

AGENDA
TRAIL OF THE LAKES MUNICIPAL UTILITY DISTRICT

Notice is hereby given pursuant to V.T.C.A. Government Code, Chapter 551 that the Board of Directors of Trail of the Lakes Municipal Utility District will meet in regular session, open to the public, at **12:00 p.m. on Monday, September 28, 2026**, at 9 Greenway Plaza, Suite 1000, Houston, Texas 77046, a designated meeting location outside the Boundaries of the District. However, those unable to attend in person may join the meeting at: <https://us06web.zoom.us/j/82513783295>. The following items will be considered and acted on:

1. Consideration of Public Comments.*
2. Consideration of comments from the Property Owners Association/Homeowners Association representatives.*
3. Approve minutes from the meeting of August 24, 2026.
4. Hear Security Report and consider taking action thereon, including:
5. Hear Auditor's Report and consider taking action thereon, including:
 - a. engage Auditor to prepare audit for fiscal year ending September 30, 2026.
6. Adopt Resolution Declaring Development Status of District.
7. Hear Financial Advisor's Report and take action thereon, including:
 - a. receive 2026 tax rate recommendation; and
 - b. call public hearing on proposed 2026 Tax Rate and authorize publication on Notice of Hearing.
8. Hear Tax Assessor/Collector's Report, and consider taking action thereon, including:
 - a. authorize payment of bills from the tax account; and
 - b. review Delinquent Tax Attorney's Report.
9. Hear District Communications Report and consider taking action thereon.
10. Hear Solid Waste and Recycling Report and consider taking action thereon.
11. Hear Bookkeeper's Report, and consider taking action thereon, including:
 - a. approve payment of bills and issuance of checks; and
 - b. adopt budget for fiscal year ending September 30, 2027.
12. Hear Operator's Report, and consider taking action thereon, including:
 - a. authorization of termination of water and sewer service to delinquent accounts;
 - b. authorize Operator to make necessary repairs to water and sanitary sewer system; and
 - c. status of miscellaneous operational and customer matters.
13. Hear Engineer's Report, and consider taking action thereon, including:
 - a. authorize District Engineer to design District projects;
 - b. approve plans and specifications of District facilities;
 - c. authorize District Engineer to advertise for bids for District projects;
 - d. approve report, pay estimates or revised pay estimates, and change orders for construction projects in progress in the District;
 - e. authorize construction contracts and related items; and
 - f. approve deeds or easements.
14. Hear Double Oak Maintenance Report and consider taking action thereon.
15. Hear Transcend Groundworks Report and consider taking action thereon.
16. Consider bids for landscaping and detention pond services and take any action necessary
17. Hear District Recreational Facilities Management Report, and consider taking action thereon, including:
 - a. status of improvement, repair, and maintenance projects;
 - b. discuss 2026 National Night Out; and
 - c. discuss holiday events at dog park.
18. Hear Attorney's Report and consider taking action thereon.

Pursuant to V.T.C.A. Government Code, Chapter 551, as amended, the Board of Directors may convene in closed session to receive advice from legal counsel and discuss matters relating to pending or contemplated litigation,

personnel matters, real estate transactions, gifts and donations, security devices and/or economic development negotiations. Persons with disabilities who plan to attend this meeting and would like to request auxiliary aids or services are requested to contact the District's attorney at (713) 651-0111 at least three business days prior to the meeting so that appropriate arrangements can be made.

**The Board of Directors has adopted a public comment policy and has limited public comments to three minutes for each commenter or five minutes per subject, whichever is less.*

If attending in person, indicate a desire to address the Board on the sign-in sheets. If attending virtually, use the "raise hand" function to indicate the desire to address the Board. Those present via telephone (+ 1 346 248 7799, Meeting ID: 825 1378 3295) shall indicate their desire to address the Board when called upon.

EXECUTED this 21st day of September, 2026.



TRAIL OF THE LAKES
MUNICIPAL UTILITY DISTRICT

By: 
Hicham Chiali
Coats Rose, P.C.
Attorney for the District

TRAIL OF THE LAKES MUD

PROPOSED Budget for Year Ending September 30, 2027

OPERATING	ADOPTED 9/30/2026	11 Actual	Projected at year end	PROPOSED 9/30/2027
Water Revenue	933,000	865,064	943,706	943,800
Sewer Revenue	1,332,000	1,217,916	1,328,636	1,328,600
Penalty & Interest	87,000	83,376	90,955	91,000
Reconnect/Disconnect	29,000	29,422	32,096	32,000
Inspection Fees	14,800	8,121	8,859	8,900
SPA sales tax revenue	142,000	116,981	127,616	142,000
Maintenance tax	2,339,524	2,446,426	2,446,426	2,339,524
Security Services-Constables	230,000	211,874	231,135	230,000
Back Charges	500	0	0	500
Harris County Flood Control	0	9,942	9,942	9,942
Miscellaneous	0	0	0	0
TOTAL REVENUE	5,107,824	4,989,122	5,219,373	5,126,266

