

SOUTHWEST HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 1

NOTICE OF PUBLIC MEETING

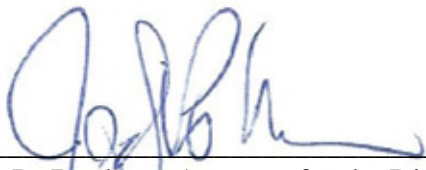
Notice is hereby given to all interested members of the public that the Board of Directors of the captioned district will hold a public meeting at **2727 Allen Parkway, Suite 1100, Houston, Texas 77019.**

The meeting will be held at **11:15 a.m. on Tuesday, December 9, 2025.**

The subject of the meeting is to receive public comment on, consider and act on the following:

1. Minutes of Board of Directors Meeting(s)
2. Bookkeeper's Report; Checks and Invoices; Investment of District Funds; Depository Pledge Agreement(s)
3. Resolution Adopting Operating Budget
4. Engage Auditor
5. Tax Assessor/Collector's Report; Invoices and Checks; Delinquent Tax Collections; Investment of District Funds; Tax Rate; Tax Exemptions
6. Operator's Report; Operation, Maintenance, and Repair of District Facilities; Rate Order; Consumer Confidence Report; Waste Discharge Permit; Customer Appeals; Termination of Service on Delinquent Accounts
7. Engineer's Report; Request for Waste Treatment Service
8. Public Discussion of Storm Water Management Plan; Documents Related to Storm Water Management Plan and Permit
9. Eminent Domain Report
10. Other Matters: Messaging Service; Insurance; Consultant Contracts; Contract for Electric Power; Audit Report; Critical Load Submission; Application to Texas Commission on Environmental Quality; Water Conservation Plan; Drought Contingency Plan; Continuing Disclosure
11. Pending Business




James D. Bonham, Attorney for the District

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Compliance with Texas Government Code Section 551.043

Pursuant to Texas Government Code § 551.043(c), a physical copy of the proposed budget has been attached to this Notice of Public Meeting

Taxpayer Impact Statement

Below is a comparison of a property tax bill for a median-valued¹ homestead property in the District for the current fiscal year to an estimate of a property tax bill for the same property for the upcoming fiscal year if the proposed budget is adopted.

| Description | Tax Bill (\$) |
|--|---------------|
| Property tax bill for a median-valued homestead property in District for current fiscal year | \$782.41 |
| Estimated property tax bill for the same median-valued homestead property in District for upcoming fiscal year if proposed budget is adopted | \$782.41 |

Taxing units such as the District adopt their tax rates under the authority of Chapter 49, Texas Water Code and are not governed by the no-new-revenue tax rate calculations set forth in Chapter 26, Texas Tax Code. Therefore, this Taxpayer Impact Statement does not provide a comparison of property tax bills for the current fiscal year to a balanced budget funded at the no-new-revenue-tax rate as calculated under Chapter 26, Texas Tax Code.

¹ While Texas Government Code § 551.043 uses the term “median-valued,” such term does not appear in the sections of Texas Tax Code Chapter 26 that are applicable to taxing units such as the District. Laws applicable to the District require its tax assessor-collector to calculate the tax rate using the “average taxable value” of homestead properties. (*Texas Water Code, Sections 49.23601, 49.23602(d) and 49.23603*) Therefore this Taxpayer Impact Statement calculates the property tax bill using such “average taxable value.”

DECEMBER 9, 2025

**SOUTHWEST HARRIS COUNTY MUD 1
OPERATING BUDGET
FYE 12--31--26**

REVENUE

| | |
|----------------------|--------------|
| WATER REVENUE | \$375,000.00 |
| SEWER REVENUE | \$300,000.00 |
| PENALTY AND INTEREST | \$25,000.00 |
| MAINTENANCE TAX | \$325,000.00 |
| INTEREST INCOME | \$50,000.00 |
| TAP FEES | |

**PROPOSED
2026**

\$1,075,000.00

EXPENDITURES

| | |
|-----------------------------|--------------|
| DIRECTORS FEES | \$15,000.00 |
| OPERATOR FEES | \$30,000.00 |
| REPAIRS AND MAINTENANCE | \$350,000.00 |
| STORM WATER MANAGEMENT PLAN | \$16,000.00 |
| OFFICE EXPENSE | \$20,000.00 |
| LAB | \$30,000.00 |
| SLUDGE REMOVAL | \$15,000.00 |
| UTILITIES | \$30,000.00 |
| GARBAGE | \$105,000.00 |
| LEGAL | \$64,000.00 |
| LEGAL - RECORDS MAINTENANCE | \$3,000.00 |
| ENGINEERING | \$12,000.00 |
| BOOKKEEPING | \$15,000.00 |
| INSURANCE | \$24,500.00 |
| PERMITS | \$3,600.00 |
| AUDIT | \$18,000.00 |
| CHEMICALS | \$8,000.00 |
| INSPECTIONS | \$2,000.00 |
| PURCHASED WATER | \$190,000.00 |
| PURCHASED SEWER | \$12,000.00 |
| TELEPHONE | \$1,500.00 |
| MISC. | \$7,500.00 |
| ELECTION | \$25,000.00 |
| PAYROLL TAXES | \$1,150.00 |
| MESSAGING | \$0.00 |

\$998,250.00

EXCESS REV (EXPENSES)

\$76,750.00