

Harris County Water Control and Improvement Dist. No. 1

125 San Jacinto Avenue

Phone (281) 426-2115

Highlands, Texas 77562



NOTICE IS HEREBY GIVEN OF THE SPECIAL MEETING OF THE BOARD OF DIRECTORS OF HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1 TO BE HELD IN THE OFFICE AT 125 SAN JACINTO, HIGHLANDS, TEXAS ON THE 18th DAY OF AUGUST 2026 AD AT 6:00 P.M. O'CLOCK, AT WHICH TIME THE FOLLOWING ITEMS OF BUSINESS WILL BE CONSIDERED AND ACTED UPON:

1. Citizens before the Board.
2. Budget and Rate Ordinance Workshop, including Review of the draft budget & proposed service rate amendments.
3. District Rate Ordinance regarding illegal connections and use of District services, amend as necessary.
4. Annual review and discussion of customer charges compared to Rate Order, and amend Rate Order, if necessary.
5. Convene in executive session pursuant to Chapter 551 of the Texas Government Code, Subchapter D, of the Open Meetings Act, to discuss matters relating to attorney-client privilege, potential litigation, security matters, personnel matters, real estate matters, and/or any other matter on the agenda as allowed by the Texas Open Meetings Act.
6. Re-convene in open session and authorize any necessary action concerning attorney-client privilege, potential litigation, security matters, personnel matters, real estate matters, and/or any other matter on the agenda.
7. Adjournment.

A handwritten signature in blue ink, appearing to read "Zachary Petrov", written over a horizontal line.

Zachary Petrov
JOHNSON PETROV LLP
Attorneys for the District
2929 Allen Parkway, Suite 3150
Houston, Texas 77019

TAXPAYER IMPACT STATEMENT
Harris County Water Control and Improvement District No. 1

	Current Budget Fiscal Year Ending September 30, 2025**	Proposed Budget Fiscal Year Ending September 30, 2026**	No-New-Revenue Tax Rate Budget***
Estimated District Operations and Maintenance Tax Bill on Average Homestead*	\$200.00	\$200.00	\$200.00

*The District levies taxes in accordance with the Texas Water Code. The District's current operations and maintenance tax rate is equal to \$0.10 per \$100 of assessed value. Average homestead values are determined by the county appraisal district. All estimates above were prepared utilizing the average resident homestead value as of the time that the District's most recent Truth in Taxation worksheet was prepared in accordance with the Texas Water Code.

**Average tax bill estimates for the current and proposed budgets reflect those taxes necessary to fund the operations and maintenance tax revenues stated in the applicable budget.

***This column estimates the operations and maintenance taxes to be paid on the average homestead if the proposed budget generates the same amount of operations and maintenance tax revenues as the current budget.

Budget

Harris County Water Control and Improvement District No. 1

DEPARTMENT: 6100 WATER	2024-25	2025-26	2026-27	2026-27
	APPROVED	APPROVED	PROPOSED	VS.
ACCOUNT CLASSIFICATION	BUDGET	BUDGET	BUDGET	2025-26
PAYROLL EXPENSES				
6111 SALARIES	277,453	285,776	294,350	8,573
6112 RETIREMENT	38,843	40,009	41,209	1,200
6112A LIFE INS.	600	600	600	-
6113 GROUP INSURANCE	101,190	110,297	115,812	5,515
6114 EMPLOYERS FICA TAX	21,225	21,862	22,518	656
6115 WORKERS COMP.	8,773	9,036	13,246	4,209
	-	-		-
TOTAL	448,084	467,580	487,734	20,154
	-	-		-
PURCHASED & CONTRACTED SERV	-	-		-
6100 PURCHASED WATER	560,932	555,323	543,750	(11,573)
6134 CONTRACT LABOR	33,275	36,603	43,923	7,321
6135 MAINT & REPAIRS	15,711	15,711	16,183	471
	-	-		-
TOTAL	609,918	607,636	603,856	(3,781)
	-	-		-
CONSUMABLE SUPPLIES & MATERI	-	-		-
6141 FUEL & LUBRICANT	23,606	23,606	23,606	-
6142 CHEMICALS	24,237	24,237	20,601	(3,636)
6143 SMALL TOOLS	1,400	1,400	1,400	-
6144 REPAIR & MAINT. MAT.	79,351	75,384	64,076	(11,308)
6145 METER EXPENSE	28,359	31,195	71,195	40,000
6149 OTHER CON. SUPPLIES	8,091	8,091	8,091	-
	-	-		-
TOTAL	165,045	163,913	188,970	25,057
	-	-		-
RECURRING & OPERATING EXPENSES	-	-		-
6153 INS. & SECURITY BONDS	42,138	48,458	48,458	-
6157 RENT & LEASE EQUIP.	2,000	2,000	2,000	-
6159 OTHER (EDUCATION)	9,144	10,973	10,973	-
6159A PYMTS. TO SUB. DIST.	48,500	48,500	48,500	-
6159B PYMTS. HEALTH DEPT.	3,180	3,180	3,180	-
	-	-		-
TOTAL	104,962	113,111	113,111	-
	-	-		-
6100 TOTAL	1,328,009	1,352,241	1,393,670	41,430

