HARRIS COUNTY

MUNICIPAL UTILITY DISTRICT NO. 432

HARRIS COUNTY, TEXAS

ANNUAL AUDIT REPORT

MAY 31, 2026

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October 20, 2026

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Harris Municipal
Utility District No. 432
Harris, Texas

Opinions

I have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Harris Municipal Utility District No. 432 as of and for the year ended May 31, 2026, and the related notes to the financial statements, which collectively comprise Harris Municipal Utility District No. 432's basic financial statements as listed in the table of contents.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Harris Municipal Utility District No. 432, as of May 31, 2026, and the respective changes in financial position and, where applicable, cash flows there of for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of Harris Municipal Utility District No. 432, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Harris Municipal Utility District No. 432's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. I obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Harris Municipal Utility District No. 432's internal control. Accordingly, no such opinion is expressed. I evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements. I conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Harris Municipal Utility District No. 432's ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

INDEPENDENT AUDITOR'S REPORT (Continued)

Supplementary Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Harris Municipal Utility District No. 432's basic financial statements. The supplementary information on Pages 24 to 59 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Except for the portion marked "unaudited," the information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The supplementary information marked "unaudited" has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I do not express an opinion or provide any assurance on it. The accompanying supplementary information includes financial data excerpted from prior year financial statements which were audited by my firm.



Management's Discussion and Analysis

Using this Annual Report

Within this section of the Harris County Municipal Utility District No. 432 (the "District") annual report, the District's Board of Directors provides narrative discussion and analysis of the financial activities of the District for the fiscal year ended May 31, 2026.

The annual report consists of a series of financial statements plus additional supplemental information to the financial statements as required by its state oversight agency, the Texas Commission on Environmental Quality. In accordance with required reporting standards, the District reports its financial activities as a special-purpose government. Special-purpose governments are governmental entities which engage in a single governmental program. In the District's case, the single governmental program is provision of water and sewer services. Other activities, such as garbage collection, are minor activities and are not budgeted or accounted for as separate programs. The financial statements of special-purpose governments combine two types of financial statements into one statement. These two types of financial statements are the government-wide financial statements and the fund financial statements. The fund financial statements are presented on the left side of the statements, a column for adjustments is to the right of the fund financial statements, and the government-wide financial statements are presented to the right side of the adjustments column. The following sections describe the measurement focus of the two types of statements and the significant differences in the information they provide.

Government-Wide Financial Statements

The focus of government-wide financial statements is on the overall financial position and activities of the District. The District's government-wide financial statements include the statement of net position and statement of activities, which are prepared using accounting principles that are similar to commercial enterprises. The purpose of the statement of net position is to attempt to report all of the assets and liabilities owned by the District. The District reports all of its assets when it acquires or begins to maintain the assets and reports all of its liabilities when they are incurred.

The difference between the District's total assets and total liabilities is labeled as *net position* and this difference is similar to the total owners' equity presented by a commercial enterprise.

The purpose of the statement of activities is to present the revenues and expenses of the District. Again, the items presented on the statement of activities are measured in a manner similar to the approach used by a commercial enterprise in that revenues are recognized when earned or established criteria are satisfied and expenses are reported when incurred by the District. Thus, revenues are reported even when they may not be collected for several months or years after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period.

Although the statement of activities looks different from a commercial enterprise's income statement, the financial statement is different only in format, not substance. Whereas the bottom line in a commercial enterprise is its net income, the District reports an amount described as *change in net position*, essentially the same thing.

Fund Financial Statements

Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the District rather than the District as a whole. Except for the General Fund, a specific fund is established to satisfy managerial control over resources or to satisfy finance-related legal requirements established by external parties or governmental statutes or regulations.

Governmental fund financial statements consist of a balance sheet and statement of revenues, expenditures and change in fund balances and are prepared on an accounting basis that is significantly different from that used to prepare the government-wide financial statements.

In general, these financial statements have a short-term emphasis and, for the most part, measure and account for cash and other assets that can easily be converted into cash. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a very short period of time, but do not include capital assets such as land and water and sewer systems. Fund liabilities include amounts that are to be paid within a very short period after the end of the fiscal year. The difference between a fund's total assets and total liabilities is labeled the fund balance, and generally indicates the amount that can be used to finance the next fiscal year's' activities. Likewise, the operating statement for governmental funds reports only those revenues and expenditures that were collected in cash or paid with cash, respectively, during the current period or very shortly after the end of the fiscal year.

Because the focus of the government-wide and fund financial statements are different, there are significant differences between the totals presented in these financial statements. For this reason, there is an analysis in Note 3 of the notes to the financial statements that reconciles the total fund balances to the amount of net position presented in the governmental activities column on the statement of net position. Also, there is an analysis in Note 3 of the notes to the financial statements that reconciles the total change in fund balances for all governmental funds to the change in net position as reported in the governmental activities column in the statement of activities.

Financial Analysis of the District as a Whole

Financial Analysis of the District as a Whole begins with an understanding of how financial resources flow through the District's funds. Resources in the Capital Projects Fund are derived principally from proceeds of the sale of bonds, and expenditures from this fund are subject to the Rules of the Texas Commission on Environmental Quality. Resources in the Debt Service Fund are derived principally from the collection of property taxes and are used for the payment of tax collection costs and bond principal and interest. Resources in the General Fund are derived principally from property taxes and billings for water and sewer services and are used to operate and maintain the system and to pay costs of administration of the District.

Management has financial objectives for each of the District's funds. The financial objective for the Capital Projects Fund is to spend the funds as necessary in accordance with the Rules of the Texas Commission on Environmental Quality. The financial objective for the Debt Service Fund is to levy the taxes necessary to pay the fiscal year debt service requirements plus the cost of levying and collecting taxes, leaving the appropriate fund balance as recommended by the District's financial advisor. The financial objective for the General Fund is to keep the fund's expenditures as low as possible while ensuring that revenues are adequate to cover expenditures and maintaining the fund balance that Management believes is prudent. Management believes that these financial objectives were met during the fiscal year.

Management believes that the required method of accounting for certain elements of the government-wide financial statements makes the government-wide financial statements as a whole not useful for financial analysis. In the government-wide financial statements, capital assets and depreciation expense have been required to be recorded at historical cost. Management's policy is to maintain the District's capital assets in a condition greater than or equal to the condition required by regulatory authorities, and management does not believe that depreciation expense is relevant to the management of the District. In the government-wide financial statements, certain non-cash costs of long-term debt are capitalized and amortized over the life of the related debt. Management believes that this required method of accounting is not useful for financial analysis of the District and prefers to consider the required cash flows of the debt as reported in the fund statements and the notes to the financial statements. In the government-wide financial statements, property tax revenues are required to be recorded in the fiscal year for which the taxes are levied, regardless of the year of collection. Management believes that the cash basis method of accounting for property taxes in the funds provides more useful financial information.

The following required summaries of the District's overall financial position and operations for the past two years are based on the information included in the government-wide financial statements. For the reasons described in the preceding paragraph, a separate analysis of the summaries is not presented.

Summary of Net Position

	2026	2025	Change
Current and other assets	$ 18,682,316	$ 22,453,748	$ (3,771,432)
Capital assets	53,147,066	45,645,568	7,501,498
Total assets	71,829,382	68,099,316	3,730,066
Long-term liabilities	66,614,332	64,481,207	2,133,125
Other liabilities	4,434,658	4,221,819	212,839
Total liabilities	71,048,990	68,703,026	2,345,964
Net position:			
Invested in capital assets, net of related debt	(15,813,362)	(20,987,174)	5,173,812
Restricted	8,846,644	13,969,953	(5,123,309)
Unrestricted	7,747,110	6,413,511	1,333,599
Total net position	$ 780,392	$ (603,710)	$ 1,384,102

Summary of Changes in Net Position

	2026	2025	Change
Revenues:			
Property taxes, including related penalty and interest	$ 6,846,646	$ 6,819,033	$ 27,613
Charges for services	2,348,438	2,263,889	84,549
Other revenues	738,685	1,132,211	(393,526)
Total revenues	9,933,769	10,215,133	(281,364)
Expenses:			
Service operations	5,885,738	4,470,540	1,415,198
Debt service	2,813,929	2,287,631	526,298
Total expenses	8,699,667	6,758,171	1,941,496
Unusual or infrequent Items:			
Detention capacity proceeds	150,000	0	150,000
Change in net assets	1,384,102	3,456,962	(2,222,860)
Net position, beginning of year	(603,710)	(4,060,672)	3,456,962
Net position, end of year	$ 780,392	$ (603,710)	$ 1,384,102

Financial Analysis of the District's Funds

The District's combined fund balances as of the end of the fiscal year ended May 31, 2026 were $16,956,720, a decrease of $3,815,261 from the prior year.

The General Fund balance increased by $1,317,327, in accordance with the District's financial plan.

The Debt Service Fund balance increased by $11,013, in accordance with the District's financial plan.

The Capital Projects Fund balance decreased by $5,143,601, as authorized expenditures exceeded interest earnings on deposits and investments and detention capacity proceeds from Harris County of $150,000.

General Fund Budgetary Highlights

The Board of Directors did not amend the budget during the fiscal year. The District's budget is primarily a planning tool. Accordingly, actual results varied from the budgeted amounts. A comparison of actual to budgeted amounts is presented on Page 24 of this report. The budgetary fund balance as of May 31, 2026, was expected to be $7,311,475 and the actual end of year fund balance was $7,690,721.

Capital Asset and Debt Administration

Capital Assets

Capital assets held by the District at the end of the current and previous fiscal years are summarized as follows:

	Capital Assets (Net of Accumulated Depreciation)		
	2026	2025	Change
Land	$ 1,983,495	$ 1,983,495	$ 0
Detention ponds	7,873,615	7,873,615	0
Construction in progress	18,800,916	13,946,057	4,854,859
Parks and recreational	5,147,505	2,793,993	2,353,512
Water facilities	7,277,197	7,103,229	173,968
Sewer facilities	12,064,338	11,945,179	119,159
Totals	$ 53,147,066	$ 45,645,568	$ 7,501,498

Changes to capital assets during the fiscal year ended May 31, 2026, are summarized as follows:

Additions:	
Water system improvements	$ 1,235,838
Sewer system improvements	3,676,509
Trail system	238,113
Underground facilities constructed by developers	4,200,740
Total additions to capital assets	9,351,200
Decreases:	
Transfer of subdivision drainage system to Harris County	(973,805)
Depreciation	(875,897)
Net change to capital assets	$ 7,501,498

Debt

Changes in the bonded debt position of the District during the fiscal year ended May 31, 2026, are summarized as follows:

Bonded debt payable, beginning of year	$ 63,235,000
Bonds sold	4,670,000
Bonds paid	(2,360,000)
Bonded debt payable, end of year	$ 65,545,000

At May 31, 2026, the District had $46,240,000 of bonds authorized but unissued for the purposes of acquiring, constructing and improving the water, sanitary sewer and drainage system within the District. In addition, the District had $3,305,000 of bonds authorized but unissued for the purposes of acquiring, constructing and improving the parks and recreation facilities within the District.

