

RESOLUTION ADOPTING AMENDED OPERATIONS BUDGET

THE STATE OF TEXAS

§

COUNTY OF HAYS

§

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF HAYS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1 THAT:

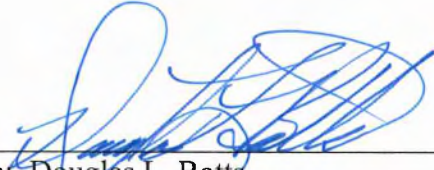
WHEREAS, the Board of Directors of Hays County Water Control and Improvement District No. 1 (the "District") has reviewed the amended operating and maintenance expenses and revenues for the district for the period of October 1, 2022 through September 30, 2023 and desires to adopt an amended operations budget consistent therewith;

NOW THEREFORE KNOW ALL MEN BY THESE PRESENTS;

Section 1. That the Amended Operations Budget attached hereto as Exhibit "A" is hereby adopted.

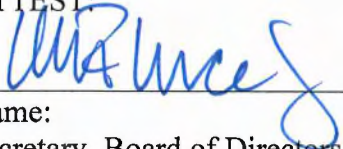
Section 2. That the Secretary of the Board of Directors is hereby directed to file a copy of this Resolution Adopting the Amended Operations Budget in the official records of the District.

ADOPTED this 8<sup>th</sup> day of June, 2023.



Name: Douglas L. Botts  
President, Board of Directors

ATTEST:



Name:  
Secretary, Board of Directors

[DISTRICT SEAL]

Exhibit "A"

(final adopted operating budget to be attached)

**Hays County WCID No. 1**  
**Approved Budget Amendment**  
**Analysis of Proposed Adjustments**  
**Fiscal Year 2023**

	<u>Revenues</u>	<u>Expenses</u>	<u>Surplus/ (Deficit)</u>
<b>Adopted Budget</b>	<b>4,385,999</b>	<b>4,242,702</b>	<b>143,297</b>
Proposed Adjustments:			
Interest Income Adjustment	192,000	-	
Property Tax Adjustment	65,571	-	
Rental income	(13,750)	-	
Basic Services Adjustment	(12,000)	-	
Crampton Cove	-	148,000	
WTCPUA Base Fee Adj	-	(41,701)	
Drip Field Cleanup - Joint	-	110,000	
Pipe Liner - Joint	-	800,000	
Membrane Maintenance Adj - Joint	-	(140,000)	
Operations Fees Adjustment - Joint	-	(168,650)	
Hays 2 Joint Allocation	-	(280,583)	
Hays 1 Operations Fees	-	(76,790)	
Hays 1 Cleanup	-	50,000	
Pecan Park Pond	-	10,000	
Trinity Park Canopy	-	(60,000)	
Park Master Plan	-	(25,000)	
Lift Station 1 Generator	-	-	
Capital Outlay Adjustment	-	(125,000)	
Legal Fees	-	20,220	
Debt Service Transfer	(100,000)	-	
<b>Total</b>	<b>131,821</b>	<b>220,497</b>	<b>(88,676)</b>
<b>Proposed Amended Budget</b>	<b><u>4,517,820</u></b>	<b><u>4,463,199</u></b>	<b><u>54,621</u></b>

