

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 October 1, 2022 through September 30, 2023; 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. The Secretary of the Board of Directors is directed to file a copy of this Resolution Adopting Budget in the official records of the District.

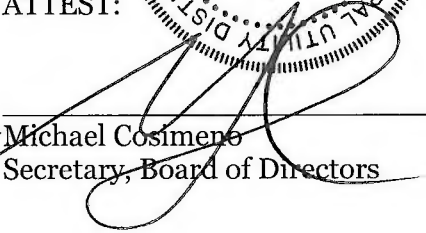
Section 3. This Resolution may be executed in multiple counterparts, each of which will be deemed an original and all of which together will constitute one and the same instrument. A facsimile or other electronic copy of a signature, and a counterpart transmitted electronically (*e.g.*, by fax, email, text, or similar means), will be deemed to be, and will have the same force and effect as, an original signature for all purposes.

ADOPTED this 12th day of September, 2022.

(SEAL)

ATTEST:





Michael Cosimene
Secretary, Board of Directors



Camy Reynolds
President, Board of Directors

EXHIBIT "A"

Sonterra Municipal Utility District Approved Operating Budget FY-2023

	FY 2022		Total FY 2023
	Projected	Budget	
Income			
14110 · Revenues - Water			
14111 · Irrigation	26,036	15,000	18,000
14112 · Reconnect Fees	-	-	-
14113 · Water service fees (Son)	2,909,484	2,666,710	2,963,180
14113 · Water service fees (CW)	310,509	150,975	366,990
14115 · Water Impact Fees (Son)	1,967,000	1,137,500	-
14115 · Water Impact Fees (CW)	2,824,500	1,487,500	-
14114 · Water Tap Connection Fees (Son)	463,095	354,250	218,000
14114 · Water Tap Connection Fees (CW)	484,580	463,250	327,000
Total 14110 · Revenues - Water	8,985,204	6,275,185	3,893,170
14211 · Wastewater service fees (Son)	1,906,675	1,790,346	2,045,568
14212 · Wastewater service fees (CW)	170,407	108,702	223,582
14310 · Revenue - Taxes			
14320 · Property Tax	908,198	896,140	1,185,107
Total 14310 · Revenue - Taxes	908,198	896,140	1,185,107
14220 · Inspection Fees (Sonterra)	202,105	97,500	60,000
14221 · Inspection Fees (CW)	228,658	127,500	90,000
14240 · Meters (Sonterra)	76,372	-	50,000
14245 · Meters (CW)	87,890	-	75,000
14370 · Interest Earned on Temp. Invest	23,708	4,800	72,000
14380 · Interest Earned on Checking	-	100	100
14511 · Account set-up/transfer fees	69,899	54,000	54,000
14514 · Miscellaneous Income	477	400	400
14515 · Penalties & int on service acct	102,226	90,000	90,000
14520 · Payment in Lieu of Taxes	15,426	15,426	15,426
14640 · Office Facility Sublease	9,204	4,200	14,208
14655 · Eastwood Tract Reservation Fees	351,284	351,284	369,334
14655 · Cool Water MUD Reservation Fees	317,208	317,208	334,120
Total 14510 · Revenues - Other	1,484,457	1,062,418	1,224,588
14600 · Revenues - Parks & Pool			
14660 · Parks & Rec Income (\$24/connect)	1,052,387	1,043,088	1,026,984
14662 · Pool Concessions	24,678	3,000	3,000
14665 · Park Dedication Income	139,800	97,500	60,000
14670 · Mowing/Landscaping Income	2,000	3,600	3,600
Total 14600 · Revenues - Parks & Pool	1,218,865	1,147,188	1,093,584
Total Income	14,503,399	11,279,979	9,665,598
Gross Profit	14,503,399	11,279,979	9,665,598
Expense			
16101 · Management and Operations			
16104 · Customer Service Inspections	218,285	225,000	150,000
16105 · Operations Management	116,190	120,000	120,000
16107 · Operations	526,465	600,528	610,162
Total 16101 · Management and Operations	860,940	945,528	880,162
16131 · Purchase Groundwater	124,695	151,859	197,417
16133 · Maintenance and Repairs	236,986	168,000	246,093
16136 · Meter Purchases	572,221	587,500	285,000
16134 · Purchase Water LSRWA (Volume)	490,415	563,703	637,000
16135 · Purchase Water LSRWA (O&M)	248,376	248,376	248,376
Total 16130 · Water Service Expenses	1,672,693	1,719,438	1,613,885
16231 · Purchase Wastewater - Jarrell	1,675,857	1,577,838	2,093,295
16233 · Maintenance and Repairs	153,304	120,000	156,000
Total 16230 · Wastewater Service Expenses	1,829,161	1,697,838	2,249,295
16310 · Professional Fees			
16311 · Bookkeeping Fees	61,750	64,500	73,000
16312 · Legal Fees	108,347	138,000	138,000
16313 · Auditing Fees	20,250	18,500	21,000
16314 · Engineering Fees	144,196	140,400	150,000
16317 · Other Professional Expenses	26,414	40,000	40,000
16318 · LSRWA- Membership Donation	25,000	20,000	50,000
Total 16310 · Professional Fees	385,957	421,400	472,000
16380 · Permit Expense	5,591	6,000	6,000
16390 · SB 622 Publication Expense	1,000	1,000	1,000
16405 · Strategic Partnership Agreement	12,500	12,500	12,500
16410 · Bank Service Charges	11,943	8,400	14,400
16411 · Travel Expense	975	3,900	3,900
16413 · Garbage Expense - Clawson	707,775	708,360	783,690
16415 · Directors Fees	11,250	16,800	16,800
16416 · Election Expense	2,327	-	-
16417 · Inspection Expense - Operator	133,990	139,500	93,000
16418 · Insurance & Surety Bond	21,500	28,200	28,200
16420 · Laboratory Expense	9,405	18,000	18,000