The District's Series 2016, 2017, 2018, 2019, 2019 Refunding, 2020, 2021, 2021A, 2022, 2023, 2024, 2024 park, 2025 and 2025 Park bonds have an underlying rating of Baa1 by Moody's. The Series 2016, 2018 and 2023 bonds are insured by Build America Mutual Assurance Company. The Series 2017, 2019, 2019 Refunding, 2020, 2021, 2021A, 2022, 2024, 2024 Park, 2025 and 2025 Park bonds are insured by Assured Guaranty Inc. The insured rating of the Series 2016, 2017, 2018, 2019, 2019 Refunding, 2020, 2021, 2021A, 2022, 2023, 2024, 2024 Park, 2025 and 2025 Park bonds is AA by Standard & Poor's. The Series 2017, 2019, 2019 Refunding, 2020, 2021, 2021A, 2022, 2024, 2024 Park, 2025 and 2025 Park bonds are also rated A1 by Moody's. The District bonds prior to the Series 2016 bonds are not rated or insured. There were no changes in the bond ratings during the fiscal year ended May 31, 2026.

As further described in Note 5 of the notes to the financial statements, developers within the District are constructing water, sewer and drainage facilities on behalf of the District under the terms of contracts with the District. The District has agreed to purchase these facilities from the proceeds of future bond issues subject to the approval of the Texas Commission on Environmental Quality. At May 31, 2026, the estimated amount due to the developers was $4,294,326.

RELEVANT FACTORS AND WATER SUPPLY ISSUES

Property Tax Base

The District's tax base increased approximately $64,265,000 for the 2025 tax year (approximately 11%) primarily due to the addition of new houses to the tax base.

Relationship to the City of Houston

Under existing Texas law, since the District lies wholly within the extraterritorial jurisdiction of the City of Houston, the District must conform to a City of Houston ordinance consenting to the creation of the District. In addition, the District may be annexed by the City of Houston. If the District is annexed, the City will assume the District's assets and obligations (including the bonded indebtedness) and dissolve the District within ninety (90) days.

The District is authorized to enter into a strategic partnership agreement with the City of Houston to provide the terms and conditions under which services would be provided and funded by the parties and under which the District would continue to exist for an extended period if the land within the District would be annexed for limited purposes by the City. The terms of any such agreement would be determined by the City and the District.

The District is not aware of any plans regarding annexation or a strategic partnership with the City of Houston.

Water Supply Issues

The District is within the Harris-Galveston Subsidence District (the "Subsidence District") Regulatory Area No. 3. The Subsidence District regulates the withdrawal of groundwater within its jurisdiction. The District's authority to pump ground water from its well is subject to annual permits issued by the Subsidence District. The Subsidence District has ordered certain areas of suburban Houston to convert most of their water supply to surface water under various schedules. Beginning in January 2003, the District was required to have a groundwater reduction plan ("GRP"), approved by the Subsidence District and by January 2005, the District must have provided evidence to the Subsidence District that construction of the infrastructure defined within the District's certified groundwater reduction plan has started. The Subsidence District has designated January 2010, as the date required for the District to restrict the withdrawal of ground water and convert 30% of its total water use to surface water; January 2025, as the date required for the District to restrict the withdrawal of ground water and convert 60% of its total water use to surface water and January 2035, as the date required for the District to restrict the withdrawal of ground water and convert 80% of its total water use to surface water. If the District does not meet the requirements of the Subsidence District, the District may be required to pay the disincentive fees adopted by the Subsidence District.

In May, 2001, the Texas Legislature created the West Harris County Regional Water Authority (the "Authority") and included the District within the boundaries of the Authority. The Authority was created to provide a regional entity to build the necessary facilities to meet the subsidence District's requirements for conversion from ground water to surface water of all permit holders within its boundaries, including the District. Accordingly, the District is required to pay groundwater reduction plan fees to the Authority, and in turn is entitled to rely upon the Authority's GRP to achieve compliance with the subsidence District's requirements. In accordance with the GRP, the Authority has negotiated a water supply contract with the City of Houston and has issued revenue bonds to finance the initial phase of the surface water supply system. The Authority may establish such fees, charges, or tolls as necessary to accomplish its purposes. The Authority's surface water pumpage fee was equal to $3.95 and the surface water usage fee was equal to $4.35 as of May 31, 2026.

The District cannot predict the amount or level of fees and charges which may be due the Authority for future years, but anticipates that it will pass such fees through to its customers in higher water and sewer rates. In addition, conversion to surface water will necessitate improvements to the District's water supply system, which could require issuance of additional bonds. In the event the Authority fails to commence construction of surface water infrastructure by the deadline established by the Subsidence District, the District and others within the Authority's GRP group could be required to pay the disincentive fee on withdrawn groundwater. This disincentive fee is substantial, and the District expects it would need to pass such fee through to its customers in higher water and sewer rates. This disincentive fee would be in addition to the Authority's fee.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET

MAY 31, 2026

	General	Debt Service	Capital Projects	Total	Adjustments (Note 3)	Statement of Net Position
ASSETS						
Cash, including interest-bearing accounts, Note 7	$ 302,182	$ 142,855	$ 324	$ 445,361	$	$ 445,361
Temporary investments, at cost, Note 7	7,634,371	4,313,764	5,883,452	17,831,587		17,831,587
Receivables:						
Property taxes	56,389	117,233		173,622		173,622
Accrued penalty and interest on property taxes				0	32,672	32,672
Service accounts	181,157			181,157		181,157
Other	4,217			4,217		4,217
Prepaid lease expenditures, Note 9	13,700			13,700		13,700
Due from other funds	83,104			83,104	(83,104)	0
Capital assets, net of accumulated depreciation, Note 4:						
Capital assets not being depreciated				0	28,658,026	28,658,026
Depreciable capital assets				0	24,489,040	24,489,040
Total assets	$8,275,120	$4,573,852	$ 5,883,776	$ 18,732,748	53,096,634	71,829,382
LIABILITIES						
Accounts payable	$ 297,980	$ 21,422	$ 250,752	$ 570,154		570,154
Construction contracts payable			719,118	719,118		719,118
Accrued interest payable				0	569,260	569,260
Customer and builder deposits	230,030			230,030		230,030
Due to other fund		9,129	73,975	83,104	(83,104)	0
Long-term liabilities, Note 5:						
Due within one year				0	2,346,096	2,346,096
Due in more than one year				0	66,614,332	66,614,332
Total liabilities	528,010	30,551	1,043,845	1,602,406	69,446,584	71,048,990
DEFERRED INFLOWS OF RESOURCES						
Property tax revenues	56,389	117,233	0	173,622	(173,622)	0
FUND BALANCES / NET POSITION						
Fund balances:						
Nonspendable:						
Prepaid lease expenditures, Note 9	7,400			7,400	(7,400)	0
Restricted for future construction, Note 7			861,435	861,435	(861,435)	0
Assigned to:						
Debt service		4,426,068		4,426,068	(4,426,068)	0
Capital projects			3,978,496	3,978,496	(3,978,496)	0
Unassigned	7,683,321			7,683,321	(7,683,321)	0
Total fund balances	7,690,721	4,426,068	4,839,931	16,956,720	(16,956,720)	0
Total liabilities, deferred inflows, and fund balances	$8,275,120	$4,573,852	$ 5,883,776	$ 18,732,748		
Net position:						
Invested in capital assets, net of related debt, Note 4					(15,813,362)	(15,813,362)
Restricted for debt service					4,006,713	4,006,713
Restricted for capital projects					4,839,931	4,839,931
Unrestricted					7,747,110	7,747,110
Total net position					$ 780,392	$ 780,392

The accompanying notes are an integral part of the financial statements.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED MAY 31, 2026

	General Fund	Debt Service Fund	Capital Projects Fund	Total	Adjustments (Note 3)	Statement of Activities
REVENUES						
Property taxes	$ 2,199,601	$ 4,552,202	$	$ 6,751,803	$ 44,147	$ 6,795,950
Water service	474,946			474,946		474,946
Sewer service	892,830			892,830		892,830
Surface water fees, Note 10	783,021			783,021		783,021
Penalty and interest	62,721	34,195		96,916	16,501	113,417
Tap connection and sewer inspection fees	130,965			130,965		130,965
Interest on deposits and investments	260,794	156,479	321,412	738,685		738,685
Other	3,955			3,955		3,955
Total revenues	4,808,833	4,742,876	321,412	9,873,121	60,648	9,933,769
EXPENDITURES / EXPENSES						
Service operations:						
Professional fees	247,679	32,249	4,500	284,428		284,428
Contracted services	164,299	86,492		250,791		250,791
Utilities	157,171			157,171		157,171
Surface water pumpage fees, Note 10	836,428			836,428		836,428
Repairs and maintenance	612,697			612,697		612,697
Other operating expenditures	522,900			522,900		522,900
Lease expenditure, Note 9	75,600			75,600		75,600
Security service	174,100			174,100		174,100
Garbage disposal	463,583			463,583		463,583
Administrative expenditures	146,562	5,774		152,336		152,336
Depreciation				0	875,897	875,897
Capital outlay / non-capital outlay	90,487		9,458,637	9,549,124	(8,441,310)	1,107,814
Debt service:						
Principal retirement		2,360,000		2,360,000	(2,360,000)	0
Bond issuance expenditures			377,227	377,227		377,227
Interest and fees		2,247,348	371,993	2,619,341	189,354	2,808,695
Total expenditures / expenses	3,491,506	4,731,863	10,212,357	18,435,726	(9,736,059)	8,699,667
Excess (deficiency) of revenues over expenditures	1,317,327	11,013	(9,890,945)	(8,562,605)	9,796,707	1,234,102
OTHER FINANCING SOURCES (USES)						
Bonds issued, Note 5		72,656	4,597,344	4,670,000	(4,670,000)	0
Bond issuance discounts, Note 5		(72,656)		(72,656)	72,656	0
Total other financing sources (uses)	0	0	4,597,344	4,597,344	(4,597,344)	0
UNUSUAL OR INFREQUENT ITEMS						
Detention capacity proceeds	0	0	150,000	150,000		150,000
Net change in fund balances / net position	1,317,327	11,013	(5,143,601)	(3,815,261)	5,199,363	1,384,102
Beginning of year	6,373,394	4,415,055	9,983,532	20,771,981	(21,375,691)	(603,710)
End of year	$ 7,690,721	$ 4,426,068	$ 4,839,931	$ 16,956,720	$(16,176,328)	$ 780,392

The accompanying notes are an integral part of the financial statements.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

NOTES TO THE FINANCIAL STATEMENTS

MAY 31, 2026

NOTE 1: REPORTING ENTITY

Harris County Municipal Utility District No. 432 (the "District") was created by was created by an order of the Texas Commission on Environmental Quality effective June 22, 2005, and operates accordance with Texas Water Code Chapters 49 and 54. The District is a political subdivision of the State of Texas, governed by an elected five member Board of Directors. The Board of Directors held its first meeting on June 30, 2005, and the first bonds were sold on December 5, 2011. The District is subject to the continuing supervision of the Texas Commission on Environmental Quality.

