

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 358  
**ADOPTED BUDGET FOR YEAR ENDING DECEMBER 31, 2019**

**ADOPTED - November 05, 2018**

**BOOKKEEPER COMMENTS:**

	Actual 12/31/12	Actual 12/31/13	Actual 12/31/14	Actual 12/31/15	Actual 12/31/16	Actual 12/31/17	Budget 12/31/18	Actual 10 months	Budget 10 months	Projected 12 months 12/31/18	Adopted BUDGET 12/31/19	
<b>INCOME:</b>												
Water Revenue	225,940	270,077	299,381	285,942	362,990	515,357	536,770	423,436	447,308	512,896	535,000	current years projected totals - no immediate conn/change
Sewer Revenue	23,630	19,362	25,340	37,899	37,629	42,280	37,539	47,863	31,282	54,119	54,119	current years projected totals - no immediate conn/change
Penalties	9,329	6,126	16,543	3,986	6,433	2,687	6,000	2,282	5,000	2,738	6,000	
Reconn/Disconn/Other	0	75	205	0	375	740	875	0	729	0	875	
Water/Sewer Taps - Simon West	25,625	0	0	0	0	0	0	0	0	0	0	
Water/Sewer Taps - Towne Center	0	22,975	0	0	0	0	0	0	0	0	0	2013 - 2014 activity
Water/Sewer Taps - Towne Center	0	0	176,825	719,410	0	0	0	0	0	0	0	2015 activity
Water/Sewer Taps	0	0	0	0	303,305	16,260	0	0	0	0	0	Nothing at this time
Inspections	4,505	5,105	6,775	10,285	11,440	7,185	11,500	7,495	9,583	8,994	11,500	
NHCRWA	76,992	101,943	121,865	116,071	150,198	225,630	246,500	230,071	205,417	276,085	282,750	Proposed Rate of \$3.90 (72.500 million) / Incr .50 cents
Maintenance Tax	469,522	600,390	659,837	492,983	556,072	679,817	818,994	779,085	682,495	779,085	760,768	2018 Tax Rate of .22 / @ 98% collected - See Below Calculations
Interest Earned	7,037	6,602	5,561	10,293	11,362	15,748	20,000	35,289	16,667	42,347	45,000	Interest Rates Average Increasing projected 2.50
SPA administration fee (5%)	65,988	75,058	86,497	73,126	86,200	97,688	90,000	78,981	75,000	94,777	105,500	match current year's projections
Miscellaneous	1,796	7,479	0	0	16,500	23,314	0	12,478	0	12,478	0	
<b>Total Income</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>1,626,707</b>	<b>1,768,177</b>	<b>1,616,979</b>	<b>1,473,481</b>	<b>1,783,519</b>	<b>1,801,512</b>	<b>Proposed Revenue</b>
<b>EXPENSES:</b>												
Trash Trooper/Storm Water	11,450	11,250	11,100	11,700	8,225	11,450	12,750	9,950	10,625	11,940	12,750	
Purchase W & S	82,225	104,310	113,358	93,752	119,425	166,509	148,557	147,828	123,797	169,828	167,470	Adopted 2019 rate / conn rate of \$2.10 @ (72,498 million gally)/Plus 10'
Sp FF Reg Capital Exp	6,790	0	0	0	0	0	88,100	0	73,417	0	105,390	(.2108% share of Well Rehab \$500,000)
Sp FF Reg/Security Exp	18,671	19,961	29,078	63,000	62,494	62,370	64,375	92,856	53,646	92,856	95,642	HC#358 share (6) officers - 3% incr
Repairs & Maint.	13,036	16,304	41,317	15,090	40,260	41,561	50,000	46,058	41,667	55,269	65,000	Incr Match Projections - Plus Approx 10% Increase
Directors Fees	14,700	13,950	12,900	13,050	13,950	14,100	16,000	11,400	13,333	13,680	16,000	
