payable

12101 Accounts Payable	\$206,717
12102 Payroll Liabilities	710
<b>Total Accounts Payable</b>	<b>\$207,427</b>

#### Other Current Liabilities

12202 Due to TCEQ	\$2,295
12204 Retainage Payable	53,042
<b>Total Other Current Liabilities</b>	<b>\$55,337</b>

#### Deferrals

12502 Deferred Taxes	\$101,717
<b>Total Deferrals</b>	<b>\$101,717</b>

#### Deposits

12601 Customer Meter Deposits	\$311,814
12608 Woodland Hills Annexation	3,620
<b>Total Deposits</b>	<b>\$315,435</b>

## Total Liabilities

**\$679,915**

# Balance Sheet as of 08/31/2024

Harris County MUD No. 109 - GOF



## Liabilities & Equity

Equity	
Unassigned Fund Balance	
13101 Unallocated Fund Balance	\$7,398,376
Total Unassigned Fund Balance	\$7,398,376
Net Income	(\$354,091)
Total Equity	\$7,044,285
Total Liabilities & Equity	\$7,724,201

# Monthly Financial Summary - Capital Projects Fund

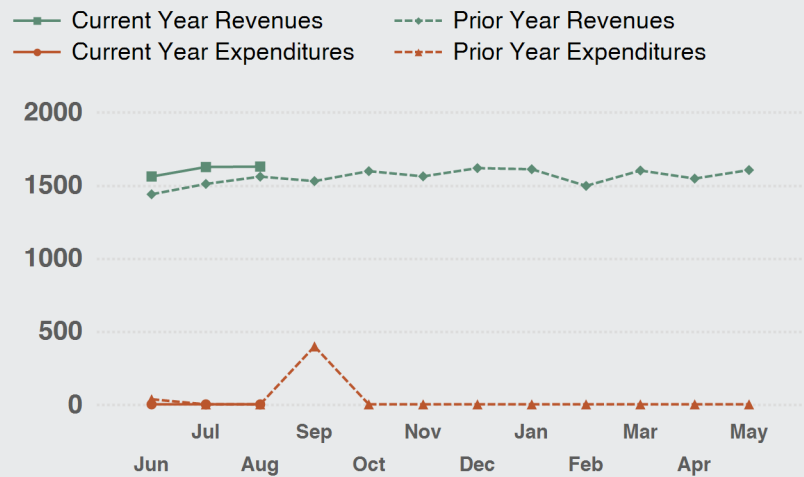
Harris County MUD No. 109 - CPF



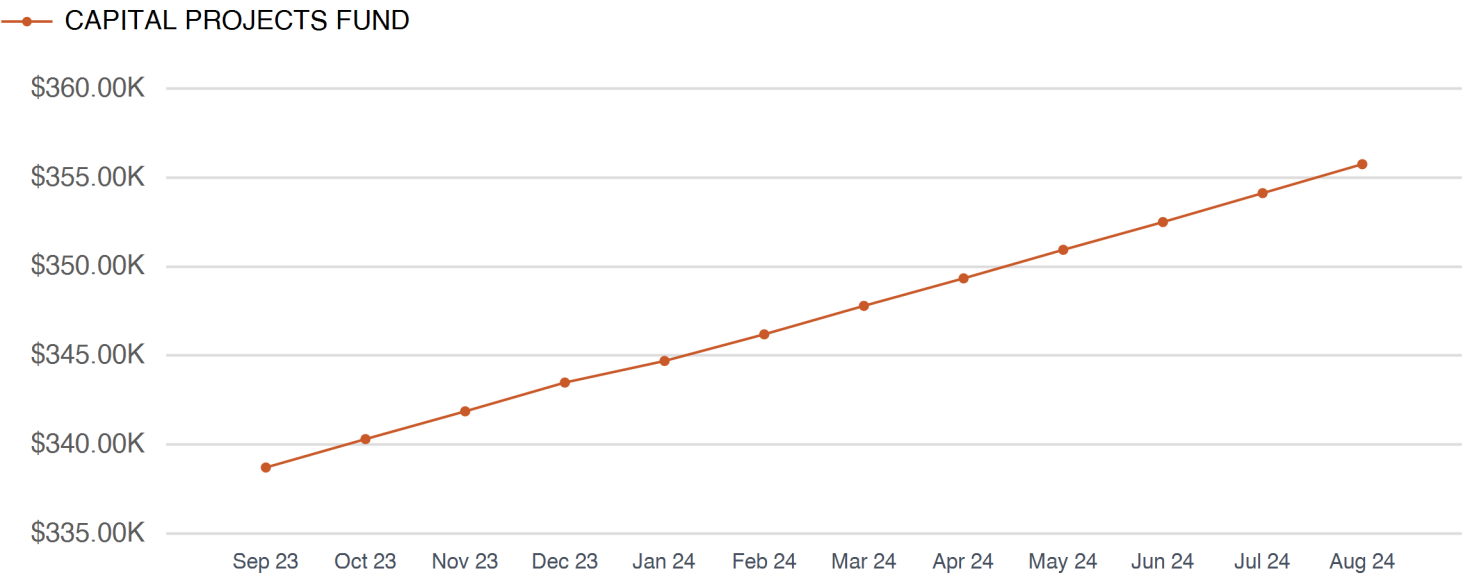
## Account Balance Summary

Balance as of 08/21/2024	\$354,126
Receipts	1,632
Disbursements	(5)
Balance as of 09/17/2024	\$355,753

## Overall Revenues & Expenditures By Month (Year to Date)



## Account Balance By Month | September 2023 - August 2024





# Cash Flow Report - Checking Account

Harris County MUD No. 109 - CPF



Number	Name	Memo	Amount	Balance
Balance as of 08/21/2024				\$115.00
Receipts				
	No Receipts Activity		0.00	
Total Receipts				\$0.00
Disbursements				
Svc Chrg	Central Bank	Service Charge	(5.00)	
Total Disbursements				(\$5.00)
Balance as of 09/17/2024				\$110.00

