

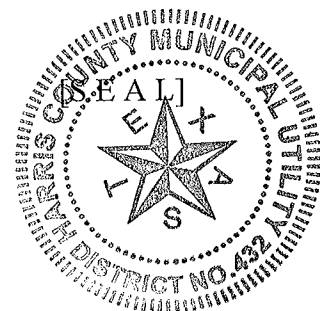
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

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 10000 Memorial Drive, Suite 260, Houston, Harris County, Texas. The meeting will be held at **12:00 p.m. on Tuesday, May 19, 2026.**

The items of business to be considered and transacted at said meeting are as follows:

1. Approve minutes of prior meeting.
2. Consider consultants reports, as needed:
 - a. Bookkeeper.
 - b. Tax Assessor-Collector.
 - c. Operator.
 - d. Engineer.
 - e. Financial Advisor.
 - f. Landscape Architect.
1. Issue Certificates of Election.
3. Execute Statements of Elected/Appointed Officer and Oaths of Office.
4. Consider surplus funds application.
5. Consider budget for 2027.
6. Convene Executive Session pursuant to Open Meetings Act, Texas Government Code Sec. 551.071 to consider legal matters.
7. Reconvene public session and take action on any matters discussed during the executive session.
8. Pay bills.
9. Pending business.
10. Adjournment.



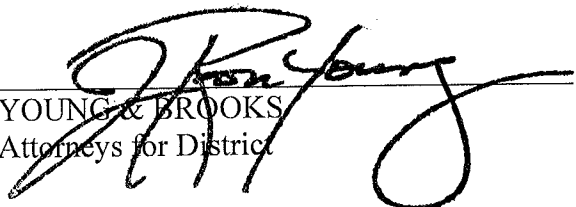

YOUNG & BROOKS
Attorneys for District

Exhibit 1
TAXPAYER IMPACT STATEMENT
HARRIS COUNTY
MUNICIPAL UTILITY
DISTRICT #432

	Current Budget Fiscal Year Ending July, 2025**	Proposed Budget Fiscal Year Ending July, 2026**	No-New-Revenue Tax Rate Budget***
Estimated District Operations and Maintenance Tax Bill on Average Homestead*	\$1,265.86	\$1,264.88	\$1,265.86

*The District levies taxes in accordance with the Texas Water Code. The District's current operations and maintenance tax rate is equal to \$.345 per \$100 of assessed value. Average homestead values are determined by the county appraisal district. All estimates above were prepared utilizing the average resident homestead value as of the time that the District's most recent Truth in Taxation worksheet was prepared in accordance with the Texas Water Code.

**Average tax bill estimates for the current and proposed budgets reflect those taxes necessary to fund the operations and maintenance tax revenues stated in the applicable budget.

*** This column estimates the operations and maintenance taxes to be paid on the average homestead if the proposed budget generates the same amount of operations and maintenance tax revenues as the current budget.

Harris County MUD # 432

OPERATING BUDGET

06/01/2026-05/31/2027

	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	April	May	TOTAL
Connections (1924)	1,930	1,936	1,942	1,948	1,954	1,960	1,966	1,972	1,978	1,984	1,990	1,996	23,556
Garbage (1813) x (\$22.24)	1,819	1,825	1,831	1,837	1,843	1,849	1,855	1,861	1,867	1,873	1,879	1,885	22,224
REVENUE:													
4100 Water Service Revenue	41,833	41,833	41,833	41,833	41,833	41,833	41,833	41,833	41,833	41,833	41,833	41,833	502,000
4200 Sewer Service Revenue	37,500	37,500	37,500	37,500	37,500	37,500	37,500	37,500	37,500	37,500	37,500	37,500	450,000
4310 Tap Connection Fees	7,917	7,917	7,917	7,917	7,917	7,917	7,917	7,917	7,917	7,917	7,917	7,917	95,000
4315 Inspection Fees	850	850	850	850	850	850	850	800	850	800	800	800	10,000
4319 Grease Trap Inspection Fees	250	250	250	250	250	250	250	250	250	250	250	250	3,000
4320 Maintenance Tax	-	-	-	-	13,275	13,275	13,275	1,575,291	597,372	-	-	-	2,212,487
4350 Transfer Fees	29	29	29	29	29	29	29	29	29	29	29	29	350
4330 Penalty, Interest & Late Fees	5,400	5,400	5,420	5,420	5,420	5,420	5,420	5,420	5,420	5,420	5,420	5,420	65,000
5328 Surface Water Revenue	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	852,000
5391 Interest Earnings	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	180,000
5399 Miscellaneous Revenue	100	100	100	100	100	100	100	100	100	100	100	100	1,200
5403 Garbage Revenue (22.24)	40,455	40,588	40,721	40,855	40,988	41,122	41,255	41,389	41,522	41,656	41,789	41,922	494,262
TOTAL REVENUE	220,334	220,467	220,621	220,754	234,162	234,296	234,429	1,796,529	818,793	221,505	221,638	221,772	4,865,299
EXPENSES:													
6200 Payroll Administration	285	285	285	285	285	285	285	285	285	285	285	285	3,420
6201 Payroll Tax Expenses	169	85	85	85	85	85	169	169	85	85	85	85	1,268
6310 Director Fees	2,210	1,105	1,105	1,105	1,105	1,105	2,210	2,210	1,105	1,105	1,105	1,105	16,575
6320 Legal Fees-General	18,333	18,333	18,333	18,333	18,333	18,333	18,333	18,333	18,333	18,333	18,333	18,333	220,000
6321 Audit Fees	-	-	-	14,000	2,500	-	-	-	-	-	-	-	16,500
6322 Engineering Fees	3,750	3,750	3,750	3,750	3,750	3,750	3,750	3,750	3,750	3,750	3,750	3,750	45,000
6323 Operator Fees	10,250	10,250	10,250	10,250	10,250	10,250	10,250	10,250	10,250	10,250	10,250	10,250	123,000
6324 Lab Fees	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	30,000
6326 Permit Fees	-	-	-	-	-	3,500	6,500	-	-	-	-	-	10,000
6329 Surface Water Expense	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	852,000
6333 Bookkeeping	4,078	4,078	4,078	4,078	4,078	4,078	4,078	4,078	4,078	4,078	4,078	4,078	48,940
6334 N. Lake Amenity Trf Enhancements	833	833	833	833	833	833	833	833	833	833	833	833	10,000
6335 Maintenance and Repairs - Routine	41,675	41,675	41,675	41,675	41,675	41,675	41,675	41,675	41,675	41,675	41,675	41,575	500,000
6336 Sludge / Waste Disposal	33,333	33,333	33,333	33,333	33,333	33,333	33,333	33,333	33,333	33,333	33,333	33,333	400,000
6337 M & R - Morton Creek -Storm Water	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	300,000
6340 Printing/Office Supplies	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	42,000
6342 Chemicals	3,350	3,350	3,350	3,350	3,350	3,350	3,350	3,350	3,300	3,300	3,300	3,300	40,000