The District is empowered, among other things, to purchase, construct, operate and maintain all works, improvements, facilities and plants necessary for the supply of water; the collection, transportation and treatment of wastewater; and the control and diversion of storm water. The District may provide garbage disposal and collection services and construct and maintain recreational facilities. In addition, the District is empowered, if approved by the electorate, the Texas Commission on Environmental Quality and other governmental entities having jurisdiction, to establish, operate and maintain a fire department, either independently or jointly with certain other districts.

In evaluating how to define the District for financial reporting purposes, the Board of Directors of the District has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria established by the Governmental Accounting Standards Board. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations and accountability for fiscal matters. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the District is able to exercise oversight responsibilities. Based upon the application of these criteria, there were no other entities which were included as a component unit in the District's financial statements.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

The District's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Governmental Accounting Standards Board (the "GASB") is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board issued through November 30, 1989 (when applicable), that do not conflict with or contradict GASB pronouncements. The more significant accounting policies established in GAAP and used by the District are discussed below.

Basic Financial Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and governmental fund financial statements (reporting the District's funds). Because the District is a single-program government as defined by the GASB, the District has combined the government-wide statements and the fund financial statements using a columnar format that reconciles individual line items of fund financial data to government-wide data in a separate column on the face of the financial statements. An additional reconciliation between the fund and the government-wide financial data is presented in Note 3.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of interfund activity has been removed from these statements. The District's net position is reported in three parts – invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The government-wide statement of activities reports the components of the changes in net position during the reporting period.

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for in a separate set of self-balancing accounts that comprises its assets, liabilities, fund balances, revenues and expenditures and changes in fund balances. The District's fund balances are reported as nonspendable, restricted, committed, assigned or unassigned. Nonspendable fund balances are either not in spendable form or are contractually required to remain intact. Restricted fund balances include amounts that can only be used for the specific purposes stipulated by constitutional provisions, external resource providers or enabling legislation. Committed fund balances include amounts that can only be used for the specific purposes determined by formal action of the District's Board of Directors. Assigned fund balances are intended for a specific purpose but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. The transactions of the District are accounted for in the following funds:

General Fund -- To account for all revenues and expenditures not required to be accounted for in other funds.

Debt Service Fund -- To account for the accumulation of financial resources for, and the payment of, bond principal and interest, paid principally from property taxes levied by the District.

Capital Projects Fund -- To account for financial resources designated to construct or acquire capital assets. Such resources are derived principally from proceeds of the sale of bonds.

Basis of Accounting

The government-wide statements are reported using the economic resources measurement focus and the accrual basis of accounting which recognizes all long-term assets and receivables as well as long-term debt and obligations. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Ad valorem property taxes are recognized as revenues in the fiscal year for which they have been levied and related penalties and interest are recognized in the fiscal year in which they are imposed. An allowance for uncollectibles is estimated for delinquent property taxes and reported separately in the financial statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available if they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred except for principal and interest on bonds payable which are recorded only when payment is due.

Interfund Activity

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is reported as interfund receivables or payables, as appropriate, as are all other outstanding balances between funds. Operating transfers between funds represent legally authorized transfers from the fund receiving resources to the fund through which the resources are to be expended.

Receivables

Service accounts receivable as reported are considered collectible. The District uses the direct write off method for uncollectible service accounts. Unbilled water and sewer revenues are not material and are not recorded at year end. The District considers service accounts revenues to be available if they are to be collected within 60 days after the end of the fiscal year.

In the fund financial statements, ad valorem taxes and penalties and interest are reported as revenues in the fiscal year in which they become available to finance expenditures of the fiscal year for which they have been levied. Property taxes which have been levied and are not yet collected (or have been collected in advance of the fiscal year for which they have been levied) are recorded as deferred inflow of resources. Property taxes collected after the end of the fiscal year are not included in revenues.

Capital Assets

Capital assets, which include property, plant, equipment, and immovable public domain or "infrastructure" assets are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than $5,000 (including installation costs, if any, and associated professional fees) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed by the District. Donated capital assets are recorded at historical cost. Additions, improvements and other capital outlays that significantly extend the useful life of an asset or increase the value of an asset are capitalized. Costs incurred for repairs and maintenance are expensed as incurred.

Depreciation on capital assets is computed using the straight-line method over the following estimated useful lives:

Plant and equipment	10-45 years
Underground lines	45 years

Long-term Liabilities

Long-term debt and other long-term obligations are reported in the government-wide financial statements. Bond premiums and discounts, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable premium or discount. If bonds are refunded and the carrying amount of the new debt is different than the net carrying amount of the old debt, the difference is netted against the new debt and amortized using the effective interest method over the shorter of the remaining life of the refunded debt or the life of the new debt issued.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures of the fund from which they are paid.

NOTE 3: RECONCILIATION OF FUND TO GOVERNMENT-WIDE FINANCIAL STATEMENTS

Reconciliation of year end fund balances to net position:

Total fund balances, end of year		$ 16,956,720
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Total capital assets, net		53,147,066
Some long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:		
Bonds payable	$ (65,545,000)	
Deferred charge on refunding (to be amortized as interest expense)	42,901	
Issuance discount, net of premiums (to be amortized as interest expense)	835,997	
Due to developers for construction	(4,294,326)	(68,960,428)
Some receivables that do not provide current financial resources are not reported as receivables in the funds:		
Accrued penalty and interest on property taxes receivable	32,672	
Uncollected property taxes	173,622	206,294
Some liabilities that do not require the use of current financial resources are not reported as liabilities in the funds:		
Accrued interest		(569,260)
Net position, end of year		$ 780,392

Reconciliation of net change in fund balances to change in net position:

Total net change in fund balances		$ (3,815,261)
The funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:		
Capital outlay	$ 8,441,310	
Depreciation	(875,897)	7,565,413
The issuance of long-term debt (bonds payable) provides current financial resources to the funds, while the repayment of the principal of long-term debt consumes the current financial resources of the funds. Neither transaction, however, has any effect on net position. The effect of these differences in the treatment of long-term debt:		
Bonds issued	(4,670,000)	
Principal reduction	2,360,000	(2,310,000)
The funds report the effect of bond issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these differences in the treatment of these items:		
Refunding charges	(6,634)	
Issuance discounts, net of premiums	(74,967)	(81,601)
Some revenues reported in the statement of activities do not provide current financial resources and therefore are not reported as revenues in the funds:		
Accrued penalty and interest on property taxes receivable	16,501	
Uncollected property taxes	44,147	60,648
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds:		
Accrued interest		(35,097)
Change in net position		$ 1,384,102

NOTE 4: CAPITAL ASSETS

At May 31, 2026, “Invested in capital assets, net of related debt” was $(15,813,362). This amount was negative primarily because not all expenditures from bond proceeds (such as bond issuance costs) were for the acquisition of capital assets. Within Harris County, the county government assumes the maintenance and other incidents of ownership of most storm sewer facilities constructed by the District. Accordingly, these assets are not recorded in the financial statements of the District. In addition, some expenditures from bond proceeds were for the acquisition of capital assets beneath the capitalization threshold of $5,000 (see Note 2) and some authorized expenditures were not for capital assets.

Capital asset activity for the fiscal year ended May 31, 2026, was as follows:

	Beginning Balance*	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	$ 1,983,495	$	$	$ 1,983,495
Detention ponds	7,873,615			7,873,615
Construction in progress	13,946,057	9,394,722	4,539,863	18,800,916
Total capital assets not being depreciated	23,803,167	9,394,722	4,539,863	28,658,026
Depreciable capital assets:				
Park and recreational	3,034,138	2,475,959		5,510,097
Water system	9,880,274	497,813		10,378,087
Sewer system	14,278,000	548,764		14,826,764
Total depreciable capital assets	27,192,412	3,522,536	0	30,714,948
Less accumulated depreciation for:				
Park and recreational	(240,145)	(122,447)		(362,592)
Water system	(2,777,045)	(323,845)		(3,100,890)
Sewer system	(2,332,821)	(429,605)		(2,762,426)
Total accumulated depreciation	(5,350,011)	(875,897)	0	(6,225,908)
Total depreciable capital assets, net	21,842,401	2,646,639	0	24,489,040
Total capital assets, net	$ 45,645,568	$ 12,041,361	$ 4,539,863	$ 53,147,066

Changes to capital assets:		
Capital outlay	$ 8,441,310	$
Assets transferred to depreciable assets	3,566,058	3,566,058
Subdivision drainage system transferred to Harris County	973,805	973,805
Increase in liability to developer for construction	4,200,740	
Capital outlay paid (decrease in liability) to developer	(4,264,655)	
Less depreciation expense for the fiscal year	(875,897)	
Net increases / decreases to capital assets	$ 12,041,361	$ 4,539,863

NOTE 5: LONG-TERM LIABILITIES AND CONTINGENT LIABILITIES

Long-term liability activity for the fiscal year ended May 31, 2026 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Bonds payable	$ 63,235,000	$ 4,670,000	$ 2,360,000	$ 65,545,000	$ 2,440,000
Less deferred amounts:					
For refunding costs	(49,535)		(6,634)	(42,901)	(6,218)
For issuance discounts	(910,964)	(72,656)	(147,623)	(835,997)	(87,686)
Total bonds payable	62,274,501	4,597,344	2,205,743	64,666,102	2,346,096
Due to developers for construction (see below)	4,358,241	4,200,740	4,264,655	4,294,326	----------
Total long-term liabilities	$ 66,632,742	$8,798,084	$ 6,470,398	$ 68,960,428	$ 2,346,096

NOTES TO THE FINANCIAL STATEMENTS (Continued)

As of May 31, 2026, the debt service requirements on the bonds payable were as follows:

Fiscal Year	Principal	Interest	Total
2027	$ 2,440,000	$ 2,277,039	$ 4,717,039
2028	2,525,000	2,190,898	4,715,898
2029	2,615,000	2,100,054	4,715,054
2030	2,710,000	2,004,471	4,714,471
2031	2,805,000	1,903,823	4,708,823
2032 - 2036	15,725,000	8,075,060	23,800,060
2037 - 2041	18,150,000	5,281,980	23,431,980
2042 - 2046	14,435,000	2,322,455	16,757,455
2047 - 2049	4,140,000	277,786	4,417,786
	$ 65,545,000	$ 26,433,566	$ 91,978,566

Bonds voted	$ 120,000,000
Bonds approved for sale and sold	73,760,000
Bonds voted and not issued	46,240,000
Parks and recreation bonds voted and not issued	3,305,000

The bonds are payable from the proceeds of an ad valorem tax levied upon all property subject to taxation within the District, without limitation as to rate or amount.