# District Debt Summary as of 09/17/2024

Harris County MUD No. 109 - DSF



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

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

## Outstanding Debt Breakdown

Series Issued	Original Bonds Issued	Maturity Date	Principal Outstanding
2021 - Refunding	\$3,705,000	2029	\$2,895,000
2017 - WS&D	\$12,100,000	2041	\$10,850,000
2015 - Refunding	\$5,920,000	2030	\$5,200,000
Total	\$21,725,000		\$18,945,000

# District Debt Schedule

## Harris County MUD No. 109 - DSF



Paying Agent	Series	Principal	Interest	Total
Bank of New York	2021 - Refunding	\$825,000.00	\$37,275.00	\$862,275.00
Bank of New York	2017 - WS&D	\$460,000.00	\$177,671.88	\$637,671.88
Regions Bank	2015 - Refunding	\$220,000.00	\$67,392.00	\$287,392.00
<b>Total Due 10/01/2024</b>		<b>\$1,505,000.00</b>	<b>\$282,338.88</b>	<b>\$1,787,338.88</b>

Paying Agent	Series	Principal	Interest	Total
Bank of New York	2021 - Refunding	\$0.00	\$24,900.00	\$24,900.00
Bank of New York	2017 - WS&D	\$0.00	\$170,771.88	\$170,771.88
Regions Bank	2015 - Refunding	\$0.00	\$64,540.80	\$64,540.80
<b>Total Due 04/01/2025</b>		<b>\$0.00</b>	<b>\$260,212.68</b>	<b>\$260,212.68</b>

# Investment Profile as of 09/17/2024

Harris County MUD No. 109

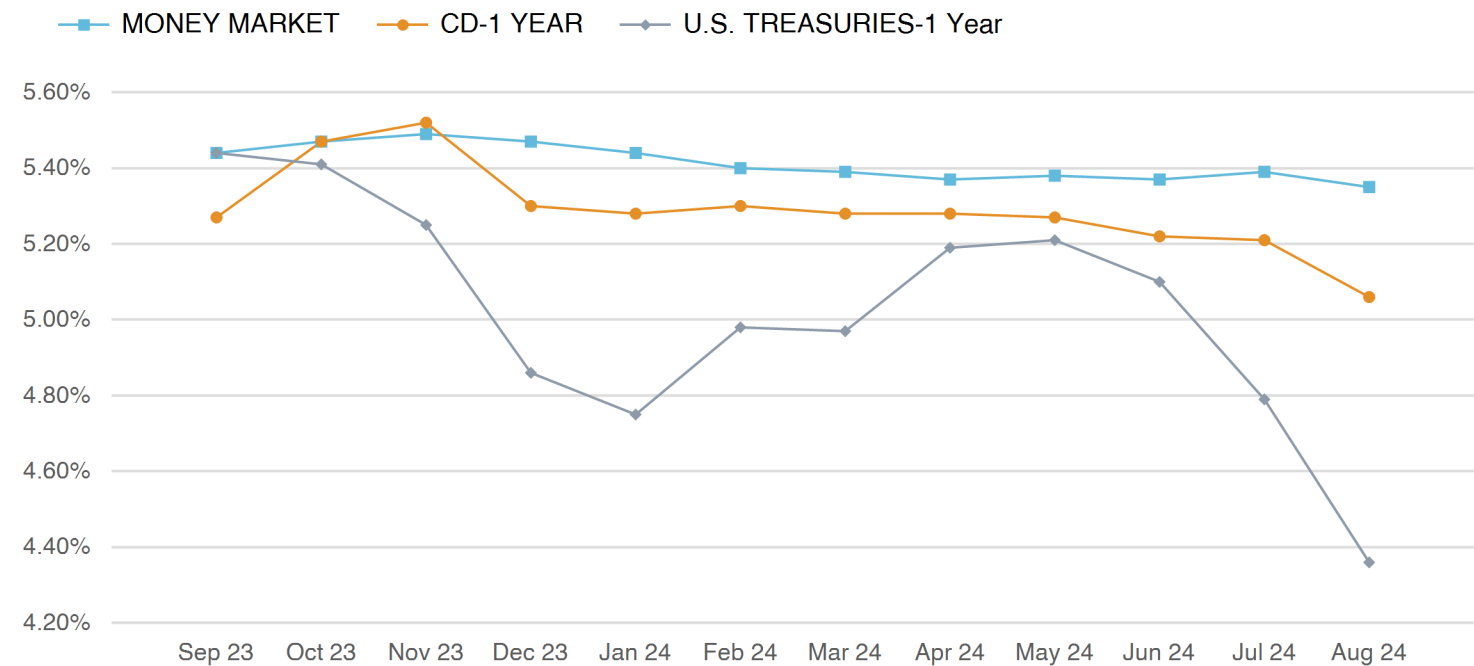


General Operating Fund	Capital Projects Fund	Debt Service Fund	Other Funds
<b>Funds Available to Invest</b> \$6,133,091	<b>Funds Available to Invest</b> \$355,753	<b>Funds Available to Invest</b> \$3,205,982	<b>Funds Available to Invest</b> N/A
<b>Funds Invested</b> \$6,011,837	<b>Funds Invested</b> \$355,643	<b>Funds Invested</b> \$3,205,982	<b>Funds Invested</b> N/A
<b>Percent Invested</b> 98%	<b>Percent Invested</b> 99%	<b>Percent Invested</b> 100%	<b>Percent Invested</b> N/A

Term	Money Market	Term	Certificate of Deposit	Term	U.S. Treasuries
On Demand	5.36%	180 Days	5.24%	180 Days	4.58%
		270 Days	5.00%	270 Days	4.58%
		1 Yr	5.04%	1 Yr	3.95%
		13 Mo	3.78%	13 Mo	N/A
		18 Mo	4.14%	18 Mo	3.95%
		2 Yr	1.87%	2 Yr	3.55%