Operator	271,047	252,745	275,722	275,722
Share: Jt. WWTP Exp	492,794	350,926	382,828	483,694
Maintenance: Water Plant	188,000	66,891	72,972	73,000
Maintenance: General	255,000	270,591	295,190	295,200
Meter Replacement	10,000	0	0	10,000
Utilities: Water Plant	124,000	95,406	104,080	105,000
Chemicals	55,000	52,619	57,402	57,500
Lab Fees	7,000	14,291	15,591	15,600
Director Per Diems	36,000	36,025	39,300	36,000
Director WH/SS	2,754	1,632	1,781	2,754
Legal Fees	115,000	85,298	93,052	115,000
Audit Fee	27,700	27,400	27,400	27,400
Engineering Fees	65,000	81,988	89,441	65,000
Bookkeeping	27,600	20,765	22,653	40,200
Election Expense	0	0	0	0
Publication Legal Notice	5,000	0	0	5,000
Garbage Expense	721,336	679,122	740,860	739,464
Permit Fees	6,600	0	0	6,600
TCEQ fees	17,886	18,902	18,902	18,900
Office Expense	82,000	64,799	70,690	70,700
Travel/Dues/Registration	17,500	16,734	18,255	17,500
Insurance	41,248	103,781	103,781	41,248
Membership Fees	750	0	0	750
Security Related Exp	40,000	25,000	27,273	28,000
Security Services-Constables	694,956	640,007	698,189	704,076
Communication	45,000	12,674	13,826	15,000
Stormwater Quality	55,000	29,525	32,209	55,000
Detention Ponds Park/Maint.	144,300	134,677	146,920	144,300
Landscape Maintenance	235,000	212,957	232,317	235,000
Park Management	48,120	44,197	48,215	48,120
Badger Meter	35,000	18,258	19,918	35,000
Miscellaneous	30,000	81,968	89,419	30,000
TOTAL EXPENSES	3,896,591	3,439,179	3,738,188	3,796,728
<i>Net Operating Income</i>	<i>1,211,233</i>	<i>1,549,943</i>	<i>1,481,185</i>	<i>1,329,538</i>

NON OPERATING	ADOPTED FYE 2026	Actual	Projected	PROPOSED FYE 2027
Tap Connection Fees	1,000	52,700	57,491	1,000
Sewer Inspections	1,500	0	0	1,500
Facility/Bldr Inspections	1,900	0	0	1,900
Customer Service Insp.	1,000	0	0	1,000
Recycle Bin Revenue	8,000	2,390	2,607	2,600
WHCRWA Revenue	1,131,000	1,081,067	1,179,346	1,179,346
Interest Income	170,821	204,570	223,168	170,821
TOTAL REVENUE	1,315,221	1,340,728	1,462,612	1,358,167
Tap Expense	7,000	52,700	57,491	7,000
Sewer Inspection Fees	3,000	0	0	3,000
Facility Inspections	20,000	17,804	19,423	20,000
Customer Service Insp.	1,500	0	0	1,500
Recycle Bin Expense	3,500	4,735	5,166	3,500
WHCRWA	1,452,100	1,035,291	1,129,408	1,129,400
TOTAL EXPENSES	1,487,100	1,110,531	1,211,488	1,164,400
<i>Net Non-Operating Income</i>	<i>-171,879</i>	<i>230,197</i>	<i>251,124</i>	<i>193,767</i>

Net Income	1,039,354	1,780,140	1,732,309	1,523,305
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TRAIL OF THE LAKES MUD JOINT WWTP
PROPOSED Budget for Fiscal Year ending September 30, 2027

	BUDGET	ACTUAL	Projected Actual at year end	PROPOSED BUDGET
	9/30/2026	11		9/30/2027
Trail of the Lakes MUD	492,794	350,926	382,828	483,694
Harris Co, MUD #290	454,887	325,628	355,230	446,487
Interest	0	0	0	0
Total Income	947,681	676,553	738,058	930,181
Operator (base fee)	85,500	82,035	89,492	89,500
Bookkeeping	7,000	6,903	7,530	12,000
Legal Fees	3,000	0	0	3,000
Engineering	10,000	0	0	10,000
Audit Fees	3,500	3,800	3,800	3,800
Insurance	30,235	0	0	45,081
Permits + Renewal	22,300	0	0	22,300
Lab Fees	26,000	19,501	21,274	21,200
Office Expenses	800	464	506	500
Total Fixed Expenses	188,335	112,702	122,603	207,381
Chemicals	160,000	150,341	164,008	164,000
Sludge Disposal	175,000	296,426	323,374	133,000
Electrical	110,000	99,500	108,545	108,600
Other Utilities	5,000	123	134	500
Repairs & Maintenance	250,000	289,393	315,702	315,700
Security Related Expense	10,000	709	773	1,000
Total Variable Expenses	710,000	836,492	912,536	722,800
Total Expenses	898,335	949,194	1,035,139	930,181
Net Income	49,346	-272,641	-297,081	0

TRAIL OF THE LAKES
TAXPAYER IMPACT STATEMENT

	Current Budget Fiscal Year Ending SEP 2026**	Proposed Budget Fiscal Year Ending SEP 2027**	No-New-Revenue Tax Rate Budget***
Estimated District Operations and Maintenance Tax Bill on Average Homestead*	\$805.85	\$824.80	\$805.85

*The District levies taxes in accordance with the Texas Water Code. The District's current operations and maintenance tax rate is equal to \$0.60 per \$100 of assessed value. Average homestead values are determined by the county appraisal district.

All estimates above were prepared utilizing the average resident homestead value as of the time that the District's most recent Truth in Taxation worksheet was prepared in accordance with the Texas Water Code.

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

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