The bond issues payable at May 31, 2026, were as follows:

	Series 2014	Series 2015	Series 2016
Amounts outstanding, May 31, 2026	$1,420,000	$2,120,000	$4,250,000
Interest rates	3.50% to 4.125%	3.50% to 4.10%	2.00% to 3.00%
Maturity dates, serially beginning/ending	March 1, 2027/2039	March 1, 2027/2040	March 1, 2027/2041
Interest payment dates	September 1/March 1	September 1/March 1	September 1/March 1
Callable dates	March 1, 2022*	March 1, 2023*	March 1, 2024*

	Series 2017	Series 2018	Series 2019
Amounts outstanding, May 31, 2026	$4,400,000	$5,290,000	$4,535,000
Interest rates	2.50% to 3.50%	3.00% to 3.625%	3.00% to 3.125%
Maturity dates, serially beginning/ending	March 1, 2027/2042	March 1, 2027/2043	March 1, 2027/2044
Interest payment dates	September 1/March 1	September 1/March 1	September 1/March 1
Callable dates	March 1, 2025*	March 1, 2023*	March 1, 2024*

*Or any date thereafter, callable at par plus accrued interest in whole or in part at the option of the District.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

	Refunding Series 2019	Series 2020	Series 2021
Amounts outstanding, May 31, 2026	$2,090,000	$5,615,000	$2,890,000
Interest rates	3.00%	2.00% to 2.375%	1.50% to 2.25%
Maturity dates, serially beginning/ending	March 1, 2027/2038	March 1, 2027/2045	March 1, 2027/2046
Interest payment dates	September 1/March 1	September 1/March 1	September 1/March 1
Callable dates	March 1, 2029*	March 1, 2025*	March 1, 2026*

	Series 2021A Park	Series 2022	Series 2023
Amounts outstanding, May 31, 2026	$1,755,000	$7,070,000	$13,575,000
Interest rates	1.75% to 2.125%	3.00% to 4.00%	4.00% to 6.00%
Maturity dates, serially beginning/ending	March 1, 2027/2046	March 1, 2027/2047	March 1, 2027/2048
Interest payment dates	September 1/March 1	September 1/March 1	September 1/March 1
Callable dates	March 1, 2026*	March 1, 2028*	March 1, 2029*

	Series 2024	Series 2024 Park	Series 2025
Amounts outstanding, May 31, 2026	$3,620,000	$2,360,000	$2,425,000
Interest rates	4.00% to 5.00%	4.00% to 5.00%	4.00% to 6.50%
Maturity dates, serially beginning/ending	March 1, 2027/2048	March 1, 2027/2048	March 1, 2027/2049
Interest payment dates	September 1/March 1	September 1/March 1	September 1/March 1
Callable dates	March 1, 2030*	March 1, 2030*	March 1, 2030*

	Series 2024 Park
Amounts outstanding, May 31, 2026	$2,130,000
Interest rates	4.00% to 6.50%
Maturity dates, serially beginning/ending	March 1, 2027/2049
Interest payment dates	September 1/March 1
Callable dates	March 1, 2030*

*Or any date thereafter, callable at par plus accrued interest in whole or in part at the option of the District.

Developer Construction Commitments, Liabilities and Advances

The developers within the District are currently constructing certain underground facilities within the District's boundaries. The District has agreed to reimburse the developers for these construction and related engineering costs plus interest not to exceed the interest rate of the applicable District bond issue. These amounts are to be reimbursed from the proceeds of a future bond issue to the extent approved by the Texas Commission on Environmental Quality. The District's engineer stated that cost of the construction in progress at May 31, 2026, was $4,294,326. This amount has been recorded in the government-wide financial statements and in the schedules in Notes 4 and 5.

NOTE 6: PROPERTY TAXES

The Harris County Appraisal District has the responsibility for appraising property for all taxing units within the county as of January 1 of each year, subject to review and change by the county Appraisal Review Board. The appraisal roll, as approved by the Appraisal Review Board, must be used by the District in establishing its tax roll and tax rate. The District's taxes are usually levied in the fall, are due when billed and become delinquent after January 31 of the following year or 30 days after the date billed, whichever is later. On January 1 of each year, a statutory tax lien attaches to property to secure the payment of all taxes, penalties and interest ultimately imposed for the year on the property.

At an election held September 19, 2005, the voters within the District authorized a maintenance tax not to exceed $1.50 per $100 valuation on all property subject to taxation within the District and a parks and recreation tax not to exceed $0.10 per $100 valuation on all property subject to taxation within the District. This maintenance tax is being used by the General Fund to pay expenditures of operating the District.

On October 21, 2025, the District levied the following ad valorem taxes for the 2025 tax year on the adjusted taxable valuation of $654,068,359:

	Rate	Amount
Debt service	$ 0.7150	$ 4,676,589
Maintenance	0.3450	2,256,536
	$ 1.0600	$ 6,933,125

A reconciliation of the tax levy to property tax revenues on the Statement of Activities is as follows:

2025 tax year total property tax levy	$ 6,933,125
Appraisal district adjustments to prior year taxes	(137,175)
Statement of Activities property tax revenues	$ 6,795,950

NOTE 7: DEPOSITS

The District complied with the requirements of the Public Funds Investment Act during the current fiscal year including the preparation of quarterly investment reports required by the Act.

State statutes authorize the District to invest and reinvest in direct or indirect obligations of the United States, the State of Texas, any county, city, school district, or other political subdivision of the state, or in local government investment pools authorized under the Public Funds Investment Act. Funds of the District may be placed in certificates of deposit of state or national banks or savings and loan associations within the state provided that they are secured in the manner provided for the security of the funds under the laws of the State of Texas. In accordance with the District's investment policies, during the current year the District's funds were invested in interest bearing accounts at authorized financial institutions and in TexPool, a local government investment pool sponsored by the State Comptroller. TexPool is rated AAAm by Standard & Poor's.

In accordance with state statutes and the District's investment policies, the District requires that insurance or security be provided by depositories for all funds held by them. At the balance sheet date, the District's deposits were covered by federal insurance.

At the balance sheet date the carrying value and market value of the investments in TexPool was $17,831,587.

Deposits restricted by state statutes and Bond Orders:

Debt Service Fund

For payment of debt principal and interest, paying agent fees and costs of assessing and collecting taxes:

Cash	$ 142,855
Temporary investments	4,313,764
	$ 4,456,619

Capital Projects Fund

For construction of capital assets:

Cash	$ 324
Temporary investments	5,883,452
	$ 5,883,776

NOTE 8: RISK MANAGEMENT

The District is exposed to various risks of loss related to: torts; theft of, damage to, and destruction of assets; errors and omissions; personal injuries and natural disasters. Significant losses are covered by insurance as described below.

At May 31, 2026, the District had physical damage and boiler and machinery coverage of $9,609,300, comprehensive general liability coverage with a per occurrence limit of $1,000,000 and $3,000,000 general aggregate, pollution coverage of $1,000,000, automobile liability coverage of $1,000,000 and consultant's crime coverage of $10,000 and a tax assessor-collector bond of $25,000.

NOTE 9: LEASES

On February 2, 2015, the District and AUC Group, L.P. entered into an agreement for the lease of Expansion Equipment (the “Equipment”) for the Sewage Treatment Plant (the “Plant”). The lessor is the owner of the Equipment and the District is responsible for repairs and maintenance and other operating expenditures of the Equipment. The original term of the lease is 60 months with a per annum interest rate of 8% and a payment of $6,250 per month, after which the lease automatically extends to a month-to-month term at the rate of $5,500 per month. The 60 month term began on October 1, 2015. The District accrued lease costs of $66,000 for the fiscal year ended May 31, 2026. At this date, the District had prepaid $6,250 as a deposit for the last month’s lease payment.

On June 20, 2018, the District and AUC Group, L.P. entered into an agreement for the lease of Additional Expansion Equipment (the “Additional Equipment”) for the Plant. The lessor is the owner of the Additional Equipment and the District is responsible for repairs and maintenance and other operating expenditures of the Additional Equipment. The original term of the lease is 60 months with per annum interest rate of 9.8% and a payment of $1,150 per month, after which the lease automatically extends to a month-to-month term at the rate of $800 per month. The 60 month term began on March 1, 2019. The District accrued lease costs of $9,600 for the fiscal year ended May 31, 2026. At this date, the District had prepaid $1,150 as a deposit for the last month’s lease payment.

NOTE 10: REGIONAL WATER AUTHORITY

The West Harris County Regional Water Authority (the "Authority") was created by House Bill 1842, Acts of the 77th Legislature, Regular Session 2001. The Authority is a political subdivision of the State of Texas, governed by an elected nine member Board of Directors. The Authority is empowered to, among other powers, "acquire or develop surface water and groundwater supplies from sources inside of or outside of the boundaries of the authority and may conserve, store, transport, treat, purify, distribute, sell and deliver water to persons, corporations, municipal corporations, political subdivisions of the state, and others, inside of and outside of the boundaries of the authority." The Authority is also empowered to "establish fees and charges as necessary to enable the authority to fulfill the authority's regulatory obligations." In accordance with this provision, as of May 31, 2026, the Authority had established a well pumpage fee of $3.95 per 1,000 gallons of water pumped from each regulated well and a surface water usage fee of $4.35 per 1,000 gallons of surface water purchased from the Authority. The surface water fees payable by the District to the Authority for the fiscal year ended May 31, 2026, were $836,428. The District billed its customers $783,021 during the fiscal year to pay for the fees charged by the Authority.

