

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 358

ADOPTED BUDGET FOR YEAR ENDING DECEMBER 31, 2018

ADOPTED - November 06, 2017

BOOKKEEPER COMMENTS:

	Actual 12/31/11	Actual 12/31/12	Actual 12/31/13	Actual 12/31/14	Actual 12/31/15	Actual 12/31/16	Budget 12/31/17	Actual 10 months	Budget 10 months	Projected 12 months 12/31/17	Proposed BUDGET 12/31/18	
<b>INCOME:</b>												
Water Revenue	267,443	225,940	270,077	299,381	285,942	362,990	415,786	436,770	346,488	536,770	536,770	current years projected totals - no immediate conn/change
Sewer Revenue	22,019	23,630	19,362	25,340	37,899	37,629	43,170	36,604	35,975	37,539	37,539	current years projected totals - no immediate conn/change
Penalties	1,662	9,329	6,126	16,543	3,986	6,433	6,000	2,390	5,000	2,868	6,000	
Reconn/Disconn/Other	0	0	75	205	0	375	400	740	333	888	875	match current year's projections
Water/Sewer Taps - Simon West	0	25,625	0	0	0	0	0	0	0	0	0	
Water/Sewer Taps - Towne Center	0	0	22,975	0	0	0	0	0	0	0	0	2013 - 2014 activity
Water/Sewer Taps - Towne Center	0	0	0	176,825	719,410	0	0	0	0	0	0	2015 activity
Water/Sewer Taps	0	0	0	0	0	303,305	90,000	16,260	75,000	19,512	0	Nothing at this time
Inspections	1,935	4,505	5,105	6,775	10,285	11,440	11,500	5,625	9,583	6,750	11,500	
NHCRWA	95,639	76,992	101,943	121,865	116,071	150,198	188,500	183,093	157,083	219,711	246,500	Proposed Rate of \$3.40 (72,500 million) / Incr .50 cents
Maintenance Tax	488,465	469,522	600,390	659,837	492,983	556,072	818,994	676,912	602,667	812,294	818,994	2017 Tax Rate of .22 / @ 98% collected - See Below Calculations
Interest Earned	8,226	7,037	6,602	5,561	10,293	11,362	10,000	12,607	8,333	15,128	20,000	Rates are increasing slowly
SPA administration fee (5%)	33,000	65,988	75,058	86,497	73,126	86,200	77,000	73,279	64,167	87,935	90,000	match current year's projections
Miscellaneous	0	1,796	7,479	0	0	16,500	25,000	23,314	20,833	23,314	0	
CA Reimburse OP/Capital Impr Exp	38,646	0	0	0	0	0	0	0	0	0	0	
<b>Total Income</b>	<b>957,034</b>	<b>910,365</b>	<b>1,115,192</b>	<b>1,398,829</b>	<b>1,749,995</b>	<b>1,542,505</b>	<b>1,686,348</b>	<b>1,467,593</b>	<b>1,325,463</b>	<b>1,762,710</b>	<b>1,768,177</b>	<b>Proposed Revenue</b>
<b>EXPENSES:</b>												
Trash Trooper/Storm Water	10,950	11,450	11,250	11,100	11,700	8,225	12,750	10,000	10,625	12,000	12,750	same - pay annual permit end of year
Purchase W & S	114,806	82,225	104,310	113,358	93,752	119,425	141,375	132,697	117,813	159,236	148,557	Adopted 2018 rate / conn rate of \$1.95 @ (76,183 million gallons)
Sp FF Reg Capital Exp	61,988	6,790	0	0	0	0	88,550	0	73,792	0	88,100	(.1762% share of Well Rehab \$500,000)
Sp FF Reg/Security Exp	22,413	18,671	19,961	29,078	63,000	62,494	64,375	62,370	53,646	62,370	64,375	HC#358 share (6) officers - 3% incr
Repairs & Maint.	6,143	13,036	16,304	41,317	15,090	40,260	50,000	31,218	41,667	37,461	50,000	