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

## Investment Rates Over Time (By Month) | September 2023 - August 2024



# Account Balance as of 09/17/2024

## Harris County MUD No. 109 - Investment Detail



### FUND: General Operating

Financial Institution (Acct Number)	Issue Date	Maturity Date	Interest Rate	Account Balance	Notes
<b>Certificates of Deposit</b>					
CADENCE BANK (XXXX3093)	11/30/2023	09/25/2024	5.50%	235,000.00	
WALLIS BANK (XXXX4307)	11/30/2023	11/30/2024	5.65%	235,000.00	
THIRD COAST BANK, SSB (XXXX1280)	03/26/2024	03/26/2025	5.50%	235,000.00	
<b>Money Market Funds</b>					
TEXAS CLASS (XXXX0001)	03/22/2017		5.41%	5,306,836.92	
<b>Checking Account(s)</b>					
CENTRAL BANK - CHECKING (XXXX1891)			0.00%	8,195.84	Checking Account
CENTRAL BANK - CHECKING (XXXX4632)			0.00%	113,058.42	Operator
<b>Totals for General Operating Fund</b>				<b>\$6,133,091.18</b>	

### FUND: Capital Projects

Financial Institution (Acct Number)	Issue Date	Maturity Date	Interest Rate	Account Balance	Notes
<b>Money Market Funds</b>					
TEXAS CLASS (XXXX0002)	03/22/2017		5.41%	355,642.99	Series 2017
<b>Checking Account(s)</b>					
CENTRAL BANK - CHECKING (XXXX1875)			0.00%	110.00	Checking Account
<b>Totals for Capital Projects Fund</b>				<b>\$355,752.99</b>	

### FUND: Debt Service

Financial Institution (Acct Number)	Issue Date	Maturity Date	Interest Rate	Account Balance	Notes
<b>Certificates of Deposit</b>					
CADENCE BANK - DEBT (XXXX4954)	08/27/2024	08/27/2025	5.25%	235,000.00	
THIRD COAST BANK-DEBT (XXXX3518)	08/27/2024	08/27/2025	5.25%	235,000.00	
<b>Money Market Funds</b>					
TEXAS CLASS (XXXX0003)	03/22/2017		5.41%	2,735,982.34	
<b>Totals for Debt Service Fund</b>				<b>\$3,205,982.34</b>	

**Grand Total for Harris County MUD No. 109 :**

**\$9,694,826.51**

# Capital Projects Fund Breakdown

Harris County Municipal Utility District No. 109

As of Date 09/17/2024

**Net Proceeds for All Bond Issues**

**Receipts**

Bond Proceeds - Series 2017	\$12,100,000.00
Interest Earnings - Series 2017	281,443.99

**Disbursements**

Disbursements - Series 2017	(\$12,025,691.00)
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<b>Total Cash Balance</b>	<b>\$355,752.99</b>
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**Balances by Account**

Central Bank - Checking	\$110.00
TX Class - Series 2017	355,642.99

<b>Total Cash Balance</b>	<b>\$355,752.99</b>
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**Balances by Bond Series**

Bond Proceeds - Series 2017	\$355,752.99
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<b>Total Cash Balance</b>	<b>\$355,752.99</b>
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**Remaining Costs/Surplus By Bond Series**

Proposed Water Well No. 1 Rehab	\$355,752.99
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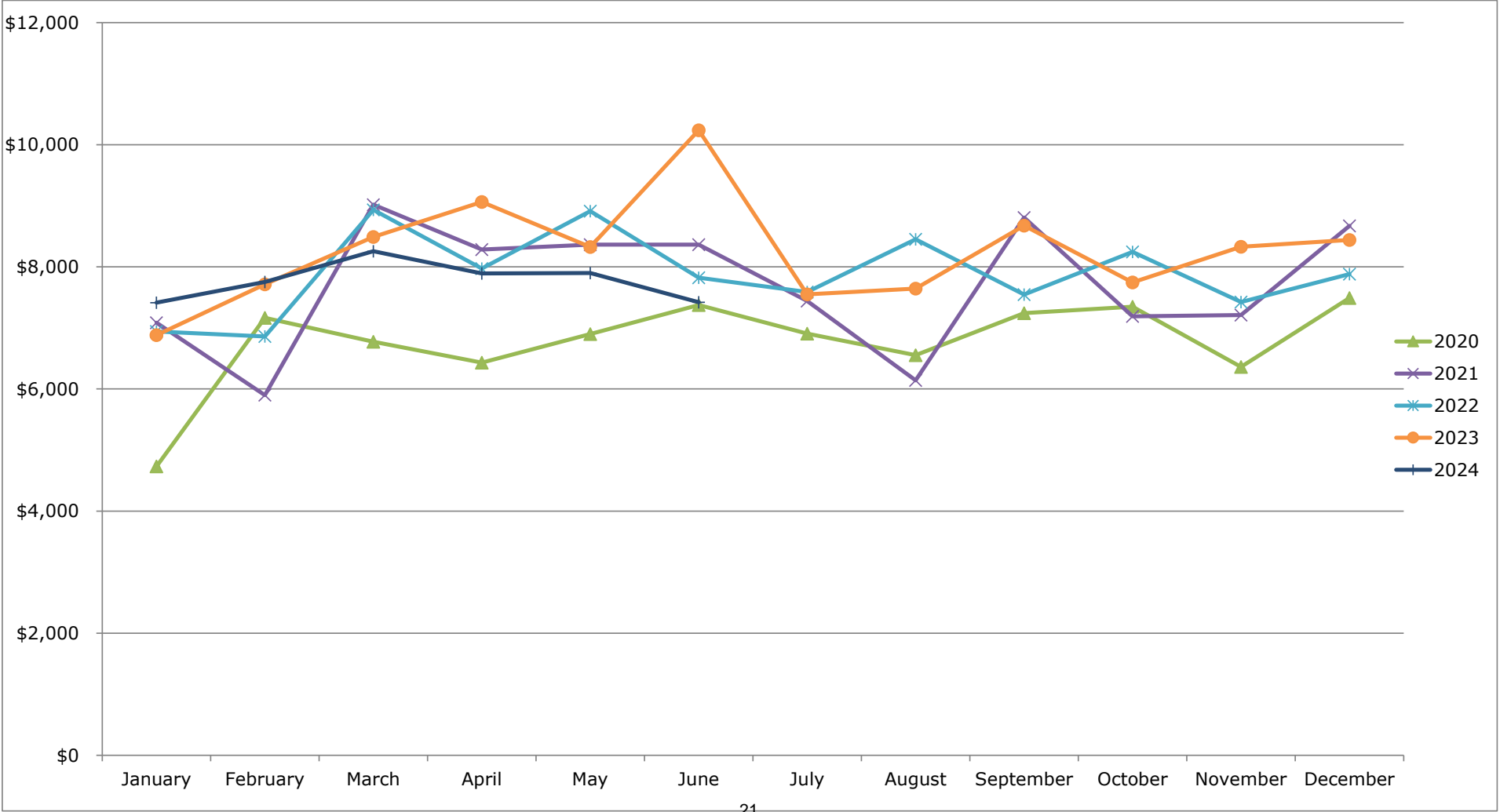
<b>Total Surplus &amp; Interest Balance</b>	<b>\$355,752.99</b>
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<b>Total Remaining Costs/Surplus</b>	<b>\$355,752.99</b>
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# Sales Tax Revenue History

