

RESOLUTION ADOPTING BUDGET

THE STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

WHEREAS, the Board of Directors of Sonterra Municipal Utility District (the "*District*") a political subdivision of the State of Texas, created and operating under Chapter 8111, Subchapter F, Title 6, Special District Local Laws, and Chapters 49 and 54, *Texas Water Code*, as amended, has projected the operating expenses and revenues for the District for the period August 1, 2025 through July 31, 2026; and

IT IS HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE DISTRICT THAT:

Section 1. The Operating Budget attached as **Exhibit "A"** is adopted.

Section 2. This Resolution may be executed in one or more counterparts, each of which will be deemed an original and all of which together will constitute one and the same instrument. A digital signature, a facsimile, or other electronic copy of an original signature, and/or a counterpart transmitted electronically (*e.g.*, by fax, email, text, or similar means), will be deemed to be, and will have the same force and effect as, an original signature for all purposes.

Section 3. The attorney for the District is directed to file a copy of this Resolution in the official records of the District.

ADOPTED this 21st day of July, 2025.

(SEAL)
ATTEST


Sherry Roark, Assistant Secretary
Board of Directors



Michael Cosimeno, President
Board of Directors

Sonterra MUD

Approved

FY-2026

Budget

Revenues:

SERVICE REVENUE

	Approved Budget 2026	Projection 2025	Budget 2025	\$ Over Budget
4113 · Water service (Revenue) fees	3,582,000	4,710,339	3,582,000	1,128,339
4117 · Water Service Revenue - CW	1,183,000	-	980,000	(980,000)
4211 · Wastewater service fees	2,322,000	2,934,684	2,373,500	561,184
4213 · Wastewater Service Fees - CW	726,000	-	522,000	(522,000)
4511 · Account set-up/Transfer Fees	24,000	53,845	36,000	17,845
4214 · Account set-up/transfer fees CW	24,000	-	21,000	(21,000)
4515 · Penalties & int on service acct	144,000	178,505	132,000	46,505
4519 · P&I on Service Accounts - CW	30,000	-	21,000	(21,000)
4115 · Water Impact Fees - CWMUD	427,586	752,500	469,000	283,500
4116 · Water Impact Fees - Sonterra	410,849	-	-	-
4114 · Water Tap Connection Fees	-	503,580	130,800	372,780
4124 · Water Tap Connection Fees - CW	392,400	-	523,200	(523,200)
4220 · Inspection Fees	-	194,310	36,000	158,310
4225 · Inspection Fees - CW	108,000	-	144,000	(144,000)
4111 · Irrigation	20,000	32,168	20,000	12,168
4311 · Irrigation - CW	1,200	-	1,200	(1,200)
4240 · Meters	-	122,052	30,000	92,052
4250 · Meters - CW	90,000	-	120,000	(120,000)
Total SERVICE REVENUE	9,485,035	9,481,983	9,141,700	340,283

PROPERTY TAXES

4320 · Property Tax	1,808,191	1,618,590	1,626,861	(8,271)
4330 · Property Tax Penalty	-	-	-	-
Total PROPERTY TAXES	1,808,191	1,618,590	1,626,861	(8,271)

OTHER REVENUES

4655 · Cool Water MUD Reservation Fees	-	1,148,614	1,148,614	-
4656 · Eastwood MUD Reservation Fees	-	-	-	-
4380 · Interest Income	600,000	628,711	373,106	255,605
4520 · Payment in Lieu of Taxes	15,925	15,925	15,925	-
4640 · Office Facility Sublease	22,200	7,200	4,200	3,000
4514 · Miscellaneous Income	-	17,430	-	17,430
Total OTHER REVENUES	638,125	1,817,880	1,541,845	276,035

PARK & RECREATION REVENUE

4667 · Park Dedication Income - CW	108,000	138,400	144,000	(5,600)
4660 · Parks & Rec Income(\$29/connect)	1,847,592	1,543,011	1,532,736	10,275
4665 · Park Dedication Income	36,000	-	36,000	(36,000)
4662 · Pool Concessions	5,000	1,500	1,500	-
4670 · Mowing/Landscaping Income	-	-	-	-
4675.1 · Facility/Pool Rental	30,000	-	-	-
4675.3 · Pool Admissions/Passes	12,500	-	-	-
4675.5 · Aquatic Programs	15,000	-	-	-
4675.6 · Athletic Programs	25,000	-	-	-
4675.7 · Enrichment Programs	5,000	-	-	-
4675.8 · Special Events	3,000	-	-	-
4675 · Park Facility & Pool Income	-	52,529	15,000	37,529
Total PARK & RECREATION REVENUE	2,087,092	1,735,440	1,729,236	6,204

Total Revenues	14,018,443	14,653,893	14,039,642	614,251
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Expenditures