Directors Fees	11,921	14,700	13,950	12,900	13,050	13,950	16,000	12,450	13,333	14,940	16,000	
Payroll Expenses	1,002	1,114	1,112	941	838	1,090	1,035	769	863	923	1,035	
Legal Fees	49,993	54,442	67,293	69,115	74,980	70,223	75,000	61,546	62,500	73,856	75,000	
Audit	9,200	11,400	13,650	10,900	11,400	14,600	14,600	12,700	12,167	12,700	14,600	
Engineering	20,197	23,107	35,905	32,384	37,827	26,476	40,000	23,551	33,333	28,261	40,000	
Election Expense	0	0	0	0	0	0	0	0	0	0	15,000	Election Year
Permits/Assessments	1,400	2,158	1,862	712	521	6,108	5,500	0	4,583	0	7,500	.005 TCEQ fees - Fees paid at the end of year
NHCRWA	112,837	81,426	111,229	123,886	127,240	158,358	197,925	196,208	164,938	235,450	271,973	rate of \$3.40 (76,183 million) plus .05% / Incr .50cents
Laboratory	1,710	1,422	2,384	5,830	7,395	8,583	7,550	8,313	6,292	9,976	9,975	Increase to match projections
Operator	15,672	12,528	15,538	16,672	16,623	19,835	25,000	19,621	20,833	23,546	25,000	
Bookkeeping	12,475	12,675	13,250	15,600	17,475	14,325	16,500	12,750	13,750	15,300	16,500	
Publication of Legal Notices	0	0	0	0	359	0	0	0	0	0	2,000	New Line Requirement & Election Year Est Cost \$1,000.00
Possible Cash Call / FF Reg	0	0	0	0	0	17,685	53,130	0	44,275	0	52,860	\$300,000.00 (1762%)share
Office Expense	4,685	4,382	4,704	4,412	5,246	7,033	5,250	5,376	4,375	6,451	6,500	Increase to match projections
Insurance & Bonds	4,418	4,346	5,971	4,082	5,422	7,216	7,500	5,682	6,250	6,818	7,500	
Travel Expense	8,263	9,859	9,931	9,572	7,652	7,706	12,500	7,193	10,417	8,632	12,500	
Membership Fees	550	550	565	565	580	0	580	580	483	696	580	
Operating Reserve (.06 cents)	0	0	0	0	0	0	200,000	0	166,667	0	200,000	As Discussed @ November Mtg
SPA - Special Extraordinary Exp	1,036	0	0	415	1,390	0	0	2,698	0	3,237	0	
Water/Sewer Taps - Phase I	0	0	0	0	0	0	0	0	0	0	0	
Water/Sewer Taps - Simon West	9,085	12,925	0	0	0	0	0	0	0	0	0	
Water/Sewer Taps - Towne Center	0	0	5,125	72,775	0	0	0	0	0	0	0	
Water/Sewer Taps	0	0	0	0	263,855	147,479	30,000	32,360	25,000	38,832	0	Uncertain when new development
Inspections	2,131	2,718	979	6,356	8,441	11,498	5,000	12,150	4,167	14,580	0	Uncertain when new development
Miscellaneous Exp.	500	100	456	848	1,445	2,550	500	0	417	0	1,500	
<b>Total Expense</b>	<b>483,375</b>	<b>382,025</b>	<b>455,728</b>	<b>582,818</b>	<b>785,280</b>	<b>765,119</b>	<b>1,070,620</b>	<b>650,233</b>	<b>892,183</b>	<b>765,266</b>	<b>1,139,805</b>	
<b>SURPLUS (DEFICIT)</b>	<b>473,659</b>	<b>528,340</b>	<b>659,464</b>	<b>816,011</b>	<b>964,715</b>	<b>777,386</b>	<b>615,728</b>	<b>817,360</b>	<b>433,280</b>	<b>997,444</b>	<b>628,371</b>	<b>Proposed Surplus - Build Operating Reserve</b>

PRESENTED: Nov 6, 2017

ADOPTED: Nov 6, 2017

Myrtle Cruz, Inc.

3401Louisiana, #400; Houston, Texas 77002-8017

Maintenance Tax of .22 of the 2016 Tax Ley \$363,351,340.00 is:

At 98% collected:

818,993.92

835,708.08

Each .01 change in tax rate (increase/decrease)

35,608