REQUIRED SUPPLEMENTARY INFORMATION

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE, BUDGET AND ACTUAL, GENERAL FUND

FOR THE YEAR ENDED MAY 31, 2026

	Original Budget	Variance Original/ Final	Final Budget	Actual	Variance Final/Actual
REVENUES					
Property taxes	$ 1,977,848	$ 0	$ 1,977,848	$ 2,199,601	$ 221,753
Water service	510,000	0	510,000	474,946	(35,054)
Sewer service	914,986	0	914,986	892,830	(22,156)
Surface water fees	840,000	0	840,000	783,021	(56,979)
Penalty	65,000	0	65,000	62,721	(2,279)
Tap connection and sewer inspection fees	107,250	0	107,250	130,965	23,715
Interest on deposits and investments	156,000	0	156,000	260,794	104,794
Other revenues	1,440	0	1,440	3,955	2,515
TOTAL REVENUES	4,572,524	0	4,572,524	4,808,833	236,309
EXPENDITURES					
Service operations:					
Professional fees	167,004	0	167,004	247,679	80,675
Contracted services	165,760	0	165,760	164,299	(1,461)
Utilities	205,000	0	205,000	157,171	(47,829)
Surface water fees	840,000	0	840,000	836,428	(3,572)
Repairs and maintenance	928,592	0	928,592	612,697	(315,895)
Other operating expenditures	419,100	0	419,100	522,900	103,800
Lease expense	68,000	0	68,000	75,600	7,600
Security services	185,148	0	185,148	174,100	(11,048)
Garbage disposal	432,996	0	432,996	463,583	30,587
Administrative expenditures	162,843	0	162,843	146,562	(16,281)
Capital outlay	60,000	0	60,000	90,487	30,487
TOTAL EXPENDITURES	3,634,443	0	3,634,443	3,491,506	(142,937)
EXCESS REVENUES (EXPENDITURES)	938,081	0	938,081	1,317,327	379,246
FUND BALANCE, BEGINNING OF YEAR	6,373,394	0	6,373,394	6,373,394	0
FUND BALANCE, END OF YEAR	$ 7,311,475	$ 0	$ 7,311,475	$ 7,690,721	$ 379,246

The District's Board of Directors adopts an annual nonappropriated budget. This budget may be amended throughout the fiscal year and is prepared on a basis consistent with generally accepted accounting principles.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

SCHEDULE OF TEXAS SUPPLEMENTARY INFORMATION
REQUIRED BY THE TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

MAY 31, 2026

(Schedules included are checked or explanatory notes provided for omitted schedules.)

[X] TSI-1. Services and Rates

[X] TSI-2. General Fund Expenditures

[X] TSI-3. Temporary Investments

[X] TSI-4. Taxes Levied and Receivable

[X] TSI-5. Long-Term Debt Service Requirements by Years

[X] TSI-6. Changes in Long-term Bonded Debt

[X] TSI-7. Comparative Schedule of Revenues and Expenditures - General Fund and Debt Service Fund - Five Year

[X] TSI-8. Board Members, Key Personnel and Consultants

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

SCHEDULE OF SERVICES AND RATES

MAY 31, 2026

1. Services Provided by the District:

X Retail Water	__ Wholesale Water	__ Drainage
X Retail Wastewater	__ Wholesale Wastewater	__ Irrigation
__ Parks/Recreation	__ Fire Protection	X Security
X Solid Waste/Garbage	__ Flood Control	__ Roads

X Participates in joint venture, regional system and/or wastewater service (other than emergency interconnect)

__ Other

2. Retail Service Providers

a. Retail Rates for a 5/8" meter (or equivalent):

	Minimum Charge	Minimum Usage	Flat Rate Y/N	Rate per 1000 Gallons Over Minimum	Usage Levels
WATER:	$14.00	6,000	N	$1.25	6,001 to 10,000
				1.50	10,001 to 15,000
				1.75	15,001 to 20,000
				2.00	Over 20,000
WASTEWATER:	$41.24	0	Y	Not Applicable	Not Applicable

SURCHARGE: $3.95 per 1,000 gallons of water used. – WHCRWA surface water fees.

District employs winter averaging for wastewater usage: Yes __ No X

Total charges per 10,000 gallons usage: Water: $19.00 Wastewater: $41.24 Surcharge: $39.50

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

SCHEDULE OF SERVICES AND RATES (Continued)

MAY 31, 2026

b. Water and Wastewater Retail Connections (unaudited):

Meter Size	Total Connections	Active Connections	ESFC* Factor	Active ESFCs
Unmetered	0	0	1.0	0
< or = 3/4"	1,879	1,864	1.0	1,864
1"	18	18	2.5	45
1-1/2"	5	5	5.0	25
2"	26	26	8.0	208
3"	0	0	15.0	0
4"	1	1	25.0	25
6"	0	0	50.0	0
8"	0	0	80.0	0
10"	0	0	115.0	0
Total Water	1,929	1,914		2,167
Total Wastewater	1,883	1,870	1.0	1,870

3. Total Water Consumption during the Fiscal Year (rounded to thousands):

Gallons pumped into system (unaudited): 212,152
Gallons billed to customers (unaudited): 203,678

Water Accountability Ratio
(Gallons billed/ gallons pumped): 96%

4. Standby Fees (authorized only under TWC Section 49.231):

Does the District have Debt Service standby fees? Yes __ No X

If yes, date of the most recent Commission Order: _____

Does the District have Operation and Maintenance standby fees? Yes __ No X

If yes, date of the most recent Commission Order: _____

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

EXPENDITURES

FOR THE YEAR ENDED MAY 31, 2026

	General Fund	Debt Service Fund	Capital Projects Fund	Totals (Memorandum Only)
CURRENT				
Professional fees:				
Auditing	$ 13,950	$	$	$ 13,950
Legal	209,174	32,249	4,500	245,923
Engineering	24,555			24,555
	247,679	32,249	4,500	284,428
Contracted services:				
Bookkeeping	50,363			50,363
Operation and billing	113,936			113,936
Tax assessor-collector		32,164		32,164
Central appraisal district		54,328		54,328
	164,299	86,492	0	250,791
Utilities	157,171	0	0	157,171
Surface water pumpage fees	836,428	0	0	836,428
Repairs and maintenance	612,697	0	0	612,697
Other operating expenditures:				
Sludge hauling	358,787			358,787
Chemicals	25,482			25,482
Laboratory costs	31,863			31,863
Inspection costs	69,843			69,843
Reconnection costs	30,975			30,975
TCEQ assessment	4,580			4,580
Telephone	1,370			1,370
	522,900	0	0	522,900
Lease expense	75,600	0	0	75,600
Security service	174,100	0	0	174,100
Garbage disposal	463,583	0	0	463,583
Administrative expenditures:				
Director's fees	12,597			12,597
Office supplies and postage	62,557			62,557
Insurance	33,236			33,236
Permit fees	6,094			6,094
Other	32,078	5,774		37,852
	146,562	5,774	0	152,336

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

EXPENDITURES (Continued)

FOR THE YEAR ENDED MAY 31, 2026

	General Fund	Debt Service Fund	Capital Projects Fund	Totals (Memorandum Only)
CAPITAL OUTLAY				
Authorized expenditures	$	$	$ 9,458,637	$ 9,458,637
Tap connection costs	90,487			90,487
	90,487	0	9,458,637	9,549,124
DEBT SERVICE				
Principal retirement	0	2,360,000	0	2,360,000
Bond issuance expenditures	0	0	377,227	377,227
Interest and fees:				
Interest		2,236,848	371,993	2,608,841
Paying agent fees		10,500		10,500
	0	2,247,348	371,993	2,619,341
TOTAL EXPENDITURES	$ 3,491,506	$ 4,731,863	$ 10,212,357	$ 18,435,726

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

ANALYSIS OF CHANGES IN DEPOSITS AND TEMPORARY INVESTMENTS
ALL GOVERNMENTAL FUND TYPES

FOR THE YEAR ENDED MAY 31, 2026

	General Fund	Debt Service Fund	Capital Projects Fund	Totals (Memorandum Only)
SOURCES OF DEPOSITS AND TEMPORARY INVESTMENTS				
Cash receipts from revenues excluding maintenance taxes	$ 2,634,805	$ 4,742,876	$ 324,341	$ 7,702,022
Maintenance tax receipts		2,199,601		2,199,601
Transfer of maintenance taxes	2,194,023			2,194,023
Proceeds from sale of bonds			4,597,344	4,597,344
Detention capacity proceeds			150,000	150,000
Increase in customer deposits	2,142			2,142
Reimbursement from other fund	186,225			186,225
Overpayments from taxpayers		217,018		217,018
TOTAL DEPOSITS AND TEMPORARY INVESTMENTS PROVIDED	5,017,195	7,159,495	5,071,685	17,248,375
APPLICATIONS OF DEPOSITS AND TEMPORARY INVESTMENTS				
Cash disbursements for:				
Current expenditures	3,361,147	122,773	4,500	3,488,420
Capital outlay	90,487		9,447,317	9,537,804
Debt service		4,607,348	749,220	5,356,568
Other fund	73,975			73,975
Reimbursement to other fund			186,225	186,225
Transfer of maintenance taxes		2,194,023		2,194,023
Refund of taxpayer overpayments		212,858		212,858
TOTAL DEPOSITS AND TEMPORARY INVESTMENTS APPLIED	3,525,609	7,137,002	10,387,262	21,049,873
INCREASE (DECREASE) IN DEPOSITS AND TEMPORARY INVESTMENTS	1,491,586	22,493	(5,315,577)	(3,801,498)
DEPOSITS AND TEMPORARY INVESTMENTS BALANCES, BEGINNING OF YEAR	6,444,967	4,434,126	11,199,353	22,078,446
DEPOSITS AND TEMPORARY INVESTMENTS BALANCES, END OF YEAR	$ 7,936,553	$ 4,456,619	$ 5,883,776	$18,276,948

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

SCHEDULE OF TEMPORARY INVESTMENTS

FOR THE YEAR ENDED MAY 31, 2026

	Interest Rate	Maturity Date	Year End Balance	Accrued Interest Receivable
GENERAL FUND				
TexPool				
No. 7935300001	Market	On demand	$ 7,634,371	$ 0
DEBT SERVICE FUND				
TexPool				
No. 7935300003	Market	On demand	$ 4,313,764	$ 0
CAPITAL PROJECTS FUND				
TexPool				
No. 7935300002	Market	On demand	$ 794,345	$ 0
No. 7935300007	Market	On demand	1,055,220	0
No. 7935300008	Market	On demand	1,375,180	0
No. 7935300009	Market	On demand	284,371	0
No. 7935300010	Market	On demand	158,026	0
No. 7935300011	Market	On demand	241,842	0
No. 7935300012	Market	On demand	914,556	0
No. 7935300013	Market	On demand	1,059,912	0
			$ 5,883,452	$ 0
Total – All Funds			$ 17,831,587	$ 0