Harris County MUD No. 109

Year	January	February	March	April	May	June	July	August	September	October	November	December	Total
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	\$7,589	\$8,453	\$7,546	\$8,244	\$7,422	\$7,881	\$94,577
2023	\$6,881	\$7,714	\$8,490	\$9,062	\$8,327	\$10,238	\$7,551	\$7,643	\$8,675	\$7,743	\$8,328	\$8,440	\$99,092
2024	\$7,414	\$7,751	\$8,256	\$7,894	\$7,900	\$7,421							
Total	\$51,209	\$53,315	\$63,994	\$54,252	\$60,485	\$62,014	\$46,710	\$46,572	\$51,122	\$50,235	\$46,125	\$52,830	\$592,227



# Harris County MUD No. 109 - GOF

## Annexations

All Transactions

Date	Num	Name	Memo	Debit	Credit	Balance
12608 · Woodland Hills Annexation						
07/20/2023	Deposit		Woodland Hills Tract		5,000.00	5,000.00
08/31/2023	8-231023	BGE, Inc.	Woodland Hills Multi-Family Feasibility S...	1,185.17		3,814.83
09/28/2023	Rcpts		Woodlands Hills Annexation Deposit #2		5,000.00	8,814.83
09/30/2023	9-230188	BGE, Inc.	Woodland Hills Multi-Family Feasibility S...	1,146.88		7,667.95
10/31/2023	10-230410	BGE, Inc.	Woodland Hills Multi-Family Feasibility S...	432.82		7,235.13
11/30/2023	11-230332	BGE, Inc.	Woodland Hills Multi-Family Feasibility S...	865.63		6,369.50
01/31/2024	1-240378	BGE, Inc.	Woodland Hills Multi-Family Feasibility S...	35.55		6,333.95
04/30/2024	4-240226	BGE, Inc.	Woodland Hills Multi-Family Feasibility S...	1,333.95		5,000.00
05/31/2024	5-241068	BGE, Inc.	Woodland Hills Multi-Family Feasibility S...	779.68		4,220.32
06/30/2024	2071	BGE, Inc.	Woodland Hills Multi-Family Feasibility S...	375.00		3,845.32
07/31/2024	3816	BGE, Inc.	Woodland Hills Multi-Family Feasibility S...	187.50		3,657.82
08/31/2024	5510	BGE, Inc.	Woodland Hills Multi-Family Feasibility S...	37.50		3,620.32
Total 12608 · Woodland Hills Annexation				6,379.68	10,000.00	3,620.32
<b>TOTAL</b>				<b>46,016.55</b>	<b>49,636.87</b>	<b>3,620.32</b>



# Cash Flow Forecast

Harris County MUD 109

	5/25	5/26	5/27	5/28	5/29
Assessed Value	\$890,078,909	\$890,078,909	\$890,078,909	\$890,078,909	\$890,078,909
Maintenance Tax Rate	\$0.210	\$0.210	\$0.210	\$0.210	\$0.210
Maintenance Tax	\$1,831,782	\$1,831,782	\$1,831,782	\$1,831,782	\$1,831,782
% 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%
<b>Beginning Cash Balance 5-31-2024</b>	<b>\$6,709,815</b>	<b>\$5,610,432</b>	<b>\$6,059,985</b>	<b>\$6,648,183</b>	<b>\$6,463,407</b>
<b>Revenues</b>					
Maintenance Tax	\$1,831,782	\$1,831,782	\$1,831,782	\$1,831,782	\$1,831,782
Water Revenue	591,000	596,910	602,879	608,908	614,997
Wastewater Revenue	666,300	686,289	706,878	728,084	749,927
NHCRWA Revenue	1,191,000	1,310,100	1,441,110	1,585,221	1,743,743
Other	734,816	771,557	810,135	850,641	893,173
<b>Total Revenues</b>	<b>\$5,014,898</b>	<b>\$5,196,638</b>	<b>\$5,392,784</b>	<b>\$5,604,637</b>	<b>\$5,833,622</b>
<b>Expenses</b>					
NHCRWA	\$1,345,400	\$1,479,940	\$1,627,934	\$1,790,727	\$1,969,800
Other Expenses	2,104,900	2,210,145	2,320,652	2,436,685	2,558,519
<b>Total Expenses</b>	<b>\$3,450,300</b>	<b>\$3,690,085</b>	<b>\$3,948,586</b>	<b>\$4,227,412</b>	<b>\$4,528,319</b>
<b>Net Surplus</b>	<b>\$1,564,598</b>	<b>\$1,506,553</b>	<b>\$1,444,198</b>	<b>\$1,377,224</b>	<b>\$1,305,303</b>
<b>Capital Outlay</b>					
Capital Outlay	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
Capital Outlay - AJOB	250,000	250,000	250,000	250,000	250,000
WP 1 Electrical Improvements	250,000	0	0	0	0
WP 1 Booster Pump Replacement	0	0	136,000	136,000	0
WP 1 GST 1 Replacement	1,310,500	0	0	0	0
WP 1 Chloramine Conversion	0	0	0	299,000	0
WP 2 Well Rehab & Motor Replacement	0	327,000	0	0	0
WP 2 Chloramine Conversion	0	0	0	299,000	0
L/S Wet Well and Piping Rehabilitation	115,000	275,000	246,000	0	0
L/S Submersive Pump Replacement	0	115,000	49,000	49,000	0
L/S Fence Replacement	51,000	40,000	0	0	0
Wastewater Collection System	0	0	0	236,000	0
Manhole Valve Rehab	250,000	0	0	0	0
HC46 Water Interconnect	50,000	0	0	0	0
Sewer System Cleaning and Televisin	0	0	0	118,000	0
Barents Dr. Lift Station	337,481	0	0	0	0
Developer Reimbursement	0	0	125,000	125,000	125,000
<b>Total Capital Outlay</b>	<b>\$2,663,981</b>	<b>\$1,057,000</b>	<b>\$856,000</b>	<b>\$1,562,000</b>	<b>\$425,000</b>
<b>Construction Surplus</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Ending Cash Balance</b>	<b>\$5,610,432</b>	<b>\$6,059,985</b>	<b>\$6,648,183</b>	<b>\$6,463,407</b>	<b>\$7,343,710</b>
<b>Operating Reserve % of Exp</b>					
Percentage	163%	164%	168%	153%	162%
Number of Months	20	20	20	18	19
<b>Bond Authority</b>					
Remaining Bonding Capacity - \$12,950,000					
Maintenance Tax Rate Cap - \$1.00					

