

|  | BUDGET<br>FYE 5/31/24 | BUDGET<br>FYE 5/31/25 | BUDGET<br>FYE 5/31/26 | 2025/2026<br>% Variance | 2025/2026<br>\$ Variance |
|--|-----------------------|-----------------------|-----------------------|-------------------------|--------------------------|
| <b><u>DISTRICT REVENUES</u></b>                    |                       |                       |                       |                         |                          |
| Customer Service Fees - Water                      | 165,000.00            | 184,000.00            | 225,000.00            | 22.28%                  | 41,000.00                |
| Water Tap Connection Fees                          | 60,000.00             | 30,000.00             | 0.00                  | -100.00%                | (30,000.00)              |
| Customer Service Fees - Sewer                      | 185,000.00            | 243,000.00            | 346,000.00            | 42.39%                  | 103,000.00               |
| Maintenance Tax                                    | 434,924.00            | 740,000.00            | 2,500.00              | -99.66%                 | (737,500.00)             |
| Penalties and Interest                             | 6,000.00              | 7,500.00              | 752,500.00            | 9933.33%                | 745,000.00               |
| Termination/Reconnection Fees                      | 5,000.00              | 5,000.00              | 7,500.00              | 50.00%                  | 2,500.00                 |
| Transfer/Connection Fees                           | 5,000.00              | 5,000.00              | 6,500.00              | 30.00%                  | 1,500.00                 |
| TCEQ Assessment Fees                               | 1,400.00              | 2,500.00              | 2,500.00              | 0.00%                   | 0.00                     |
| Builder Inspection Fees                            | 250.00                | 250.00                | 250.00                | 0.00%                   | 0.00                     |
| Customer Service Inspections                       | 500.00                | 500.00                | 500.00                | 0.00%                   | 0.00                     |
| Miscellaneous Income                               | 500.00                | 500.00                | 500.00                | 0.00%                   | 0.00                     |
| Interest Income                                    | 11,000.00             | 12,000.00             | 23,000.00             | 91.67%                  | 11,000.00                |
| <b>TOTAL DISTRICT REVENUE</b>                      | <b>874,574.00</b>     | <b>1,230,250.00</b>   | <b>1,366,750.00</b>   | <b>11.10%</b>           | <b>136,500.00</b>        |
| <b>DISTRICT EXPENSES</b>                           |                       |                       |                       |                         |                          |
| <b><u>Water Expenses</u></b>                       |                       |                       |                       |                         |                          |
| Bulk Water Purchases                               | 121,000.00            | 152,000.00            | 152,000.00            | 0.00%                   | 0.00                     |
| Laboratory Fees                                    | 5,000.00              | 25,000.00             | 30,000.00             | 20.00%                  | 5,000.00                 |
| Permit Fees  | 650.00                | 650.00                | 650.00                | 0.00%                   | 0.00                     |
| Maintenance and Repair                             | 115,000.00            | 115,000.00            | 115,000.00            | 0.00%                   | 0.00                     |
| Tap Connection Expense                             | 40,000.00             | 10,000.00             | 0.00                  | -100.00%                | (10,000.00)              |
| Backflow Inspections                               | 575.00                | 575.00                | 0.00                  | -100.00%                | (575.00)                 |
| <b><u>Sewer Expenses</u></b>                       |                       |                       |                       |                         |                          |
| Purchased Sewer Service                            | 170,000.00            | 198,500.00            | 225,000.00            | 13.35%                  | 26,500.00                |
| Maintenance and Repair (including flow monitoring) | 45,000.00             | 45,000.00             | 45,000.00             | 0.00%                   | 0.00                     |
| Utilities  | 3,200.00              | 3,200.00              | 3,200.00              | 0.00%                   | 0.00                     |
| Sewer Inspection Expense                           | 5,500.00              | 10,000.00             | 1,500.00              | -85.00%                 | (8,500.00)               |
| <b><u>Other Expenses</u></b>                       |                       |                       |                       |                         |                          |