**Sonterra Municipal Utility District
Approved Operating Budget FY-2023**

	FY 2022		Total
	Projected	Budget	FY 2023
16421 · Legal Notices & Other Publi.	2,410	2,000	2,000
16423 · Miscellaneous Expenses	4,913	9,000	9,000
16426 · Postage and Delivery	-	-	-
16427 · Facility Maintenance	12,596	-	-
16429 · Building Lease Purchase	33,455	33,456	33,456
16430 · Tax Assessor/Appraisal Fees	10,790	28,000	28,000
16432 · Telephone Expense	9,198	12,000	12,000
16433 · Utilities	148,124	150,000	156,000
16434 · Cleaning Expense	3,450	2,400	3,600
16435 · Website Expense	10,289	4,200	12,000
16454 · Restrictive Covenant Enforcement	246,990	219,800	259,810
16500 · MUD Facilities Contract Labor	15,000	60,000	60,000
16499 · Payroll Taxes	6,480	5,400	7,200
16530 · Contingency - Expense	-	-	-
16570 · Seminar Expense	-	4,000	4,000
16571 · Patrol Services	87,457	72,000	90,000
Total 16400 · Other Operating Expenses	1,509,408	1,544,916	1,654,556
16500 · Park & Pool Expenses	-	-	-
16424 · Fuel - Mowing	4,769	6,000	6,000
16436 · HOA Facility Lease Payment	32,564	32,568	32,568
16439 · Lifeguard Payroll Expense	82,000	100,000	150,000
16440 · Park Maintenance	52,024	48,000	48,000
16445 · Pool Maintenance	32,345	36,000	50,000
16446 · Pool Chemicals	20,480	26,000	40,000
16447 · Other Pool Expenses	22,095	9,000	20,000
16448 · Utilities - Park & Pool	9,097	8,400	8,400
16449 · Payroll Taxes - Park & Pool	18,094	16,000	22,000
16451 · Pool Insurance	-	6,000	6,000
16453 · Monthly Park Maint-Landscaping	192,720	192,720	192,720
16454 · Irrigation Repairs	107,925	108,000	108,000
16459 · Pond Maintenance	-	-	50,000
16452 · Park Maintenance	163,096	69,000	165,000
16453 · Park Contract Labor	109,480	96,000	114,000
16454 · Park Manager (Burdened)	-	78,000	108,000
16455 · Park/Pool Staff (Burdened)	-	-	216,000
16501 · Pool/Club Contract Labor	9,427	37,200	37,200
16502 · Employee Truck Reimbursement	1,650	3,600	3,600
17120 · Capital Outlay - Park	350,000	350,000	350,000
Total 16500 · Park & Pool Expenses	1,207,766	1,222,488	1,727,488
17110 · Capital Outlay (WTP No. 1-Eng)	111,800	112,000	44,800
17110 · Capital Outlay (EST)	-	-	2,200,000
17111 · Capital Outlay (Easements)	42,275	-	-
Debt Sinking Fund	4,791,500	2,687,778	97,740
17205 · LSRWA - TWBD Debt Service	402,326	402,326	402,326
17210 · LSRWA - Bond Principal	100,000	100,000	100,000
17220 · LSRWA - Bond Interest	103,388	103,388	103,388
Total Expense	13,017,214	10,957,100	11,545,640
Net Income	1,486,185	322,879	(1,880,042)

Assumptions:

Assessed Value: \$1,040,936,775

DSF Tax Rate: \$.600

M&O Tax Rate: \$.115

Total Tax Rate: \$.715

New Starts: 200 Sonterra

New Starts: 300 Cool Water