Harris County MUD # 432

OPERATING BUDGET

06/01/2026-05/31/2027

	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Aprl	May	TOTAL
6350 Postage	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	22,800
6351 Telephone	168	168	168	168	168	168	168	168	168	168	168	168	2,016
6352 Utilities	19,000	19,000	19,000	19,000	19,000	19,000	19,000	19,000	19,000	19,000	18,000	17,000	225,000
6353 Insurance	-	-	-	35,230	-	-	-	-	-	-	-	-	35,230
6354 Travel & Expenses	210	210	210	210	210	210	210	210	210	210	210	210	2,520
6355 AWBD Expenses	-	6,500	-	-	-	-	1,825	1,950	-	850	1,600	1,825	14,550
6357 Rent & Leases - WWTP	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	30,000
6359 Other Expenses	700	700	700	700	700	700	700	700	700	700	700	700	8,400
6370 Tap Connection Expense	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000
6374 GIS Service	9,016	9,016	9,016	9,016	9,016	9,016	9,016	9,016	9,016	9,016	9,016	9,016	108,192
6375 Sewer Inspection Expense	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	18,000
6377 Inspection Expense	7,917	7,917	7,917	7,917	7,917	7,917	7,917	7,917	7,917	7,917	7,917	7,917	95,000
6378 Transfer Fees	167	167	167	167	167	167	167	167	167	167	167	167	2,000
6380 Disconnect Fees	2,925	2,925	2,925	2,925	2,925	2,925	2,925	2,925	2,925	2,925	2,925	2,825	35,000
6395 Security Services	15,429	15,429	15,429	15,429	15,429	15,429	15,429	15,429	15,429	15,429	15,429	15,429	185,148
6399 Garbage Expense (\$22.24)	40,455	40,588	40,721	40,855	40,988	41,122	41,255	41,389	41,522	41,656	41,789	41,922	494,262
6400 Mowing	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	15,000
6446 Arbitrage Compliance	-	-	-	35,000	-	-	-	-	-	-	-	-	35,000
7410 TCEQ Assess Fee	-	-	-	-	-	-	-	6,500	-	-	-	-	6,500
TOTAL EXPENSES	328,403	333,847	327,481	411,844	330,248	331,381	337,529	337,787	328,231	329,215	329,098	328,257	4,053,321
NET REVENUES/LOSS	(108,070)	(113,380)	(106,860)	(191,090)	(96,085)	(97,085)	(103,100)	1,458,741	490,562	(107,710)	(107,460)	(106,485)	811,979
Begin Cash Surplus	7,809,626	7,701,556	7,588,176	7,481,316	7,290,226	7,194,141	7,097,056	6,993,957	8,452,698	8,943,260	8,835,550	8,728,090	
Net Revenues/Loss	(108,070)	(113,380)	(106,860)	(191,090)	(96,085)	(97,085)	(103,100)	1,458,741	490,562	(107,710)	(107,460)	(106,485)	
End Cash Surplus/Deficit	7,701,556	7,588,176	7,481,316	7,290,226	7,194,141	7,097,056	6,993,957	8,452,698	8,943,260	8,835,550	8,728,090	8,621,605	

Notes:

Maintenance Tax assumes CAV as of 12/31/25 of \$654,751,864 @ \$0.345/100 * 98%

Assumes 6 Taps a month

Garbage assumes \$22.24 per connection

Surface Water Expense (\$3.95) Per 1,000 gallons

Presented Draft # 1: 05/19/26

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