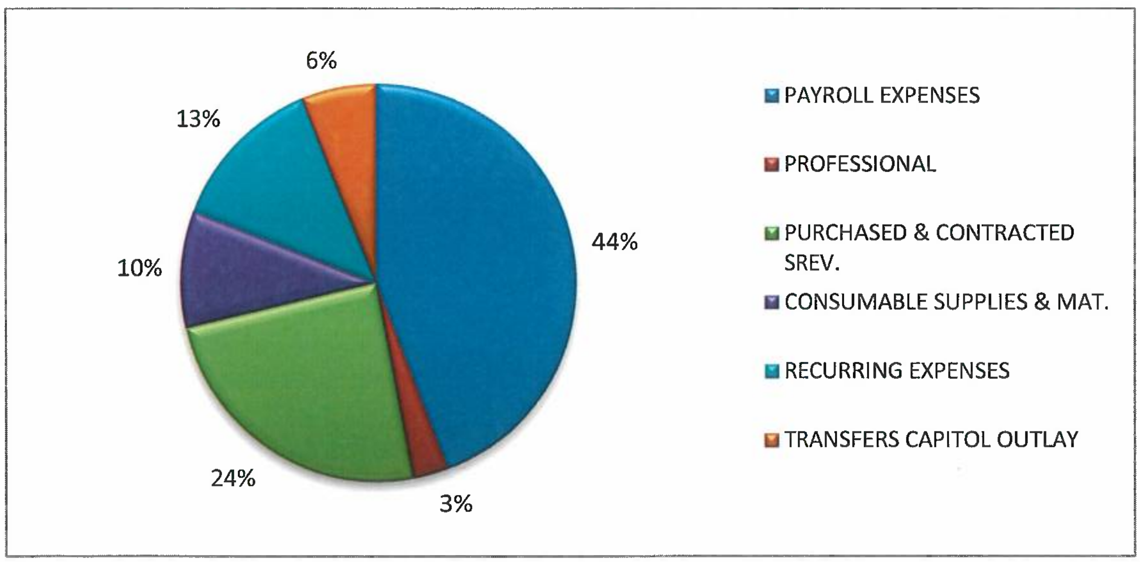
Harris County Water Control & Improvement

District No. 1

2025 - 2026

Budget



Prepared by Mark Taylor, August 19, 2025

Revenue Worksheet

REVENUE	2022-23 APPROVED	2023-24 APPROVED	2024-25 APPROVED	2025-26 APPROVED	2025-26 VS. 2024-25	
4100 WATER REVENUE	1,541,250	1,601,250	1,646,250	1,691,250	45,000	Water Rates 8.00 to 8.50
4200 SEWER REVENUE	1,123,000	1,183,000	1,183,000	1,228,000	45,000	Sewer Rate 5.00 to 5.50
4330 PENALTIES	58,000	63,000	63,000	69,300	6,300	10% Increse
5391 INTEREST ON INVESTMENT	36,000	130,000	240,000	240,000	-	4.35% Avg. Intra-Fi Rates
4110 WATER TAPS	29,025	29,025	29,025	32,025	3,000	2135 X 15 Water Taps
4210 SEWER TAPS	18,900	18,900	18,900	9,900	(9,000)	1980 X 5 Sewer Taps
4111 RECONNECTION FEES	7,000	7,000	7,000	9,000	2,000	More Cut-Offs
4112 PULL METER FEE	400	400	400	400	-	
4211 STP FEES	2,000	-	-	-	-	
4203 HCFWSD #1B	90,378	99,416	99,416	109,357	9,942	10% Increse
4102 WATER INSPECTION FEES	600	600	600	1,600	1,000	
4202 SEWER INSPECTION FEES	600	600	600	600	-	
5397 RETURNED CHECK FEE	400	400	400	400	-	
5400 ALLOWANCE FOR WRITE-OFFS	(20,000)	(20,000)	(20,000)	(20,000)	-	Billing Errors
4300 MAINTENANCE TAX	423,242	480,234	500,434	501,570	1,136	TaxVal Collected Change*
BOND REIMBURSEMENT TO MAINT. FUND	-	-	-	-	-	None This Year
ESTIMATED REVENUE	3,310,795	3,593,824	3,769,025	3,873,402	104,377	2.8% Increase
TAX DEBT SERVICE FUND CDs	-	-	-			
MAINT. FUND RESERVE	1,265,499	1,316,759	1,390,311	1,456,275		See Bank Account 7350
STP FUND CDs						
CD TOTALS	1,265,499	1,316,759	1,390,311	1,456,275		
TAX REVENUE FOR DEBT SERVICE	1,098,584	1,056,514	1,120,973	1,103,453		See Revenue Box *
TOTAL						
ESTIMATED BOOK BALANCES 10 - 01	10/1/2022	10/1/2023	10/1/2024	10/1/2025		
CONSTRUCTION FUND	2,361,892	3,757,535	3,306,411	2,431,260		See Bank Account 2097
2022 BOND CONSTRUCTION FUND	4,264,752	2,108,775	-	CLOSED		See Bank Account 8695
TAX DEBT SERVICE FUND	987,111	1,052,624	1,166,924	1,249,399		See Bank Account 7007
MAINT. FUND	1,756,513	3,160,133	3,890,418	4,929,065		See Bank Account 2544
STP FUND	110,534	115,415	121,861	127,643		See Bank Account 9267
BOOK BALANCE TOTALS	9,480,802	10,194,482	8,485,614	8,737,367		
TOTAL	15,155,680	16,161,579	14,765,923	15,170,497		
* HCAD Property Value Estimate $522,468,391 - See Revenue Box *						
THE TOTAL ABOVE INCLUDES BOOK BALANCES + RESERVE FUND + TAX REVEVUE + DISTRICT REVENUE						