DISTRICT

ADMINISTRATIVE EXPENSES

6401 · Wages	254,080	237,596	250,760	13,164
6571 · Patrol Services	130,000	129,816	124,200	(5,616)
6415 · Directors Fees	28,800	27,028	28,800	1,772
6499 · Payroll Taxes	33,880	30,989	30,888	(101)
6461 · Employee Benefits	40,950	23,761	27,300	3,539
6429 · Building Lease Purchase	33,455	33,455	33,455	(0)
6430 · Tax Assessor/Appraisal Fees	18,000	14,167	18,000	3,833
6432 · Telephone Expense	15,000	13,861	12,000	(1,861)
6160 · Utilities	228,000	208,154	200,000	(8,154)
6410 · Bank Service Charges	114,000	109,194	108,000	(1,194)
6411 · Travel Expense	20,000	13,336	10,000	(3,336)
6390 · SB 622 Publication Expense	1,000	1,000	1,000	-
6421 · Legal Notices & Other Publi.	1,000	1,000	1,000	-
6434 · Cleaning Expense	20,000	22,173	35,000	12,827

Approved

FY-2026

Budget

	Approved			
	Budget 2026	Projection 2025	Budget 2025	\$ Over Budget
6433 · Records Retention Policy Co	1,000	1,000	1,000	-
6435 · Website Expense	35,000	67,579	20,000	(47,579)
6570 · Seminar Expense	30,000	21,921	30,000	8,079
6423 · Miscellaneous Expenses	20,000	32,609	50,000	17,391
6355 · Dues & Subscriptions	12,750	37,563	37,140	(423)
6416 · Election Expense	10,000	-	-	-
6452 · Facilities Maintenance	80,000	79,507	42,000	(37,507)
6510 · Marketing & Advertising	42,500	-	-	-
6520 · Overtime	25,000	-	-	-
6530 · Contingency - Expense	12,000	15,000	15,000	-
Total ADMINISTRATIVE EXPENSES	1,206,415	1,120,709	1,075,543	(45,166)
PROFESSIONAL				
6319 · Financial Advisor Fees	600	548	600	52
6312 · Legal Fees	240,000	243,345	210,000	(33,345)
6314 · Engineering Fees	150,000	121,940	150,000	28,060
6311 · Accounting Fees	90,000	84,663	90,000	5,337
6313 · Auditing Fees	25,000	23,750	24,000	250
6317 · Other Professional Expenses	135,000	43,741	40,000	(3,741)
Total PROFESSIONAL	640,600	517,987	514,600	3,387
DEBT SERVICE				
7205 · LSRWA - TWBD Debt Service	625,440	828,628	625,440	(203,188)
7206 · LSRWA - TWBD Debt Interest	-	-	-	-
7210 · LSRWA - Bond Principal	110,000	-	110,000	110,000
7220 · LSRWA - Bond Interest	93,188	-	93,188	93,188
7000 · Debt Sinking Fund	-	-	-	-
Total DEBT SERVICE	828,628	828,628	828,628	-
Total DISTRICT	2,675,643	2,467,324	2,418,771	(48,553)
OPERATIONS				
WATER SERVICE				
6131 · Purchase Groundwater	232,827	157,027	208,609	51,582
6134 · Purchase Water LSRWA-Volume	961,020	874,633	893,429	18,796
6135 · Purchase Water LSRWA-O&M	358,830	257,990	271,450	13,460
6318 · LSRWA- Membership Donation	25,000	25,000	25,000	-
6133 · Maintenance and Repairs	400,000	404,992	350,000	(54,992)
6136 · Meter Purchases	100,000	150,848	150,000	(848)
Total WATER SERVICE	2,077,677	1,870,490	1,898,488	27,998
WASTEWATER SERVICE				
6231 · Purchase Wastewater - Jarrell	2,252,488	2,167,928	2,252,488	84,560
6233 · Maintenance and repairs	200,000	196,358	180,000	(16,358)
6405 · Strategic Partnership Agmt-COJ	12,500	12,500	12,500	-
Total WASTEWATER SERVICE	2,464,988	2,376,786	2,444,988	68,202
OTHER OPERATING EXPENSES				
6107 · Operations - CUS	792,480	679,630	688,000	8,370
6500 · Wages - Maintenance Staff	195,520	132,863	118,560	(14,303)
6449 · Payroll Taxes - Maint	14,957	10,430	9,070	(1,360)
6461 · Employee Benefits - Maint	24,476	19,472	20,628	1,156
6104 · Customer Service Inspections	135,000	114,118	135,000	20,882
6106 · Lead & Copper	3,000	7,420	15,000	7,580
6417 · Inspection Expense - Operator	45,000	46,675	45,000	(1,675)
6413 · Garbage Expense - Clawson	1,045,131	978,323	999,150	20,827
6580 · Drainage Maintenance	250,000	52,083	125,000	72,917
6380 · Permit / Licenses Expense	22,000	22,000	22,000	-
6109 · Uniforms	24,500	20,616	20,260	(356)
6418 · Insurance & Surety Bond	70,000	57,739	50,000	(7,739)
6420 · Laboratory Expense	15,000	13,798	15,000	1,202
6406 · Erosion Control Inspection	31,500	29,300	30,000	700
6103 · Vehicle Maintenance	15,000	-	-	-
6102 · General Maintenance	50,000	37,122	50,000	12,878
Total OTHER OPERATING EXPENSES	2,733,564	2,221,589	2,342,668	121,079
CAPITAL OUTLAY - OPERATIONS				
7114 · Capital Outlay (EST)	-	819,150	819,150	-
7111 · Capital Outlay (WTP No 1 - Eng)	-	65,000	65,000	-
7116 · Capital Outlay - Well Improvements	30,000	715,000	715,000	-
7119 · Capital Outlay - Well Meters	-	250,000	250,000	-
7118 · Capital Outlay - Sampling Sites	-	85,000	85,000	-