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

TAXES LEVIED AND RECEIVABLE

FOR THE YEAR ENDED MAY 31, 2026

	Maintenance Taxes	Debt Service Taxes
RECEIVABLE, BEGINNING OF YEAR	$ 40,117	$ 89,358
Additions and corrections to prior year taxes	(40,663)	(96,512)
Adjusted receivable, beginning of year	(546)	(7,154)
2025 ADJUSTED TAX ROLL	2,256,536	4,676,589
Total to be accounted for	2,255,990	4,669,435
Refund of prior year taxes collected in prior years	21,838	51,821
Tax collections: Current tax year	(2,220,602)	(4,602,117)
Prior tax years	(837)	(1,906)
RECEIVABLE, END OF YEAR	$ 56,389	$ 117,233
RECEIVABLE BY TAX YEAR		
2017	$ 238	$ 300
2019	1,091	1,196
2020	2,070	3,311
2021	2,311	3,580
2022	1,975	4,573
2023	5,285	12,039
2024	7,485	17,762
2025	35,934	74,472
RECEIVABLE, END OF YEAR	$ 56,389	$ 117,233

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

TAXES LEVIED AND RECEIVABLE (Continued)

FOR THE YEAR ENDED MAY 31, 2026

ADJUSTED PROPERTY VALUATIONS AS OF JANUARY 1 OF TAX YEAR	2025	2024	2023	2022
Land	$ 141,924,012	$ 136,606,914	$ 134,497,537	$ 103,689,832
Improvements	562,317,859	511,057,785	512,150,922	439,774,024
Personal property	10,076,138	8,215,725	6,617,899	6,809,756
Less exemptions	(60,249,650)	(66,075,403)	(108,556,248)	(85,119,432)
TOTAL PROPERTY VALUATIONS	$ 654,068,359	$ 589,805,021	$ 544,710,110	$ 465,154,180
TAX RATES PER $100 VALUATION				
Debt service tax rates	$ 0.71500	$ 0.79500	$ 0.82000	$ 0.88000
Maintenance tax rates*	0.34500	0.33500	0.36000	0.38000
TOTAL TAX RATES PER $100 VALUATION	$ 1.06000	$ 1.13000	$ 1.18000	$ 1.26000
TAX ROLLS	$ 6,933,125	$ 6,664,797	$ 6,427,580	$ 5,860,943
PERCENT OF TAXES COLLECTED TO TAXES LEVIED	98.4 %	99.6 %	99.7 %	99.9 %

*Maximum tax rate approved by voters on September 19, 2005: $1.50

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS

FOR THE YEAR ENDED MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2014		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 80,000	$ 55,625	$ 135,625
2028	85,000	52,825	137,825
2029	90,000	49,744	139,744
2030	95,000	46,368	141,368
2031	100,000	42,806	142,806
2032	100,000	39,056	139,056
2033	105,000	35,182	140,182
2034	110,000	31,112	141,112
2035	120,000	26,712	146,712
2036	125,000	21,912	146,912
2037	130,000	16,912	146,912
2038	135,000	11,550	146,550
2039	145,000	5,982	150,982
TOTALS	$ 1,420,000	$ 435,786	$ 1,855,786

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2015		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 115,000	$ 84,677	$ 199,677
2028	120,000	80,652	200,652
2029	125,000	76,273	201,273
2030	130,000	71,585	201,585
2031	135,000	66,385	201,385
2032	140,000	60,985	200,985
2033	145,000	55,245	200,245
2034	150,000	49,300	199,300
2035	160,000	43,300	203,300
2036	165,000	36,900	201,900
2037	175,000	30,135	205,135
2038	180,000	22,960	202,960
2039	185,000	15,580	200,580
2040	195,000	7,995	202,995
TOTALS	$ 2,120,000	$ 701,972	$ 2,821,972

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2016		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 225,000	$ 116,225	$ 341,225
2028	230,000	111,725	341,725
2029	240,000	105,975	345,975
2030	245,000	99,975	344,975
2031	255,000	93,850	348,850
2032	265,000	87,475	352,475
2033	270,000	80,850	350,850
2034	280,000	73,425	353,425
2035	290,000	65,725	355,725
2036	300,000	57,750	357,750
2037	310,000	49,500	359,500
2038	320,000	40,200	360,200
2039	330,000	30,600	360,600
2040	340,000	20,700	360,700
2041	350,000	10,500	360,500
TOTALS	$ 4,250,000	$ 1,044,475	$ 5,294,475

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2017		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 220,000	$ 139,400	$ 359,400
2028	225,000	133,900	358,900
2029	225,000	128,275	353,275
2030	225,000	122,088	347,088
2031	225,000	115,338	340,338
2032	235,000	108,588	343,588
2033	245,000	101,538	346,538
2034	245,000	94,188	339,188
2035	245,000	86,532	331,532
2036	250,000	78,568	328,568
2037	315,000	70,444	385,444
2038	325,000	59,812	384,812
2039	335,000	48,844	383,844
2040	350,000	37,537	387,537
2041	360,000	25,724	385,724
2042	375,000	13,124	388,124
TOTALS	$ 4,400,000	$ 1,363,900	$ 5,763,900

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2018		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 225,000	$ 183,018	$ 408,018
2028	235,000	176,268	411,268
2029	245,000	169,218	414,218
2030	255,000	161,562	416,562
2031	265,000	153,276	418,276
2032	275,000	144,332	419,332
2033	285,000	135,050	420,050
2034	295,000	125,076	420,076
2035	305,000	114,750	419,750
2036	315,000	104,076	419,076
2037	330,000	93,050	423,050
2038	340,000	81,500	421,500
2039	355,000	69,600	424,600
2040	370,000	56,732	426,732
2041	385,000	43,318	428,318
2042	395,000	29,362	424,362
2043	415,000	15,044	430,044
TOTALS	$ 5,290,000	$ 1,855,232	$ 7,145,232

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2019		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 165,000	$ 137,343	$ 302,343
2028	175,000	132,394	307,394
2029	185,000	127,144	312,144
2030	190,000	121,594	311,594
2031	200,000	115,893	315,893
2032	210,000	109,894	319,894
2033	220,000	103,594	323,594
2034	230,000	96,994	326,994
2035	240,000	90,094	330,094
2036	250,000	82,893	332,893
2037	260,000	75,394	335,394
2038	275,000	67,594	342,594
2039	285,000	59,344	344,344
2040	300,000	50,794	350,794
2041	315,000	41,793	356,793
2042	330,000	32,344	362,344
2043	345,000	22,031	367,031
2044	360,000	11,250	371,250
TOTALS	$ 4,535,000	$ 1,478,381	$ 6,013,381

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2019 Refunding		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 145,000	$ 62,700	$ 207,700
2028	150,000	58,350	208,350
2029	150,000	53,850	203,850
2030	160,000	49,350	209,350
2031	165,000	44,550	209,550
2032	170,000	39,600	209,600
2033	175,000	34,500	209,500
2034	185,000	29,250	214,250
2035	185,000	23,700	208,700
2036	195,000	18,150	213,150
2037	200,000	12,300	212,300
2038	210,000	6,300	216,300
TOTALS	$ 2,090,000	$ 432,600	$ 2,522,600

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2020		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 235,000	$ 120,888	$ 355,888
2028	235,000	116,187	351,187
2029	240,000	111,488	351,488
2030	245,000	106,688	351,688
2031	255,000	101,787	356,787
2032	255,000	96,688	351,688
2033	260,000	91,588	351,588
2034	270,000	86,388	356,388
2035	275,000	80,987	355,987
2036	285,000	75,488	360,488
2037	230,000	69,788	299,788
2038	230,000	64,900	294,900
2039	325,000	60,012	385,012
2040	340,000	52,700	392,700
2041	355,000	45,050	400,050
2042	370,000	37,062	407,062
2043	385,000	28,737	413,737
2044	405,000	19,594	424,594
2045	420,000	9,975	429,975
TOTALS	$ 5,615,000	$ 1,375,995	$ 6,990,995

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2021		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 105,000	$ 56,438	$ 161,438
2028	110,000	54,862	164,862
2029	110,000	53,212	163,212
2030	115,000	51,562	166,562
2031	120,000	49,838	169,838
2032	125,000	48,038	173,038
2033	125,000	46,006	171,006
2034	130,000	43,974	173,974
2035	135,000	41,700	176,700
2036	140,000	39,338	179,338
2037	145,000	36,538	181,538
2038	150,000	33,638	183,638
2039	155,000	30,450	185,450
2040	160,000	27,156	187,156
2041	165,000	23,756	188,756
2042	170,000	20,250	190,250
2043	175,000	16,424	191,424
2044	180,000	12,488	192,488
2045	185,000	8,438	193,438
2046	190,000	4,274	194,274
TOTALS	$ 2,890,000	$ 698,380	$ 3,588,380

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2021A Park		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 65,000	$ 34,675	$ 99,675
2028	65,000	33,537	98,537
2029	70,000	32,400	102,400
2030	70,000	31,175	101,175
2031	70,000	29,950	99,950
2032	75,000	28,725	103,725
2033	75,000	27,225	102,225
2034	80,000	25,725	105,725
2035	80,000	24,125	104,125
2036	85,000	22,525	107,525
2037	90,000	20,825	110,825
2038	90,000	19,025	109,025
2039	95,000	17,225	112,225
2040	95,000	15,325	110,325
2041	100,000	13,425	113,425
2042	105,000	11,425	116,425
2043	105,000	9,325	114,325
2044	110,000	7,225	117,225
2045	115,000	4,887	119,887
2046	115,000	2,444	117,444
TOTALS	$ 1,755,000	$ 411,193	$ 2,166,193

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2022		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 240,000	$ 242,138	$ 482,138
2028	250,000	232,537	482,537
2029	255,000	222,538	477,538
2030	265,000	212,337	477,337
2031	275,000	201,738	476,738
2032	280,000	190,737	470,737
2033	290,000	182,338	472,338
2034	300,000	173,637	473,637
2035	310,000	164,638	474,638
2036	320,000	155,337	475,337
2037	330,000	145,738	475,738
2038	340,000	135,838	475,838
2039	350,000	125,212	475,212
2040	365,000	114,275	479,275
2041	375,000	101,500	476,500
2042	390,000	88,375	478,375
2043	400,000	74,725	474,725
2044	415,000	60,725	475,725
2045	425,000	46,200	471,200
2046	440,000	31,325	471,325
2047	455,000	15,925	470,925
TOTALS	$ 7,070,000	$ 2,917,813	$ 9,987,813