REVENUE	2025-26 APPROVED	REVENUE		
4100 WATER REVENUE	1,691,250		<<< Update Columns	
4200 SEWER REVENUE	1,228,000			
4330 PENALTIES	69,300			
5391 INTEREST ON INVESTMENT	240,000			
4110 WATER TAPS	32,025			
4210 SEWER TAPS	9,900			
4111 RECONNECTION FEES	9,000		Tax Roll *	Per Hundred
4112 PULL METER FEE	400		522,468,391	5,224,684
4211 STP FEES	-			
4203 HCFWSD #1B	109,357		Collection %	Variable 96 -100
4102 WATER INSPECTION FEES	1,600			
4202 SEWER INSPECTION FEES	600		Total Tax .31	1,605,022.90
5397 RETURNED CHECK FEE	400			
5400 ALLOWANCE FOR WRITE-OFF	(20,000)		Debt Service .21	1,103,453.24
4300 MAINTENANCE TAX	501,570		M & O Tax .10	501,569.66
			* HCAD See Estimated Roll	
ESTIMATED REVENUE	3,873,402	3,873,402		
CD TOTALS				
CONSTRUCTION FUND CDs	-			
TAX DEBT SERVICE FUND CDs	-			
MAINT. FUND RESERVE - Intra-Fi	1,456,275			
STP FUND CDs	-			
RESERVE TOTALS	1,456,275	1,456,275		
OTHER				
TAX REVENUE FOR DEBT SERVICE	1,103,453			
TOTAL	1,103,453	1,103,453	See Revenue Box ^^^	
ESTIMATED BOOK BALANCES 10/01/25				
CONSTRUCTION FUND EST.	2,431,260			
BOND CONSTRUCTION FUND EST.	-			
TAX DEBT SERVICE FUND	1,249,399			
MAINT. FUND EST.	4,929,065			
STP FUND	127,643			
BOOK BALANCE TOTALS	8,737,367	8,737,367		
TOTAL		15,170,497		
THE TOTAL ABOVE INCLUDES BOOK BALANCES + RESERVE FUND + TAX REVEVUE + DISTRICT REVENUE				