# 2025 AWBD Midwinter Conference

Harris County Municipal Utility District No. 109

**Friday, January 24 - Saturday, January 25, 2025**

JW Marriott, Austin, TX

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

## Note

**Register on-line [www.awbd-tx.org](http://www.awbd-tx.org)** (For log in assistance, contact Taylor Cavnar: [tcavnar@awbd-tx.org](mailto: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	7/3/2024	\$390
Regular Registration:	Begins	7/25/2024	\$440
Late Registration	Begins	12/12/2024	\$540

## Cancellation Policy

All cancellations must be made in writing.

A \$50.00 administrative fee is assessed for each conference registration cancelled on or before 12/11/24.

There will be no refunds after 12/11/24.

## 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.

## Utility Usage & Expense Report

Harris County Municipal Utility District No. 109

ESI ID/Acct #	Address	Category	9/23	10/23	11/23	12/23	1/24	2/24	3/24	4/24	5/24	6/24	7/24	8/24	Total
1008901003532884720100	19419 Timber Forest Dr A.	Volume (kWh)	9,312.00	9,312.00	8,928.00	10,848.00	9,888.00	9,696.00	8,256.00	8,160.00	10,176.00	9,408.00	6,432.00	10,560.00	110,976.00
		Spend \$	\$ 1,054.57	\$ 1,316.87	\$ 1,052.80	\$ 1,677.88	\$ 1,617.92	\$ 1,635.93	\$ 1,522.70	\$ 1,040.21	\$ 2,267.06	\$ 2,087.50	\$ 1,509.33	\$ 1,527.90	\$ 18,310.67
1008901003532884720200	19419 1/3 Timber Forest Dr A.	Volume (kWh)	158.00	158.00	158.00	158.00	158.00	158.00	158.00	158.00	158.00	158.00	158.00	158.00	1,896.00
		Spend \$	\$ 24.48	\$ 25.13	\$ 23.50	\$ 23.26	\$ 23.28	\$ 23.25	\$ 23.28	\$ 28.48	\$ 28.34	\$ 28.47	\$ 28.40	\$ 27.81	\$ 307.68
1008901003532902970100	4630 Springlea	Volume (kWh)	855.00	894.00	857.00	1,049.00	992.00	945.00	869.00	865.00	977.00	998.00	852.00	965.00	11,118.00
		Spend \$	\$ 90.43	\$ 144.20	\$ 86.01	\$ 93.31	\$ 78.65	\$ 75.01	\$ 70.64	\$ 72.06	\$ 150.73	\$ 115.69	\$ 120.34	\$ 103.97	\$ 1,201.04
1008901023803359630100	20322 Burle Oak Dr.	Volume (kWh)	68,832.00	36,288.00	27,648.00	7,776.00	28,800.00	47,520.00	49,536.00	49,536.00	27,936.00	63,360.00	50,976.00	56,448.00	514,656.00
		Spend \$	\$ 6,269.78	\$ 4,800.70	\$ 3,964.93	\$ 2,981.61	\$ 4,362.54	\$ 4,790.27	\$ 4,693.05	\$ 4,785.57	\$ 3,817.43	\$ 5,372.16	\$ 4,854.25	\$ 4,982.74	\$ 55,675.03
1008901023803359630200	20322 1/3 Burle Oak Dr.	Volume (kWh)	158.00	158.00	158.00	158.00	158.00	158.00	158.00	158.00	158.00	158.00	158.00	158.00	1,896.00
		Spend \$	\$ 24.48	\$ 25.13	\$ 23.50	\$ 23.26	\$ 23.28	\$ 23.25	\$ 23.28	\$ 28.48	\$ 28.34	\$ 28.47	\$ 28.40	\$ 27.81	\$ 307.68
1008901023806779320100	20334 Timber Forest Dr	Volume (kWh)	731.00	894.00	932.00	1,183.00	1,015.00	773.00	709.00	748.00	814.00	836.00	682.00	757.00	10,074.00
		Spend \$	\$ 104.49	\$ 208.83	\$ 118.86	\$ 126.18	\$ 109.31	\$ 116.40	\$ 94.22	\$ 116.46	\$ 188.26	\$ 118.91	\$ 111.16	\$ 113.67	\$ 1,526.75
1008901023808541760100	10 1/2 Turtle Cove Ct	Volume (kWh)	153.00	248.00	299.00	458.00	488.00	371.00	291.00	263.00	209.00	171.00	124.00	135.00	3,210.00
		Spend \$	\$ 17.13	\$ 25.90	\$ 27.26	\$ 38.73	\$ 40.99	\$ 32.29	\$ 26.68	\$ 25.21	\$ 20.69	\$ 17.94	\$ 14.14	\$ 14.72	\$ 301.68
1008901023812392910102	18657 1/2 Artesian Way	Volume (kWh)	669.00	672.00	643.00	774.00	706.00	680.00	628.00	630.00	660.00	706.00	666.00	686.00	8,120.00
		Spend \$	\$ 59.58	\$ 62.98	\$ 53.32	\$ 62.37	\$ 57.29	\$ 55.23	\$ 52.32	\$ 53.74	\$ 55.42	\$ 59.72	\$ 56.00	\$ 56.18	\$ 684.15
1008901023812868020102	5722 Forest Timbers Dr A	Volume (kWh)	395.00	418.00	403.00	492.00	671.00	435.00	390.00	500.00	469.00	429.00	278.00	381.00	5,261.00
		Spend \$	\$ 36.98	\$ 40.76	\$ 35.13	\$ 41.28	\$ 54.66	\$ 37.11	\$ 34.21	\$ 43.53	\$ 40.71	\$ 38.02	\$ 26.05	\$ 33.20	\$ 461.64
1008901003532851455100	5722 Forest Timbers Dr	Volume (kWh)	34,176.00	39,936.00	32,544.00	57,888.00	29,760.00	7,872.00	8,544.00	14,880.00	35,136.00	8,544.00	7,296.00	16,992.00	293,568.00
		Spend \$	\$ 4,417.43	\$ 4,869.53	\$ 4,104.71	\$ 5,446.65	\$ 3,946.24	\$ 2,997.75	\$ 2,748.75	\$ 3,257.85	\$ 4,389.64	\$ 3,010.30	\$ 2,884.29	\$ 3,245.58	\$ 45,318.72
1008901016901270670117	5301 1/2 Quail Tree Ln	Volume (kWh)	245.00	262.00	261.00	324.00	344.00	298.00	253.00	253.00	239.00	258.00	175.00	242.00	3,154.00
		Spend \$	\$ 25.14	\$ 27.74	\$ 24.85	\$ 29.28	\$ 30.82	\$ 27.32	\$ 24.35	\$ 24.81	\$ 23.46	\$ 25.12	\$ 18.45	\$ 23.21	\$ 304.55
		Total Volume	115,684.00	89,240.00	72,831.00	81,108.00	72,980.00	68,906.00	69,792.00	76,151.00	76,932.00	85,026.00	67,797.00	87,482.00	963,929.00
		Total Spend	\$ 12,124.49	\$ 11,547.77	\$ 9,514.87	\$ 10,543.81	\$ 10,344.98	\$ 9,813.81	\$ 9,313.48	\$ 9,476.40	\$ 11,010.08	\$ 10,902.30	\$ 9,650.81	\$ 10,156.79	\$ 124,399.59