| Directors Fees                                     | 6,750.00              | 13,260.00             | 8,000.00              | -39.67%                 | (5,260.00)               |
| General Manager Fees                               | 0.00                  | 6,000.00              | 6,000.00              | 0.00%                   | 0.00                     |
| Payroll Taxes                                      | 600.00                | 1,540.00              | 1,200.00              | -22.08%                 | (340.00)                 |
| Legal Fees   | 60,000.00             | 90,000.00             | 75,000.00             | -16.67%                 | (15,000.00)              |
| Audit Fees   | 14,000.00             | 16,500.00             | 18,000.00             | 9.09%                   | 1,500.00                 |
| Engineering Fees                                   | 30,000.00             | 60,000.00             | 60,000.00             | 0.00%                   | 0.00                     |
| Financial Advisor Fees                             | 1,300.00              | 1,300.00              | 1,800.00              | 38.46%                  | 500.00                   |
| Election Expense                                   | 0.00                  | 0.00                  | 10,000.00             | 100.00%                 | 10,000.00                |
| TQEC Assessment Fees                               | 1,525.00              | 2,135.00              | 2,990.00              | 40.05%                  | 855.00                   |
| Operator Expense                                   | 28,000.00             | 43,600.00             | 35,000.00             | -19.72%                 | (8,600.00)               |
| Bookkeeping Fees                                   | 10,500.00             | 11,400.00             | 15,600.00             | 36.84%                  | 4,200.00                 |
| Maintenance and Repair - Drainage Facilities       | 6,500.00              | 6,500.00              | 10,000.00             | 53.85%                  | 3,500.00                 |
| Landscape Maintenance (Somerset Green HOA)         | 15,000.00             | 22,000.00             | 25,500.00             | 15.91%                  | 3,500.00                 |
| Lake Maintenance                                   | 0.00                  | 0.00                  | 30,000.00             | ERR                     | 30,000.00                |
| Website Expense                                    | 7,500.00              | 7,500.00              | 17,500.00             | 133.33%                 | 10,000.00                |
| Postage  | 0.00                  | 2,000.00              | 2,000.00              | 0.00%                   | 0.00                     |
| Insurance  | 7,400.00              | 8,530.00              | 8,900.00              | 4.34%                   | 370.00                   |
| Travel Expenses                                    | 3,000.00              | 3,000.00              | 3,000.00              | 0.00%                   | 0.00                     |
| Travel Expenses - General Manager                  | 0.00                  | 2,500.00              | 2,500.00              | 0.00%                   | 0.00                     |
| Registration Fees                                  | 1,200.00              | 1,200.00              | 1,200.00              | 0.00%                   | 0.00                     |
| Other Expenses                                     | 2,000.00              | 5,000.00              | 8,000.00              | 60.00%                  | 3,000.00                 |
| CSI/Builder Inspections                            | 2,000.00              | 2,000.00              | 2,000.00              | 0.00%                   | 0.00                     |
| Termination/Reconnect/NSF Fee                      | 0.00                  | 5,000.00              | 5,000.00              | 0.00%                   | 0.00                     |
| Security Services                                  | 40,000.00             | 40,000.00             | 0.00                  | -100.00%                | (40,000.00)              |
| Garbage Expense                                    | 106,000.00            | 106,000.00            | 139,000.00            | 31.13%                  | 33,000.00                |
| <b>TOTAL DISTRICT EXPENSE</b>                      | <b>849,200.00</b>     | <b>1,016,890.00</b>   | <b>1,060,540.00</b>   | <b>4.29%</b>            | <b>43,650.00</b>         |
| <b>NET GAIN(LOSS)</b>                              | <b>25,374.00</b>      | <b>213,360.00</b>     | <b>306,210.00</b>     | <b>43.52%</b>           | <b>92,850.00</b>         |

2024 Tax Rate - maintenance tax rate of \$.210 on \$365,621,904 at 98%, Debt service rate: \$.29 Revenue: \$1,039,098  
 2023 Tax Rate - maintenance tax rate of \$.156 on \$314,515,145 at 98%, Debt service rate: \$.344 Revenue: \$1,060,293  
 2022 Tax Rate - maintenance tax rate of \$.16 on \$277,375,266 at 98%, Debt service rate: \$.34 Revenue: \$924,214