DEPARTMENT: 6100 WATER	2023-24	2024-25	2025-26	2025-26	
	APPROVED	APPROVED	APPROVED	VS.	
ACCOUNT CLASSIFICATION	BUDGET	BUDGET	BUDGET	2024-25	
PAYROLL EXPENSES					
6111 SALARIES	266,781	277,453	285,776	8,324	3% cost of living
6112 RETIREMENT	37,349	38,843	40,009	1,165	14% of Salary, Elected Rate
6112A LIFE INS.	600	600	600	-	
6113 GROUP INSURANCE	92,835	101,190	110,297	9,107	9% Increase
6114 EMPLOYERS FICA TAX	20,409	21,225	21,862	637	7.65% of Salary
6115 WORKERS COMP.	5,069	8,773	9,036	263	3.16% of Salary
	-	-	-	-	
TOTAL	423,043	448,084	467,580	19,496	
	-	-	-	-	
PURCHASED & CONTRACTED SERV	-	-	-	-	
6100 PURCHASED WATER	529,181	560,932	555,323	(5,609)	6% Increase BAWA $4.11* We are using less water
6134 CONTRACT LABOR	30,250	33,275	36,603	3,328	10% increase Asphalt / SCADA
6135 MAINT & REPAIRS	13,662	15,711	15,711	-	No increase
	-	-	-	-	
TOTAL	573,093	609,918	607,636	(2,282)	
	-	-	-		
CONSUMABLE SUPPLIES & MATERI/	-	-	-		
6141 FUEL & LUBRICANT	22,919	23,606	23,606	-	No Increase
6142 CHEMICALS	23,531	24,237	24,237	-	No Increase
6143 SMALL TOOLS	1,400	1,400	1,400	-	
6144 REPAIR & MAINT. MAT.	77,040	79,351	75,384	(3,968)	5% Decrease
6145 METER EXPENSE	25,781	28,359	31,195	2,836	10% Increase Meter Cost and System Maintenance
6149 OTHER CON. SUPPLIES	7,856	8,091	8,091	-	No Increase
	-	-	-	-	
TOTAL	158,527	165,045	163,913	(1,132)	
	-	-	-	-	
RECURRING & OPERATING EXPENSES	-	-	-	-	
6153 INS. & SECURITY BONDS	38,658	42,138	48,458	6,321	15% Rate Increases
6157 RENT & LEASE EQUIP.	2,000	2,000	2,000	-	
6159 OTHER (EDUCATION)	7,620	9,144	10,973	1,829	More Classes Taken
6159A PYMTS. TO SUB. DIST.	40,400	48,500	48,500	-	84M in GW Credits, to pump 50% Well Water
6159B PYMTS. HEALTH DEPT.	3,180	3,180	3,180	-	
	-	-	-	-	
TOTAL	91,858	104,962	113,111	8,149	
	-	-	-	-	
6100 TOTAL	1,246,521	1,328,009	1,352,241	24,232	8.5% Increase

DEPARTMENT: 6200 WASTEWATER					
ACCOUNT CLASSIFICATION	2023-24 APPROVED BUDGET	2024-25 APPROVED BUDGET	2025-26 APPROVED BUDGET	2025-26 VS. 2024-25	
PAYROLL EXPENSES					
6211 SALARIES	349,450	363,429	374,331	10,903	3% cost of living
6212 RETIREMENT	48,927	50,880	52,406	1,526	14% of Salary, Elected Rate
6212A LIFE INSURANCE	800	800	800	-	
6213 GROUP INSURANCE	92,835	101,190	110,297	9,107	9% increase
6214 EMPLOYERS FICA TAX	26,733	27,802	28,636	834	7.65% of Salary
6215 WORKERS COMP.	4,193	11,492	11,836	345	3.16% of Salary
				-	
TOTAL	522,938	555,592	578,307	22,715	
				-	
PURCHASED & CONTRACTED SERV.				-	
6234 CONTRACT LABOR	173,758	165,070	156,816	(8,253)	Decrease in Sludge Hauling
6235 MAINT. AND REPAIRS	18,351	18,902	18,902	-	No increase
				-	
TOTAL	192,109	183,972	175,718	(8,253)	
				-	
CONSUMABLE SUPPLIES & MATERIAL				-	
6241 FUEL & LUBRICANT	21,236	21,873	21,873	-	No Increase
6242 CHEMICALS	92,278	78,437	70,593	(7,844)	10% Less Chemical Cost
6243 SMALL TOOLS	1,400	1,400	1,400	-	
6244 REPAIR & MAINT. MAT.	40,286	34,243	30,819	(3,424)	10% Less
6249 OTHER CON. SUPPLIES	7,856	8,091	8,091	-	No Increase
				-	
TOTAL	163,055	144,043	132,775	(11,268)	
				-	
RECURRING OPERATING EXPENSES				-	
6253 INS. & SECURITY BONDS	40,918	44,601	51,291	6,690	15% Rate Increases
6257 RENT & LEASE EQUIP.	2,000	2,000	2,000	-	
6259 OTHER (EDUCATION)	4,500	4,500	4,500	-	Waste Water Classes
6259A PMTS. TO TCEQ	36,750	36,750	36,750	-	
				-	
TOTAL	84,168	87,851	94,541	6,690	
				-	
6200 TOTAL	962,270	971,458	981,342	9,884	1% Increase