## ENGINEERING REPORT

September 17, 2024

**To:** Harris County MUD No. 109 Board of Directors

**From:** Bill Kotlan, P.E., Christopher A. Meinhardt, P.E.  
District Engineer

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**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**

No change this month.

**b. Barents Drive Lift Station**

Electrical rough-in complete. We are currently coordinating the CenterPoint Energy to have power brought to the site.

**Action Item: Pay Estimate No. 6 is recommended in the amount of \$21,915.00.**

**c. Wastewater Treatment Plant**

We are in the preliminary stages of design for the project. The belt press building structure is currently being analyzed.

**d. Lead and Copper Rule:** Deadline for Phase 1: October 16, 2024.

**e. Capital Improvement Plan:**

We are currently working on 2025 adopted budget CIP projects.

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

Construction plans are approximately 10% complete.

Kings Lake Estates HOA Representative waiting on cost from fencing representative for fence replacement/repair shared with Lift Station No. 3.

**g. Interconnect With HCMUD 46 (2025 CIP Project)**

We are currently working on a proposal for this project, which we anticipate presenting to the Board at the October meeting.

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

Construction plans approximately 70% complete.

**i. Water Plant No. 1 Water Well Rehabilitation:**

A Pre-construction meeting is scheduled for September 24, 2024.

**j. Woodland Hills Tract:**

No Update this month.



September 5, 2024

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

Attention: Cory Burton

Re: **Pay Estimate No. 6**  
Harris County MUD 109  
Barents Drive Lift Station  
BGE Job No. 7528-10

Dear Mr. Burton:

Enclosed herewith is **Pay Estimate No. 6** from Peltier Brothers Construction, LLC for work performed on the referenced project for the period indicated. I have reviewed the quantities completed and submitted for payment, and recommend that this estimate be processed for payment. The enclosed estimate is for your further handling and processing.

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

Sincerely,

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

Gary L. Goessler, PE  
Project Manager, Construction Management

TBPE Registration No. F-1046

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

**Barents Drive Lift Station**

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

Attention: Cory Burton

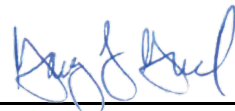
Contractor: Peltier Brothers Construction, LLC  
10727 Peltier Lane  
Houston, Texas 77064

Attention: Kyle Hope

Pay Estimate No.	6
Original Contract Amount:	\$ 701,970.00
Change Orders:	\$ -
Current Contract Amount:	\$ 701,970.00
Completed to Date:	\$ 530,420.00
Retainage 10%	\$ 53,042.00
Balance:	\$ 477,378.00
Less Previous Payments:	\$ 455,463.00
Current Payment Due:	\$ 21,915.00

BGE Job No.	7528-10
Estimate Period:	07/26/24 - 08/25/24
Contract Date:	December 18, 2023
Notice to Proceed:	February 12, 2024
Contract Time:	300 Calendar Days
Time Charged:	195 Calendar Days
Requested Time Extensions:	2 Calendar Days
Approved Extensions:	0 Calendar Days
Time Remaining:	105 Calendar Days

Recommended for Approval:



09/04/2024

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

Harris County MUD No. 109  
 Barents Drive Lift Station  
 BGE Job No. 7528-10  
 Pay Estimate No. 6

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



Harris County MUD No. 109  
 Barents Drive Lift Station  
 BGE Job No. 7528-10  
 Pay Estimate No. 6