Approved

FY-2026

Budget

	Approved			
	Budget 2026	Projection 2025	Budget 2025	\$ Over Budget
7120 · Capital Outlay - Well 1 Pump	100,000	-	-	-
7121 · Capital Outlay - Generatro Well 2	350,000	-	-	-
7117 · Cap Outlay 12" WL Realignment	165,000	165,000	165,000	-
Total CAPITAL OUTLAY - OPERATIONS	645,000	2,099,150	2,099,150	-
Total OPERATIONS	7,921,229	8,568,015	8,785,294	217,279
PARK & RECREATION EXPENSES				
AQUATICS				
6462 · Aquatics Wages	260,000	186,344	244,320	57,976
6439 · Aquatics Wages - Seasonal	275,000	222,465	220,000	(2,465)
6447 · Additional Pool Needs	60,000	62,992	30,000	(32,992)
6446 · Pool Chemicals	110,000	92,633	92,500	(133)
6445 · Pool Maintenance	80,000	31,698	30,000	(1,698)
6449 · Payroll Taxes - Pools	40,928	22,150	35,520	13,370
6461 · Employee Benefits - Pools	40,900	22,775	40,116	17,341
6440 · Aquatic Contract Labor	25,000	-	-	-
6451 · Pool Insurance	10,000	10,000	10,000	-
Total AQUATICS	901,828	651,057	702,456	51,399
PARK FACILITIES				
6424 · Fuel - Mowing	20,000	16,992	30,000	13,008
6485 · Water - Irrigation	6,000	2,500	6,000	3,500
6448 · Utilities - Park & Pool	60,000	48,014	30,000	(18,014)
6453 · Park Maintenance - Landscaping	650,000	617,623	650,000	32,377
6440 · Park Maintenance - Supplies	75,000	120,430	175,000	54,570
6457 · Park Maintenance - Other	50,000	159,904	150,000	(9,904)
6454 · Irrigation Repairs	12,000	17,895	40,000	22,105
6458 · Park Contract Labor	-	50,642	121,540	70,898
Total PARK FACILITIES	873,000	1,034,000	1,202,540	168,540
RECREATION				
6459 · Wages - Recreation	206,360	192,545	266,360	73,815
6460 · Wages - Recreation Seasonal	50,000	125,000	125,000	-
6449 · Payroll Taxes - Recreation	29,939	18,999	29,939	10,940
6461 · Employee Benefits - Recreation	47,818	28,974	47,818	18,844
6462 · Supplies & Equipment	10,000	-	-	-
6463 · Programs	20,000	-	-	-
6464 · Special Events	75,000	-	-	-
6465 · Athletics	75,000	-	-	-
6460 · Events	-	78,709	100,000	21,291
Total RECREATION	514,117	444,227	569,117	124,890
CAPITAL OUTLAY - PARK & REC				
7120 · Capital Outlay - Park	-	-	-	-
7125 · Capital Outlay-Pool Renovations	145,690	415,000	415,000	-
7126 · Capital Outlay - Clubhouse Reno	-	-	-	-
7130 · Capital Outlay - Trails	30,000	25,000	25,000	-
7140 · Cap Outlay - Maint Shop	200,000	150,000	150,000	-
7142 · Cap Outlay - Vehicles/Trailer	-	103,000	103,000	-
7143 · Cap Outlay - Office Equipment	25,000	50,000	50,000	-
7141 · Cap Outlay - District Office	75,000	100,000	100,000	-
Total CAPITAL OUTLAY - PARK & REC	475,690	843,000	843,000	-
Total PARK & RECREATION EXPENSES	2,764,635	2,972,284	3,317,113	344,829
Total Expenditures	13,361,507	14,007,623	14,521,178	513,555
Surplus/Deficit	656,936	646,270	(481,536)	1,127,806