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2023		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 360,000	$ 575,112	$ 935,112
2028	375,000	553,512	928,512
2029	395,000	531,012	926,012
2030	415,000	507,312	922,312
2031	430,000	482,412	912,412
2032	455,000	465,212	920,212
2033	475,000	447,012	922,012
2034	500,000	428,012	928,012
2035	525,000	408,012	933,012
2036	550,000	387,012	937,012
2037	575,000	365,012	940,012
2038	605,000	342,012	947,012
2039	635,000	317,812	952,812
2040	665,000	292,412	957,412
2041	695,000	265,812	960,812
2042	730,000	238,012	968,012
2043	765,000	208,812	973,812
2044	805,000	178,212	983,212
2045	840,000	146,012	986,012
2046	885,000	112,412	997,412
2047	925,000	77,012	1,002,012
2048	970,000	40,012	1,010,012
TOTALS	$ 13,575,000	$ 7,368,164	$ 20,943,164

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

	Series 2024		
Due During Fiscal Years Ending May 31	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 90,000	$ 150,225	$ 240,225
2028	95,000	145,725	240,725
2029	100,000	140,975	240,975
2030	105,000	135,975	240,975
2031	110,000	130,725	240,725
2032	115,000	126,325	241,325
2033	125,000	121,725	246,725
2034	130,000	116,725	246,725
2035	135,000	111,525	246,525
2036	145,000	106,125	251,125
2037	150,000	100,325	250,325
2038	160,000	94,325	254,325
2039	170,000	87,925	257,925
2040	180,000	81,125	261,125
2041	185,000	73,925	258,925
2042	195,000	66,525	261,525
2043	210,000	58,725	268,725
2044	220,000	50,325	270,325
2045	230,000	41,250	271,250
2046	245,000	31,762	276,762
2047	255,000	21,656	276,656
2048	270,000	11,138	281,138
TOTALS	$ 3,620,000	$ 2,005,056	$ 5,625,056

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2024 Park		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 60,000	$ 97,763	$ 157,763
2028	60,000	94,762	154,762
2029	65,000	91,763	156,763
2030	70,000	88,512	158,512
2031	70,000	85,013	155,013
2032	75,000	82,212	157,212
2033	80,000	79,113	159,113
2034	85,000	76,012	161,012
2035	90,000	72,613	162,613
2036	95,000	69,012	164,012
2037	100,000	65,213	165,213
2038	105,000	61,212	166,212
2039	110,000	57,013	167,013
2040	115,000	52,612	167,612
2041	120,000	48,013	168,013
2042	130,000	43,212	173,212
2043	135,000	38,013	173,013
2044	145,000	32,612	177,612
2045	150,000	26,812	176,812
2046	160,000	20,626	180,626
2047	165,000	14,026	179,026
2048	175,000	7,218	182,218
TOTALS	$ 2,360,000	$ 1,303,357	$ 3,663,357

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2025		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 60,000	$ 118,112	$ 178,112
2028	60,000	114,212	174,212
2029	65,000	110,312	175,312
2030	65,000	106,088	171,088
2031	70,000	101,862	171,862
2032	75,000	98,362	173,362
2033	80,000	94,612	174,612
2034	80,000	90,612	170,612
2035	85,000	86,612	171,612
2036	90,000	83,212	173,212
2037	95,000	79,612	174,612
2038	100,000	75,694	175,694
2039	105,000	71,444	176,444
2040	110,000	66,850	176,850
2041	115,000	61,900	176,900
2042	120,000	56,726	176,726
2043	130,000	51,026	181,026
2044	135,000	44,850	179,850
2045	140,000	38,270	178,270
2046	150,000	31,444	181,444
2047	155,000	24,132	179,132
2048	165,000	16,575	181,575
2049	175,000	8,531	183,531
TOTALS	$ 2,425,000	$ 1,631,050	$ 4,056,050

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Series 2025 Park		
	Principal Due March 1	Interest Due September 1, March 1	Total
2027	$ 50,000	$ 102,700	$ 152,700
2028	55,000	99,450	154,450
2029	55,000	95,875	150,875
2030	60,000	92,300	152,300
2031	60,000	88,400	148,400
2032	65,000	85,400	150,400
2033	70,000	82,150	152,150
2034	70,000	78,650	148,650
2035	75,000	75,150	150,150
2036	80,000	72,150	152,150
2037	85,000	68,950	153,950
2038	90,000	65,444	155,444
2039	95,000	61,618	156,618
2040	95,000	57,462	152,462
2041	100,000	53,188	153,188
2042	105,000	48,688	153,688
2043	115,000	43,700	158,700
2044	120,000	38,238	158,238
2045	125,000	32,538	157,538
2046	130,000	26,600	156,600
2047	135,000	20,424	155,424
2048	145,000	14,012	159,012
2049	150,000	7,125	157,125
TOTALS	$ 2,130,000	$ 1,410,212	$ 3,540,212

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

LONG-TERM DEBT SERVICE REQUIREMENTS, BY YEARS (Continued)

MAY 31, 2026

Due During Fiscal Years Ending May 31	Annual Requirements for All Series		
	Total Principal Due	Total Interest Due	Total
2027	$ 2,440,000	$ 2,277,039	$ 4,717,039
2028	2,525,000	2,190,898	4,715,898
2029	2,615,000	2,100,054	4,715,054
2030	2,710,000	2,004,471	4,714,471
2031	2,805,000	1,903,823	4,708,823
2032	2,915,000	1,811,629	4,726,629
2033	3,025,000	1,717,728	4,742,728
2034	3,140,000	1,619,080	4,759,080
2035	3,255,000	1,516,175	4,771,175
2036	3,390,000	1,410,448	4,800,448
2037	3,520,000	1,299,736	4,819,736
2038	3,655,000	1,182,004	4,837,004
2039	3,675,000	1,058,661	4,733,661
2040	3,680,000	933,675	4,613,675
2041	3,620,000	807,904	4,427,904
2042	3,415,000	685,105	4,100,105
2043	3,180,000	566,562	3,746,562
2044	2,895,000	455,519	3,350,519
2045	2,630,000	354,382	2,984,382
2046	2,315,000	260,887	2,575,887
2047	2,090,000	173,175	2,263,175
2048	1,725,000	88,955	1,813,955
2049	325,000	15,656	340,656
TOTALS	$ 65,545,000	$ 26,433,566	$ 91,978,566

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

ANALYSIS OF CHANGES IN LONG-TERM BONDED DEBT

FOR THE YEAR ENDED MAY 31, 2026

	(1)	(2)	(3)	(4)
Bond Series:	2014	2015	2016	2017
Interest Rate:	3.50% to 4.125%	3.50% to 4.10%	2.00% to 3.00%	2.50% to 3.50%
Dates Interest Payable:	September 1/ March 1	September 1/ March 1	September 1/ March 1	September 1/ March 1
Maturity Dates:	March 1, 2027/2039	March 1, 2027/2040	March 1, 2027/2041	March 1, 2027/2042
Bonds Outstanding at Beginning of Current Year	$ 1,495,000	$ 2,230,000	$ 4,465,000	$ 4,620,000
Less Retirements	(75,000)	(110,000)	(215,000)	(220,000)
Bonds Outstanding at End of Current Year	$ 1,420,000	$ 2,120,000	$ 4,250,000	$ 4,400,000
Current Year Interest Paid	$ 58,062	$ 88,418	$ 120,525	$ 144,350

Bond Descriptions and Original Amount of Issue

(1) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2014 ($2,100,000)

(2) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2015 ($3,075,000)

(3) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2016 ($6,115,000)

(4) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2017 ($6,350,000)

Paying Agent/Registrar

(1) (2) (3) (4) The Bank of New York Mellon Trust Company, N.A., Dallas, Texas

Bond Authority	Tax Bonds	Park and Recreation Bonds	Refunding Bonds
Amount Authorized by Voters:	$ 120,000,000	$ 10,000,000	$ 0
Amount Issued:	73,760,000	6,695,000	
Remaining to be Issued:	46,240,000	3,305,000	

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

ANALYSIS OF CHANGES IN LONG-TERM BONDED DEBT (Continued)

FOR THE YEAR ENDED MAY 31, 2026

	(5)	(6)	(7)	(8)
Bond Series:	2018	2019	2019 Ref.	2020
Interest Rate:	3.00% to 3.625%	3.00% to 3.125%	3.00%	2.00% to 2.375%
Dates Interest Payable:	September 1/ March 1	September 1/ March 1	September 1/ March 1	September 1/ March 1
Maturity Dates:	March 1, 2027/2043	March 1, 2027/2044	March 1, 2027/2038	March 1, 2027/2045
Bonds Outstanding at Beginning of Current Year	$ 5,510,000	$ 4,695,000	$ 2,230,000	$ 5,845,000
Less Retirements	(220,000)	(160,000)	(140,000)	(230,000)
Bonds Outstanding at End of Current Year	$ 5,290,000	$ 4,535,000	$ 2,090,000	$ 5,615,000
Current Year Interest Paid	$ 189,618	$ 142,144	$ 66,900	$ 128,938

Bond Descriptions and Original Amount of Issue

(5) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2018 ($6,785,000)

(6) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2019 ($5,395,000)

(7) Harris County Municipal Utility District No. 432 Unlimited Tax Refunding Bonds, Series 2019 ($2,920,000)

(8) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2020 ($6,630,000)

Paying Agent/Registrar

(5) (6) (7) (8) The Bank of New York Mellon Trust Company, N.A., Dallas, Texas

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

ANALYSIS OF CHANGES IN LONG-TERM BONDED DEBT (Continued)

FOR THE YEAR ENDED MAY 31, 2026

	(9)	(10)	(11)	(12)
Bond Series:	2021	2021A	2022	2023
Interest Rate:	1.50% to 2.25%	1.75% to 2.125%	3.00% to 4.00%	4.00% to 6.00%
Dates Interest Payable:	September 1/ March 1	September 1/ March 1	September 1/ March 1	September 1/ March 1
Maturity Dates:	March 1, 2027/2046	March 1, 2027/2046	March 1, 2027/2047	March 1, 2027/2048
Bonds Outstanding at Beginning of Current Year	$ 2,990,000	$ 1,815,000	$ 7,305,000	$ 13,915,000
Less Retirements	(100,000)	(60,000)	(235,000)	(340,000)
Bonds Outstanding at End of Current Year	$ 2,890,000	$ 1,755,000	$ 7,070,000	$ 13,575,000
Current Year Interest Paid	$ 58,437	$ 37,225	$ 251,537	$ 595,512

Bond Descriptions and Original Amount of Issue

(9) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2021 ($3,365,000)

(10) Harris County Municipal Utility District No. 432 Unlimited Tax Park Bonds, Series 2021A ($2,045,000)

(11) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2022 ($7,925,000)

(12) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2023 ($14,470,000)

Paying Agent/Registrar

(9) (10) (11) (12) The Bank of New York Mellon Trust Company, N.A., Dallas, Texas

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

ANALYSIS OF CHANGES IN LONG-TERM BONDED DEBT (Continued)