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
	Install Wall Ties Lift #2	1.00	LS	\$ 10,200.00	\$ 10,200.00	0.00	\$ -	1.00	\$ 10,200.00	1.00	\$ 10,200.00
	Set Outside Forms Lift #2	1.00	LS	\$ 18,500.00	\$ 18,500.00	0.00	\$ -	1.00	\$ 18,500.00	1.00	\$ 18,500.00
	Pour Lift #2	1.00	LS	\$ 37,100.00	\$ 37,100.00	0.00	\$ -	1.00	\$ 37,100.00	1.00	\$ 37,100.00
	Wreck Forms Lift #2	1.00	LS	\$ 13,000.00	\$ 13,000.00	0.00	\$ -	1.00	\$ 13,000.00	1.00	\$ 13,000.00
	Excavate Lift #2	1.00	LS	\$ 37,000.00	\$ 37,000.00	0.00	\$ -	1.00	\$ 37,000.00	1.00	\$ 37,000.00
	Pour Seal Slab	1.00	LS	\$ 4,000.00	\$ 4,000.00	0.00	\$ -	1.00	\$ 4,000.00	1.00	\$ 4,000.00
	Reinforce and Pour Structural Bottom Slab	1.00	LS	\$ 19,000.00	\$ 19,000.00	0.00	\$ -	1.00	\$ 19,000.00	1.00	\$ 19,000.00
	Set Base Elbows	1.00	LS	\$ 4,500.00	\$ 4,500.00	0.00	\$ -	1.00	\$ 4,500.00	1.00	\$ 4,500.00
	Install Riser Pipes Inside of Wet Well	1.00	LS	\$ 17,000.00	\$ 17,000.00	0.00	\$ -	1.00	\$ 17,000.00	1.00	\$ 17,000.00
	Form, Reinforce, Pour Valve Pad	1.00	LS	\$ 12,500.00	\$ 12,500.00	0.00	\$ -	1.00	\$ 12,500.00	1.00	\$ 12,500.00
	Install PVF on Valve Pad	1.00	LS	\$ 15,000.00	\$ 15,000.00	0.00	\$ -	1.00	\$ 15,000.00	1.00	\$ 15,000.00
	Form and Reinforce Top Slab	1.00	LS	\$ 28,000.00	\$ 28,000.00	0.00	\$ -	1.00	\$ 28,000.00	1.00	\$ 28,000.00
	Set Hatch in Top Slab	1.00	LS	\$ 5,000.00	\$ 5,000.00	0.00	\$ -	1.00	\$ 5,000.00	1.00	\$ 5,000.00
	Pour Top Slab	1.00	LS	\$ 20,000.00	\$ 20,000.00	0.00	\$ -	1.00	\$ 20,000.00	1.00	\$ 20,000.00
	Concrete Coatings Inside of Wet Well	1.00	LS	\$ 5,400.00	\$ 5,400.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Pipe, Valves and Fittings Coatings	1.00	LS	\$ 4,800.00	\$ 4,800.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Purchase and Install Pumps	1.00	LS	\$ 55,000.00	\$ 55,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Influent Tie in to Wet Well	1.00	LS	\$ 1,700.00	\$ 1,700.00	0.00	\$ -	1.00	\$ 1,700.00	1.00	\$ 1,700.00
	Startup	1.00	LS	\$ 1,000.00	\$ 1,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Pump O&M	1.00	LS	\$ 2,600.00	\$ 2,600.00	0.00	\$ -	0.00	\$ -	0.00	\$ -

Harris County MUD No. 109

Barents Drive Lift Station

BGE Job No. 7528-10

Pay Estimate No. 6

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
3.	Site work including but not limited to reinforced concrete paving, cement stabilized sand subgrade, sanitary sewer, manholes, force main, fence with gate, bollards, site grading and drainage, stormwater pollution control, dewatering and ground water control; all depths; in accordance with the plans and specifications. Complete in Place.										
	4' Diameter Manholes installation	1.00	LS	\$ 4,000.00	\$ 4,000.00	0.00	\$ -	1.00	\$ 4,000.00	1.00	\$ 4,000.00
	8" Gravity Sewer Installation	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	1.00	\$ 3,000.00	1.00	\$ 3,000.00
	Excavate for Driveway	1.00	LS	\$ 1,500.00	\$ 1,500.00	0.00	\$ -	1.00	\$ 1,500.00	1.00	\$ 1,500.00
	Stabilize Driveway	1.00	LS	\$ 2,500.00	\$ 2,500.00	1.00	\$ 2,500.00	0.00	\$ -	1.00	\$ 2,500.00
	Reinforce Driveway	1.00	LS	\$ 2,500.00	\$ 2,500.00	1.00	\$ 2,500.00	0.00	\$ -	1.00	\$ 2,500.00
	Pour Driveway	1.00	LS	\$ 3,000.00	\$ 3,000.00	1.00	\$ 3,000.00	0.00	\$ -	1.00	\$ 3,000.00
	Install Fence and Gates	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Install Bollards	1.00	LS	\$ 500.00	\$ 500.00	1.00	\$ 500.00	0.00	\$ -	1.00	\$ 500.00
4.	4" Buried Force Main within easement, including bends, fittings, dewatering and ground water control, and connection to Existing Stub-Out; all depths; in accordance with the plans and specifications. Complete in Place.										
	4" Force Main Installation w/in Easement	1.00	LS	\$ 15,170.00	\$ 15,170.00	0.00	\$ -	1.00	\$ 15,170.00	1.00	\$ 15,170.00
	Force Main Tie-in	1.00	LS	\$ 1,000.00	\$ 1,000.00	0.00	\$ -	1.00	\$ 1,000.00	1.00	\$ 1,000.00