Budget

DEPARTMENT: 6200 WASTEWATER				
	2024-25	2025-26	2026-27	2026-27
ACCOUNT CLASSIFICATION	APPROVED	APPROVED	PROPOSED	VS.
	BUDGET	BUDGET	BUDGET	2025-26
PAYROLL EXPENSES				
6211 SALARIES	363,429	374,331	385,561	11,230
6212 RETIREMENT	50,880	52,406	53,979	1,572
6212A LIFE INSURANCE	800	800	800	-
6213 GROUP INSURANCE	101,190	110,297	110,297	-
6214 EMPLOYERS FICA TAX	27,802	28,636	29,495	859
6215 WORKERS COMP.	11,492	11,836	17,350	5,514
				-
TOTAL	555,592	578,307	597,482	19,175
				-
PURCHASED & CONTRACTED SERV.				-
6234 CONTRACT LABOR	165,070	156,816	164,657	7,841
6235 MAINT. AND REPAIRS	18,902	18,902	18,902	-
				-
TOTAL	183,972	175,718	183,559	7,841
				-
CONSUMABLE SUPPLIES & MATERIAL				-
6241 FUEL & LUBRICANT	21,873	21,873	26,247	4,375
6242 CHEMICALS	78,437	70,593	63,534	(7,059)
6243 SMALL TOOLS	1,400	1,400	1,400	-
6244 REPAIR & MAINT. MAT.	34,243	30,819	27,737	(3,082)
6249 OTHER CON. SUPPLIES	8,091	8,091	8,091	-
				-
TOTAL	144,043	132,775	127,009	(5,767)
				-
RECURRING OPERATING EXPENSES				-
6253 INS. & SECURITY BONDS	44,601	51,291	51,291	-
6257 RENT & LEASE EQUIP.	2,000	2,000	2,000	-
6259 OTHER (EDUCATION)	4,500	4,500	4,500	-
6259A PMTS. TO TCEQ	36,750	36,750	36,750	-
				-
TOTAL	87,851	94,541	94,541	-
				-
6200 TOTAL	971,458	981,342	1,002,591	21,249

Budget

DEPARTMENT: 6300 OTHER				
CLASSIFICATION	2024-25	2025-26	2026-27	2026-27
	APPROVED	APPROVED	PROPOSED	VS.
	BUDGET	BUDGET	BUDGET	2025-26
PAYROLL EXPENSES				
6310 DIRECTORS FEES	18,500	18,500	18,500	-
6311 SALARIES	347,019	297,430	286,352	(11,077)
6312 RETIREMENT	48,583	41,640	40,089	(1,551)
6312A LIFE INSURANCE	600	600	600	-
6313 GROUP INSURANCE	75,340	82,120	82,120	-
6314 EMPLOYERS FICA TAX	17,289	22,753	21,906	(847)
6315 WORKERS COMP.	1,041	892	1,174	282
				-
TOTAL	508,372	463,936	450,742	(13,194)
				-
PROFESSIONAL				-
6320 LEGAL	33,688	33,688	38,741	5,053
6321 AUDITING	25,000	25,000	26,500	1,500
6322 ENGINEERING	41,140	41,140	41,140	-
				-
TOTAL	99,828	99,828	106,381	6,553
				-
PURCHASED & CONTRACTED SERV.				-
6334 CONTRACT LABOR	37,175	39,034	40,986	1,952
6335 MAINT. & REPAIRS	5,500	5,500	5,500	-
6338 LEGAL NOTICE	5,500	5,500	5,500	-
				-
TOTAL	48,175	50,034	51,986	1,952
				-
CONSUMABLE SUPPLIES				-
6340 PRINTING & OFFICE MAT.	17,457	19,203	19,203	-
6344 REPAIR & MAINT. MAT.	2,000	2,000	2,000	-
6349 OTHER CON. SUPPLIES	7,500	9,000	9,000	-
TOTAL	26,957	30,203	30,203	-
				-
RECURRING OPERATING EXPENSES				-
6313 C. C. PROCESSING FEE	-	-		-
6350 POSTAGE	17,733	16,847	17,689	842
6351 TELEPHONE	28,454	28,454	28,454	-
6352 UTILITIES	132,185	125,576	119,297	(6,279)
6353 INS. & SECURITY BONDS	40,906	47,042	47,042	-
6354 TRAVEL & PER DIEM	5,100	5,661	6,284	623
6357 RENT & LEASE EQUIP.	9,668	9,668	9,668	-
6359 OTHER	4,200	4,200	4,200	-
6359A PMT. TO TWCA				-
				-
TOTAL	238,246	237,447	232,634	(4,814)
6300 TOTAL	921,578	881,447	871,945	(9,502)

Budget

	2024-25	2025-26	2026-27	2026-27
	APPROVED	APPROVED	PROPOSED	VS.
	BUDGET	BUDGET	BUDGET	2025-26
TOTAL BUDGET	3,221,044	3,215,029	3,268,206	53,177
DEPARTMENT: 6300 OTHER				
CLASSIFICATION				
2120 PAYMENTS AMI METERS	-	-		-
3913 DEBT SERV. FUND				-
3914 TRANS. TO CONST. FUND	-	-		-
3915 CAPITOL OUTLAY	278,000	210,000	125,000	(85,000)
TOTAL	278,000	210,000	125,000	(85,000)
6300 TOTAL	1,199,578	1,091,447	996,945	(94,502)
TOTAL OPERATING BUDGET	3,499,044	3,425,029	3,393,206	(31,823)
ESTIMATED REVENUE	3,769,025	3,873,402	3,917,178	43,776
TOTAL BUDGETED EXPENDITURES	<u>3,499,044</u>	<u>3,425,029</u>	<u>3,393,206</u>	(31,823)
EXCESS (DEFICIENCY) REVENUE OVER EXPENDITURES	269,981	448,372	523,972	75,600
ESTIMATED BOOK BAL 10-1-2026		4,929,065	5,620,717	
FUND BAL. SEPT. 30, 2027		5,377,437	6,144,689	