

# EXHIBIT "A"

DECEMBER 11, 2018

**SOUTHWEST HARRIS COUNTY MUD 1  
OPERATING BUDGET  
FYE 12--31--19**

|                                   | <b>PROPOSED<br/>2019</b> |
|-----------------------------------|--------------------------|
| <b>REVENUE</b>                    |                          |
| WATER REVENUE                     | \$370,000.00             |
| SEWER REVENUE                     | \$300,000.00             |
| PENALTY AND INTEREST              | \$25,000.00              |
| MAINTENANCE TAX                   | \$165,000.00             |
| INTEREST INCOME                   | \$7,500.00               |
| TAP FEES                          |                          |
|                                   | <b>\$867,500.00</b>      |
| <b>EXPENDITURES</b>               |                          |
| DIRECTORS FEES                    | \$9,750.00               |
| OPERATOR FEES                     | \$24,000.00              |
| REPAIRS AND MAINTENANCE           | \$250,000.00             |
| WASTEWATER TRMT PLANT MAINTENANCE | \$50,000.00              |
| STORM WATER MANAGEMENT PLAN       | \$20,000.00              |
| OFFICE EXPENSE                    | \$15,000.00              |
| LAB                               | \$20,000.00              |
| SLUDGE REMOVAL                    | \$20,000.00              |
| UTILITIES                         | \$30,000.00              |
| GARBAGE                           | \$85,000.00              |
| LEGAL                             | \$57,000.00              |
| ENGINEERING                       | \$15,000.00              |
| BOOKKEEPING                       | \$15,000.00              |
| INSURANCE                         | \$14,000.00              |
| PERMITS                           | \$3,600.00               |
| AUDIT                             | \$13,000.00              |
| CHEMICALS                         | \$5,000.00               |
| INSPECTIONS                       | \$1,000.00               |
| PURCHASED WATER                   | \$130,000.00             |
| PURCHASED SEWER                   | \$10,000.00              |
| TELEPHONE                         | \$10,500.00              |
| MISC.                             | \$5,000.00               |
| ELECTION                          | \$0.00                   |
| PAYROLL TAXES                     | \$750.00                 |
| MESSAGING                         | \$0.00                   |
|                                   | <b>\$803,600.00</b>      |
| EXCESS REV (EXP) FROM OPERATIONS  | \$63,900.00              |
| PLUG, CAP AND ABONDON WATER PLANT | (\$125,000.00)           |
| FONDREN ROAD BOOSTER PUMP         | (\$90,000.00)            |
| EXCESS REV (EXP) FROM OPERATIONS  | <b>(\$151,100.00)</b>    |