Harris County MUD No. 109

Barents Drive Lift Station

BGE Job No. 7528-10

Pay Estimate No. 6

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
5.	Electrical System, including but not limited to installation of all electrical equipment associated with proposed lift station including controls, control panel w/ pad, yard light, transducer, conduits, ground well, duct banks, junction boxes, service pole, drop w/ meter disconnect, service disconnect, surge protector, manual transfer switch, and all appurtenances; in accordance with the plans and specifications. Complete in Place.										
	Electrical Rough In Top Slab	1.00	LS	\$ 4,500.00	\$ 4,500.00	0.00	\$ -	1.00	\$ 4,500.00	1.00	\$ 4,500.00
	Electrical Rough In Control Panel Pad	1.00	LS	\$ 4,500.00	\$ 4,500.00	1.00	\$ 4,500.00	0.00	\$ -	1.00	\$ 4,500.00
	Electrical Underground Duct Banks	1.00	LS	\$ 6,000.00	\$ 6,000.00	1.00	\$ 6,000.00	0.00	\$ -	1.00	\$ 6,000.00
	Install Electrical Service Rack	1.00	LS	\$ 15,000.00	\$ 15,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Control Panel Pad Form, Reinforce, Pour	1.00	LS	\$ 7,500.00	\$ 7,500.00	0.70	\$ 5,250.00	0.30	\$ 2,250.00	1.00	\$ 7,500.00
	Install Yard Light Foundation	1.00	LS	\$ 1,500.00	\$ 1,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Install Yard Light	1.00	LS	\$ 1,500.00	\$ 1,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Install Ground Wells and Grounding	1.00	LS	\$ 1,500.00	\$ 1,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Install Junction Boxes	1.00	LS	\$ 3,000.00	\$ 3,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Install Manual Transfer Switch	1.00	LS	\$ 6,800.00	\$ 6,800.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Purchase and Install Control Panel	1.00	LS	\$ 17,200.00	\$ 17,200.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Install and Terminate Wiring	1.00	LS	\$ 10,000.00	\$ 10,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	Control Panel O&M	1.00	LS	\$ 1,000.00	\$ 1,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
6.	Trench Safety System; in accordance with the plans and specifications. Complete in Place.	1.00	LS	\$ 100.00	\$ 100.00	1.00	\$ 100.00	0.00	\$ -	1.00	\$ 100.00
<b>UNIT A: BASE BID ITEMS - SUBTOTAL</b>					<b>\$ 665,970.00</b>		<b>\$ 24,350.00</b>		<b>\$ 506,070.00</b>		<b>\$ 530,420.00</b>

Harris County MUD No. 109  
 Barents Drive Lift Station  
 BGE Job No. 7528-10  
 Pay Estimate No. 6

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
<b>UNIT B: SUPPLEMENTAL BID ITEMS</b>											
1.	"Extra" as directed, Excavation and Backfill for Structures, Complete In Place (\$15.00 per CY minimum).	50.00	CY	\$ 15.00	\$ 750.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
2.	"Extra" as directed, Excavation, Trenching, and Backfill for Utilities, Complete In Place (\$15.00 per CY minimum).	50.00	CY	\$ 15.00	\$ 750.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
3.	"Extra" as directed, Reinforcing Steel, Complete in Place. (\$1,500 per TON	1.00	TON	\$ 1,500.00	\$ 1,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
4.	"Extra" as directed, Cast In Place Concrete, Complete in Place (\$500 per CY minimum).	10.00	CY	\$ 500.00	\$ 5,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
5.	"Extra" as directed, Ductile Iron Fittings, Complete In Place (\$2,000 per TON minimum).	2.00	TON	\$ 2,000.00	\$ 4,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
6.	"Extra" as directed, 4-Inch C900-DR18 PVC Pipe (all depths), Complete In Place. (\$70.00 per LF minimum).	50.00	LF	\$ 70.00	\$ 3,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
7.	"Extra" as directed, Site Improvements, Complete In Place (\$8,000.00 minimum).	1.00	LS	\$ 8,000.00	\$ 8,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
8.	"Extra" as directed, Electrical Improvements, Complete In Place (\$5,000.00 minimum).	1.00	LS	\$ 5,000.00	\$ 5,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
9.	"Extra" as directed, Sanitary Improvements, Complete In Place (\$5,000.00 minimum).	1.00	LS	\$ 5,000.00	\$ 5,000.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
<b>UNIT B: SUPPLEMENTAL BID ITEMS - SUBTOTAL</b>					\$ 33,500.00		\$ -		\$ -		\$ -

Harris County MUD No. 109  
 Barents Drive Lift Station  
 BGE Job No. 7528-10  
 Pay Estimate No. 6

Pay Estimate No. 6

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period	Amount This Period	Previous Period	Previous Amount	Total Completed	Total
<b><u>UNIT C: ALLOWANCES</u></b>											
1.	Arc Flash and Power Coordination Study	1.00	LS	\$ 2,500.00	\$ 2,500.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
<b>UNIT C: ALLOWANCES - SUBTOTAL</b>					\$ 2,500.00		\$ -		\$ -		\$ -
Total Contract Amount:					\$ 701,970.00						
Change Order No. 1											
					\$ -	0.00	\$ -	0.00	\$ -	0.00	\$ -
Change Order No. 2											
					\$ -	0.00	\$ -	0.00	\$ -	0.00	\$ -
Change Order No. 3											
					\$ -	0.00	\$ -	0.00	\$ -	0.00	\$ -
Totals:					\$ 701,970.00		\$ 24,350.00		\$ 506,070.00		\$ 530,420.00

STATE OF TEXAS §

COUNTY OF HARRIS                      §

BEFORE ME, the undersigned authority, on this day personally appeared \_\_\_\_\_  
 \_\_\_\_\_ the \_\_\_\_\_ Project Manager  
 of **Peltier Brothers Construction, LLC** ("CONTRACTOR"). CONTRACTOR has performed labor  
 and furnished materials pursuant to that certain Contract entered into on the \_\_\_\_\_ 18th \_\_\_\_\_ day of  
 \_\_\_\_\_ December \_\_\_\_\_, 20\_\_ 23 \_\_\_\_\_ 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 Barents Drive Lift Station 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. 6, dated 08/28/2024 (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 30th day of August, 2024

PELTIER BROTHERS CONSTRUCTION, LLC

By:

Name  
Printed:

Title:

  
Kyle P. Hope


Project Manager

STATE OF TEXAS §

COUNTY OF HARRIS §

Subscribed and sworn to before me, the undersigned authority, on this the 30th day of August, 2024, to certify which, witness my hand and seal of office.



  
Notary Public, State of Texas

Notary's Name Printed:

Jeannie A. Hoang

My commission expires: June 24, 2026