FOR THE YEAR ENDED MAY 31, 2026

	(13)	(14)	(15)
Bond Series:	2024	2024 Park	2025
Interest Rate:	4.00% to 5.00%	4.00% to 5.00%	4.00% to 6.50%
Dates Interest Payable:	September 1/ March 1	September 1/ March 1	September 1/ March 1
Maturity Dates:	March 1, 2027/2048	March 1, 2027/2048	March 1, 2027/2049
Bonds Outstanding at Beginning of Current Year	$ 3,705,000	$ 2,415,000	$
Add Bonds Sold			2,485,000
Less Retirements	(85,000)	(55,000)	(60,000)
Bonds Outstanding at End of Current Year	$ 3,620,000	$ 2,360,000	$ 2,425,000
Current Year Interest Paid	$ 154,475	$ 100,513	$ 53,550

Bond Descriptions and Original Amount of Issue

(13) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2024 ($3,785,000)

(14) Harris County Municipal Utility District No. 432 Unlimited Tax Park Bonds, Series 2024 ($2,465,000)

(15) Harris County Municipal Utility District No. 432 Unlimited Tax Bonds, Series 2025 ($2,485,000)

Paying Agent/Registrar

(13) (14) (15) The Bank of New York Mellon Trust Company, N.A., Dallas, Texas

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

ANALYSIS OF CHANGES IN LONG-TERM BONDED DEBT (Continued)

FOR THE YEAR ENDED MAY 31, 2026

	(16)	Totals
Bond Series:	2025 Park	
Interest Rate:	4.00% to 6.50%	
Dates Interest Payable:	September 1/ March 1	
Maturity Dates:	March 1, 2027/2049	
Bonds Outstanding at Beginning of Current Year	$	$ 63,235,000
Add Bonds Sold	2,185,000	4,670,000
Less Retirements	(55,000)	(2,360,000)
Bonds Outstanding at End of Current Year	$ 2,130,000	$ 65,545,000
Current Year Interest Paid	$ 46,644	$ 2,236,848

Bond Descriptions and Original Amount of Issue

(16) Harris County Municipal Utility District No. 432 Unlimited Tax Park Bonds, Series 2025 ($2,185,000)

Paying Agent/Registrar

(16) The Bank of New York Mellon Trust Company, N.A., Dallas, Texas

Net Debt Service Fund deposits and investments balances as of May 31, 2026:	$4,426,068
Average annual debt service payment for remaining term of all debt:	3,999,068

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

COMPARATIVE STATEMENTS OF REVENUES AND EXPENDITURES,
GENERAL FUND

FOR YEARS ENDED MAY 31

	AMOUNT					PERCENT OF TOTAL REVENUES				
	2026	2025	2024	2023	2022	2026	2025	2024	2023	2022
REVENUES										
Property taxes	$ 2,199,601	$ 1,999,450	$ 1,952,095	$ 1,808,631	$ 1,869,046	45.7 %	44.1 %	44.8 %	52.6 %	52.6 %
Water service	474,946	451,040	446,011	419,636	370,725	9.9	9.9	10.3	10.4	10.4
Sewer service	892,830	841,782	788,645	735,839	677,810	18.6	18.6	18.2	19.1	19.1
Surface water fees	783,021	724,305	716,712	645,737	496,898	16.3	16.0	16.5	14.0	14.0
Penalty	62,721	60,769	55,925	33,150	26,259	1.3	1.3	1.3	0.7	0.7
Tap connection and sewer inspection fees	130,965	182,903	104,763	64,125	84,800	2.7	4.0	2.4	2.4	2.4
Interest on deposits	260,794	272,147	263,046	142,901	4,186	5.4	6.0	6.1	0.1	0.1
Other	3,955	3,090	16,473	20,906	25,966	0.1	0.1	0.4	0.7	0.7
TOTAL REVENUES	4,808,833	4,535,486	4,343,670	3,870,925	3,555,690	100.0	100.0	100.0	100.0	100.0
EXPENDITURES										
Service operations:										
Professional fees	247,679	241,672	235,636	240,790	202,802	5.2	5.3	5.4	5.7	5.7
Contracted services	164,299	146,758	125,069	120,894	119,051	3.4	3.2	2.9	3.3	3.3
Utilities	157,171	208,180	150,999	152,107	124,232	3.3	4.6	3.5	3.5	3.5
Surface water pumpage fees	836,428	794,345	796,604	668,174	527,838	17.4	17.6	18.4	14.8	14.8
Repairs and maintenance	612,697	927,140	675,501	586,761	502,976	12.7	20.4	15.6	14.1	14.1
Other operating expenditures	522,900	376,722	483,732	288,831	211,942	10.9	8.3	11.1	6.0	6.0
Security service	174,100	171,027	147,818	76,792	74,367	3.6	3.8	3.4	2.1	2.1
Garbage disposal	463,583	430,291	397,269	353,634	318,278	9.6	9.5	9.1	9.0	9.0
Administrative expenditures	146,562	133,238	136,769	112,982	98,085	3.0	2.9	3.1	2.8	2.8
Debt service	75,600	3,194	78,750	79,800	79,800	1.6	0.1	1.8	2.2	2.2
Capital outlay	90,487	210,357	407,864	45,531	220,178	1.9	4.6	9.4	6.2	6.2
TOTAL EXPENDITURES	3,491,506	3,642,924	3,636,011	2,726,296	2,479,549	72.6	80.3	83.7	69.7	69.7
EXCESS REVENUES (EXPENDITURES)	$ 1,317,327	$ 892,562	$ 707,659	$ 1,144,629	$ 1,076,141	27.4 %	19.7 %	16.3 %	30.3 %	30.3 %
TOTAL ACTIVE RETAIL WATER CONNECTIONS	1,914	1,838	1,750	1,628	1,569					
TOTAL ACTIVE RETAIL WASTEWATER CONNECTIONS	1,870	1,799	1,714	1,596	1,540					

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

COMPARATIVE STATEMENTS OF REVENUES AND EXPENDITURES,
DEBT SERVICE FUND

FOR YEARS ENDED MAY 31

	AMOUNT					PERCENT OF TOTAL REVENUES				
	2026	2025	2024	2023	2022	2026	2025	2024	2023	2022
REVENUES										
Property taxes	$ 4,552,202	$ 4,744,100	$ 4,446,313	$ 4,150,766	$ 2,894,646	96.0 %	95.6 %	95.8 %	97.4 %	99.0 %
Penalty and interest	34,195	32,327	29,857	30,230	26,564	0.7	0.7	0.6	0.7	0.9
Interest on deposits and investments and other	156,479	182,076	166,886	80,351	2,016	3.3	3.7	3.6	1.9	0.1
TOTAL REVENUES	4,742,876	4,958,503	4,643,056	4,261,347	2,923,226	100.0	100.0	100.0	100.0	100.0
EXPENDITURES										
Current:										
Professional fees	32,249	36,005	24,220	9,025	9,701	0.7	0.7	0.5	0.2	0.3
Contracted services	86,492	80,274	82,109	64,476	55,998	1.8	1.6	1.8	1.5	1.9
Other expenditures	5,774	6,893	5,683	11,246	9,613	0.1	0.1	0.1	0.3	0.3
Debt service:										
Principal retirement	2,360,000	2,165,000	1,890,000	1,560,000	1,345,000	49.8	43.7	40.7	36.6	46.1
Interest and fees	2,247,348	2,239,769	1,795,710	1,426,486	1,213,823	47.4	45.2	38.7	33.5	41.5
TOTAL EXPENDITURES	4,731,863	4,527,941	3,797,722	3,071,233	2,634,135	99.8	91.3	81.8	72.1	90.1
EXCESS REVENUES (EXPENDITURES)	$ 11,013	$ 430,562	$ 845,334	$ 1,190,114	$ 289,091	0.2 %	8.7 %	18.2 %	27.9 %	9.9 %

See accompanying independent auditor's report.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS

MAY 31, 2026

Complete District Mailing Address: Harris County Municipal Utility District No. 432
c/o Young & Brooks
10000 Memorial Drive, Suite 260
Houston, Texas 77002

District Business Telephone No.: 713-951-0800

Submission date of the most recent District Registration Form: May 19, 2026

Limit on Fees of Office that a Director may receive during a fiscal year: $7,200

BOARD MEMBERS

Name and Address	Term of Office (Elected/ Appointed)	Fees of Office Paid	Expense Reimb.	Title at Year End
Ken Suminski 46 Foxhall Crescent Dr. Sugar Land, Texas 77479	Elected 5/02/26- 5/04/30	$ 3,315	$ 330	President
Jeffrey Zarse 2942 Verdant Spring Trail Katy, Texas 77493	Elected 5/02/26- 5/04/30	4,199	1,875	Vice President
Dianne D. Migl 8312 Winningham Houston, Texas 77055	Elected 5/04/24- 5/06/28	2,873	132	Secretary
Matthew Weber 23702 Padauk Tree Trail Houston, Texas 77493	Elected 5/02/26- 5/04/30	2,210	302	Assistant Secretary

Four directors at May 31, 2026.

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 432

BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS (Continued)

MAY 31, 2026

CONSULTANTS

Name and Address	Date Hired	Fees and Expense Reimbursements	Title at Year End
Young & Brooks 10000 Memorial Drive, Suite 260 Houston, Texas 77024	9/15/05	$ 245,923 126,750 Bonds	Attorney
McLennan & Associates, L.P. 1717 St. James Place, Suite 500 Houston, Texas 77056	9/15/05	51,255 8,624 Bonds	Bookkeeper
Jorge Diaz 1717 St. James Place, Suite 500 Houston, Texas 77056	9/15/05	0	Investment Officer
Municipal Operations and Consulting, Inc. 27316 Spectrum Way Oak Ridge North, Texas 77385	11/20/06	689,529	Operator
R. G. Miller Engineers, Inc. 16340 Park Ten Place, Suite 350 Houston, Texas 77084	11/20/06	192,138 76,055 Bonds	Engineer
Bob Leared 11111 Katy Freeway, Suite 725 Houston, Texas 77079	9/15/05	37,084 3,500 Bonds	Tax Assessor-Collector
Harris County Appraisal District P.O. Box 900275 Houston, Texas 77292	Legislative Action	54,328	Central Appraisal District
Robert W. Baird & Co. 1331 Lamar, Suite 1360 Houston, Texas 77010	Replaced 7/21/26	96,150 Bonds	Financial Advisor
Cedar Creek Municipal Advisors, LLC 6363 N State Hwy 161, Suite 310 Irving, TX 75038	7/21/26	0	Financial Advisor
Mark C. Eyring, CPA, PLLC 12702 Century Drive, Suite C2 Stafford, Texas 77477	9/16/09	13,950 15,250 Bonds	Independent Auditor