DEPARTMENT: 6300 OTHER					
CLASSIFICATION	2023-24 APPROVED BUDGET	2024-25 APPROVED BUDGET	2025-26 APPROVED BUDGET	2025-26 VS. 2024-25	
PAYROLL EXPENSES					
6310 DIRECTORS FEES	13,000	18,500	18,500	-	No Adjustment
6311 SALARIES	333,672	347,019	297,430	(49,589)	3% cost of living / 1 Less Staff
6312 RETIREMENT	46,714	48,583	41,640	(6,943)	14% Elected Rate
6312A LIFE INSURANCE	600	600	600	-	
6313 GROUP INSURANCE	69,119	75,340	82,120	6,781	9% increase
6314 EMPLOYERS FICA TAX	16,950	17,289	22,753	5,464	7.65% of Salary
6315 WORKERS COMP.	3,337	1,041	892	(149)	0.3% of Salary
				-	
TOTAL	483,392	508,372	463,936	(44,436)	
				-	
PROFESSIONAL				-	
6320 LEGAL	33,688	33,688	33,688	-	No increase
6321 AUDITING	36,500	25,000	25,000	-	No Single Audit (FEMA FUNDS)
6322 ENGINEERING	41,140	41,140	41,140	-	No increase
				-	
TOTAL	111,328	99,828	99,828	-	
				-	
PURCHASED & CONTRACTED SERV.				-	
6334 CONTRACT LABOR	35,405	37,175	39,034	1,859	5% Increase IT Support & UDS
6335 MAINT. & REPAIRS	5,500	5,500	5,500	-	
6338 LEGAL NOTICE	5,500	5,500	5,500	-	
				-	
TOTAL	46,405	48,175	50,034	1,859	
				-	
CONSUMABLE SUPPLIES				-	
6340 PRINTING & OFFICE MAT.	16,949	17,457	19,203	1,746	10% increase
6344 REPAIR & MAINT. MAT.	2,000	2,000	2,000	-	
6349 OTHER CON. SUPPLIES	7,500	7,500	9,000	1,500	20% increase
TOTAL	26,449	26,957	30,203	3,246	
RECURRING OPERATING EXPENSES				-	
6313 C. C. PROCESSING FEE	-	-	-	-	
6350 POSTAGE	15,420	17,733	16,847	(887)	5% decrease
6351 TELEPHONE	31,616	28,454	28,454	-	No increase
6352 UTILITIES	125,891	132,185	125,576	(6,609)	5% decrease
6353 INS. & SECURITY BONDS	37,528	40,906	47,042	6,136	15% Rate Increases
6354 TRAVEL & PER DIEM	3,400	5,100	5,661	561	11% increase Classes & Travel
6357 RENT & LEASE EQUIP.	9,386	9,668	9,668	-	No increase
6359 OTHER	4,200	4,200	4,200	-	
6359A PMT. TO TWCA				-	
TOTAL	227,441	238,246	237,447	(799)	
6300 TOTAL	895,014	921,578	881,447	(40,130)	4% decrease

	2023-24 APPROVED BUDGET	2024-25 APPROVED BUDGET	2025-26 APPROVED BUDGET	2025-26 VS. 2024-25	
TOTAL BUDGET	3,103,806	3,221,044	3,215,029	(6,015)	0.02% Decrease Overall
DEPARTMENT: 6300 OTHER					
CLASSIFICATION					
2120 PAYMENTS AMI METERS	117,365	-	-	-	Final payment was 6/1/2024
3913 DEBT SERV. FUND				-	
3914 TRANS. TO CONST. FUND	-	-	-	-	
3915 CAPITOL OUTLAY	103,000	278,000	210,000	(68,000)	2-6" & 2-8" Main Lift Station Pumps at the WWTP 105K & Wier Replacment CL#1, 55K WWTP / 50K Contingency
				-	
TOTAL	220,365	278,000	210,000	(68,000)	
				-	
6300 TOTAL	1,115,379	1,199,578	1,091,447	(108,130)	
				-	
				-	
TOTAL OPERATING BUDGET	3,324,171	3,499,044	3,425,029	(74,015)	
				-	
				-	
				-	
ESTIMATED REVENUE	3,593,824	3,769,025	3,873,402	104,377	2.8% Increase Overall
				-	
TOTAL BUDGETED EXPENDITURES	3,324,171	3,499,044	3,425,029	(74,015)	2% Decrease Overall
				-	
EXCESS (DEFICIENCY)	269,653	269,981	448,372	178,392	
REVENUE OVER EXPENDITURES				-	
ESTIMATED BOOK BAL 10-1-2025			4,929,065		
FUND BAL. SEPT. 30, 2026			5,377,437		