Payroll Expenses	1,114	1,112	941	838	1,090	1,102	1,035	643	863	771	1,035	
Legal Fees	54,442	67,293	69,115	74,980	70,223	74,131	75,000	62,804	62,500	75,365	75,000	
Audit	11,400	13,650	10,900	11,400	14,600	12,700	14,600	11,400	12,167	11,400	14,600	
Engineering	23,107	35,905	32,384	37,827	26,476	26,838	40,000	16,736	33,333	20,084	40,000	
Election Expense	0	0	0	0	0	0	15,000	0	12,500	0	0	Non-Election Year
Permits/Assessments	2,158	1,862	712	521	6,108	2,404	7,500	0	6,250	0	7,500	.005 TCEQ fees - Fees paid at the end of year
NHCRWA	81,426	111,229	123,886	127,240	158,358	228,932	271,973	245,985	226,644	295,182	311,025	rate of \$3.90 (72,500 million) plus .10% / Incr .50cents
Laboratory	1,422	2,384	5,830	7,395	8,583	10,237	9,975	9,675	8,313	11,610	13,000	Increase to match projections
Operator	12,528	15,538	16,672	16,623	19,835	23,496	25,000	21,723	20,833	26,067	25,000	
Bookkeeping	12,675	13,250	15,600	17,475	14,325	15,488	16,500	12,788	13,750	15,345	16,500	
Publication of Legal Notices	0	0	0	359	0	0	2,000	0	1,667	0	2,000	
Possible Cash Call / FF Reg	0	0	0	0	17,685	0	52,860	26,317	44,050	31,581	52,700	\$250,000.00 (2108%) share
Office Expense	4,382	4,704	4,412	5,246	7,033	6,418	6,500	5,463	5,417	6,555	6,555	Actual Cost - Plus 20% projected increase
Insurance & Bonds	4,346	5,971	4,082	5,422	7,216	5,682	7,500	7,303	6,250	7,303	7,500	
Travel Expense	9,859	9,931	9,572	7,652	7,706	7,751	12,500	8,272	10,417	9,172	12,500	
Membership Fees	550	565	565	580	0	1,230	580	0	483	0	580	
Operating Reserve (.06 cents)	0	0	0	0	0	0	200,000	0	166,667	0	200,000	To be Discussed with Board
SPA - Special Extraordinary Exp	0	0	415	1,390	0	2,698	0	4,926	0	4,926	0	
Water/Sewer Taps - Phase I	0	0	0	0	0	0	0	0	0	0	0	
Water/Sewer Taps - Simon West	12,925	0	0	0	0	0	0	0	0	0	0	
Water/Sewer Taps - Towne Center	0	5,125	72,775	0	0	0	0	0	0	0	0	
Water/Sewer Taps	0	0	0	263,855	147,479	32,360	0	0	0	0	0	Uncertain when new development
Inspections	2,718	979	6,356	8,441	11,498	15,375	0	14,060	0	16,872	0	Uncertain when new development
Miscellaneous Exp.	100	456	848	1,445	2,550	0	1,500	0	1,250	0	1,500	
<b>Total Expense</b>	<b>382,025</b>	<b>455,728</b>	<b>582,818</b>	<b>785,280</b>	<b>765,119</b>	<b>762,831</b>	<b>1,139,805</b>	<b>756,186</b>	<b>949,838</b>	<b>875,807</b>	<b>1,249,247</b>	
<b>SURPLUS (DEFICIT)</b>	<b>528,340</b>	<b>659,464</b>	<b>816,011</b>	<b>964,715</b>	<b>777,386</b>	<b>863,876</b>	<b>628,372</b>	<b>860,793</b>	<b>523,644</b>	<b>907,712</b>	<b>552,264</b>	<b>Proposed Surplus: Funds available for Early Redemption DS F</b>

PRESENTED: Nov 5, 2018 & Oct 1, 2018 Maintenance Tax of .22 of the 2017 Tax Ley \$352,861,085.00 is: 776,294.39

ADOPTED: Nov 5, 2018

At 98% collected: 760,768.50

Myrtle Cruz, Inc.

Each .01 change in tax rate (increase/decrease) 35,608

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