REVENUE						
EST FUND BALANCE 10/1/2025	2,431,260					
INTEREST	105,760					
AVALABLE FROM MAINT. FUND	3,350,000					
AVALABLE FROM RESERVE	1,456,275					
STP FUND TRANSFER	121,860					
TOTAL REVENUE			7,465,155			
EXPENDITURES						
CONSTRUCTION COST						
FOG and Manhole Cleaning Program	32,500					
DeRagging for the WWTP	125,000					
Lab and Workshop for the WWTP	315,000					
Highland Woods Sewer Line Project on Hold	0					
LCRR Phase II Project / LJA (GRR DATA)	0					
Creel Subdivision Drainage Improvements (Sewer Line)	0					
Waterlines Phase 2	6,043,200			Estimated Cost 1,350,500		
TOTAL CONSTRUCTION COST		6,515,700				
ENGINEERING COST						
Basic Waterlines Phase 2	455,000			Estmated Cost 127,500		
Special Waterlines Phase 2	493,500					
TOTAL ENGINEERING COST		948,500				
TOTAL EXPENDITURES			7,464,200			
EXCESS / (DEFICIENCY)			955			
REVENUE OVER EXPENDITURES						
CONSTRUCTION FUND BALANCE 9-30-26			955			

REVENUE			
FUND BALANCE 10/01/2026	955		
AVALABLE FROM MAINT. FUND	450,000		
INTEREST	0		
TOTAL REVENUE			450,955
EXPENDITURES			
CONSTRUCTION COST			
WWTP Phase 2 Nutrient Removal		360,345	
Sanitary Sewer Line Improvements		150,500	
Totals		510,845	
ENGINEERING COST			
Basic Engineering Cost			
WWTP Phase 2		44,700	
Sanitary Sewer Line Improvements		23,055	
Totals		67,755	
Special Engineering Cost			
WWTP Phase 2		34,500	
Sanitary Sewer Line Improvements		34,500	
Totals		69,000	
TOTAL COST			647,600
FUND BALANCE 9-30-26			(196,645)

	TAX DEBT SERVICE FUND 2022-2023	TAX DEBT SERVICE FUND 2023-2024	TAX DEBT SERVICE FUND 2024-2025	TAX DEBT SERVICE FUND 2025-2026	
REVENUE					
TAX RATE PER HUNDRED	0.36	0.33	0.324	0.31	
TAXES	1,521,117	1,584,771	1,621,407	1,605,023	See Revenue Box
PENALTY AND INTEREST	11,000	11,000	11,000	11,000	
INTEREST ON INVESTMENT	9,744	58,800	58,800	54,349	Balance X 4.35%
TOTAL REVENUE	1,541,861	1,654,571	1,691,207	1,670,372	
EXPENDITURES					
TAC FEES & DATA & POSTAGE	12,500	12,500	24,692	24,692	
HARRIS COUNTY A/D	9,800	9,800	13,123	13,123	
POSTAGE in TAC FEES	5,500	5,500	-	-	
ARBITRAGE (NEW)	5,405	6,216	6,500	6,500	
LEGAL NOTICES in TAC FEES	1,650	1,815	-	-	
PAYING AGENT FEES	10,200	12,240	800	800	
SAMCO	2,250	2,250	2,250	2,250	
TOTAL FEES			47,365	47,365	
DEBT SERVICE					
PRINCIPAL	2023	2024	2025	2026	
2013 TAX BONDS	260,000	-	-	-	
2017 TAX BONDS	340,000	350,000	365,000	375,000	See Debt Model
2022 TAX BONDS	50,000	320,000	330,000	345,000	See Debt Model
INTEREST					
2013 TAX BONDS	3,900	-	-	-	
2017 TAX BONDS	198,545	188,195	177,470	166,370	See Debt Model
2022 TAX BONDS	219,075	211,675	198,675	185,175	See Debt Model
TOTAL BOND PAYMENTS 2025	1,071,520	1,069,870	1,071,145	1,071,545	
FISCAL CHARGES	1,000	1,000	1,000	1,000	
TOTAL EXPENDITURES	1,119,825	1,121,191	1,119,510	1,119,910	
TRANSFER IN (Maintenance Fund)					
TRANSFER OUT(Maint. Fund)	422,533	480,234	500,434	501,570	See Revenue Box
TOTAL TRANSFERS	422,533	480,234	500,434	501,570	
EXCESS (DEFICIENCY)	(497)	53,146	71,263	48,892	
REVENUE OVER EXPENDITURES					
FUND BAL. OCT. 1, 2025	987,111	1,052,624	1,166,924	1,249,399	See Revenue WS
FUND BAL. SEPT 30, 2026	986,614	1,105,770	1,238,187	1,298,291	