**Hays County WCID #1 - Operating**  
**Approved Amended Budget**  
**October 1, 2022 - September 30, 2023**

June 8, 2023

	Approved Budget FY2023	Budget Variance FY2023	Amended Budget FY2023
<b>Water Related Income</b>			
4000 - Water Service Fees	798,734	(0)	798,734
4002 - PUA Rate Surcharge	0	0	0
4300 - Water Tap Fee	0	0	0
<b>Total Water Related Income</b>	<b>798,734</b>	<b>(0)</b>	<b>798,734</b>
<b>Water Related Expense</b>			
6000 - PUA Bulk Water Purchases	304,701	(0)	304,701
6001 - LCRA Raw Water Purchase	97,410	0	97,410
6010 - Water Base Fee PUA	233,737	41,701	192,036
6980 - Distribution Maint	180,500	(148,000)	328,500
6985 - AMI Meters	3,500	0	3,500
7020 - Laboratory - Water	0	0	0
8650 - TCEQ Fees	2,500	0	2,500
<b>Total Water Related Expense</b>	<b>822,348</b>	<b>(106,299)</b>	<b>928,647</b>
<b>Net Water Related</b>	<b>(23,614)</b>	<b>(106,299)</b>	<b>(129,913)</b>
<b>Sewer Related Income</b>			
4100 - Wastewater Services Fees	280,729	(0)	280,729
4205 - Reclaimed Revenue	22,500	0	22,500
4400 - Wastewater Tap Fee	0	0	0
<b>Total Sewer Related Income</b>	<b>303,229</b>	<b>(0)</b>	<b>303,229</b>
<b>Sewer Related Expense</b>			
6100 - Electricity	28,563	0	28,563
6105 - Gas	600	0	600
6120 - Mowing Lift Stations	6,000	0	6,000
6150 - Telephone	2,907	(0)	2,907
6980 - Operator Maintenance		0	
Collection System Maintenance	67,000	0	67,000
Lift Station Maintenance	95,000	60,000	35,000
6981 - Joint Expenses		0	
Base Fee Operations	703,815	168,650	535,165
WWTP Maintenance	681,000	140,000	541,000
Drip & Reuse Maint	35,000	(910,000)	945,000
Membrane Expense	0	0	0
Capital Outlay - Blowers/Sludge Box	0	0	0
Electricity - Sewer Plant	77,679	0	77,679
Telephone	7,350	0	7,350
Website	3,000	0	3,000
Joint Engineering Fees	20,000	0	20,000
Joint Engineering Fees-Special	35,000	0	35,000
Joint Accounting Fees	25,800	0	25,800
Sewer Plant Mowing	5,000	0	5,000
Drip Field Mowing	45,000	0	45,000
210 Inspections & Repairs	145,000	0	145,000

**Hays County WCID #1 - Operating**  
**Approved Amended Budget**  
**October 1, 2022 - September 30, 2023**

June 8, 2023

	Approved Budget FY2023	Budget Variance FY2023	Amended Budget FY2023
Security System Monitoring	420	0	420
Security Patrols	12,000	0	12,000
WWTP Trash Service	5,000	0	5,000
WWTP Insurance	17,000	0	17,000
WWTP TCEQ Fees	3,000	0	3,000
Hays 2 Participation	(934,479)	280,583	(1,215,062)
<b>Total Sewer Related Expense</b>	<b>1,086,655</b>	<b>(260,767)</b>	<b>1,347,422</b>
<b>Net Sewer Related</b>	<b>(783,426)</b>	<b>(260,767)</b>	<b>(1,044,193)</b>
<b>Basic Services Related Income</b>			
4415 - Basic Services	1,299,300	(12,000)	1,287,300
	1,299,300	(12,000)	1,287,300
<b>Basic Services Related Expense</b>			
6110 - Trash Services	246,473	0	246,473
6111 - Trash Services Commercial	141,153	(0)	141,153
	387,626	(0)	387,626
<b>Net Basic Services Related</b>	<b>911,674</b>	<b>(12,000)</b>	<b>899,674</b>
<b>Overhead Related Income</b>			
4200 - Application & Transfer Fees	900	0	900
4210 - Security Services Revenue	39,228	0	39,228
4215 - Office Rental	42,000	(13,750)	28,250
4216 - Building Rental Revenue	9,000	0	9,000
4250 - Penalties - Customers	16,800	0	16,800
4260 - Penalties - Bullder Fines	0	0	0
4300 - Water Tap Fee	0	0	0
4400 - Wastewater Tap Fee	0	0	0
4450 - Connection Fee	0	0	0
4500 - Tap Inspection Fees	0	0	0
4600 - Customer Service Inspection Fee	0	0	0
4700 - Park Fees	0	0	0
4770 - Commercial Sales Tax Revenue (SPA)	56,000	0	56,000
4800 - Property Taxes	1,769,308	65,571	1,834,879
4850 - Property Tax Penalties/Interest	2,500	0	2,500
4900 - Interest Income	48,000	192,000	240,000
4960 - Miscellaneous Income	1,000	0	1,000
4995 - Transfer In/(out)	0	(100,000)	(100,000)
<b>Total Overhead Related Income</b>	<b>1,984,736</b>	<b>143,821</b>	<b>2,128,557</b>
<b>Overhead Related Expenses</b>			
6090 - Commercial Insp & Taps	0	0	0
6101 - Electricity - Street Lights	13,261	(0)	13,261
6115 - Security Services	36,000	0	36,000
6560 - Payroll Expenses	2,880	0	2,880
6751 - Director Fees	36,000	0	36,000

**Hays County WCID #1 - Operating**  
**Approved Amended Budget**  
**October 1, 2022 - September 30, 2023**

June 8, 2023

	Approved Budget FY2023	Budget Variance FY2023	Amended Budget FY2023
6752 · Director's Expense	15,000	0	15,000
6851 · Legal Notices	2,040	(0)	2,040
6800 · Legal Expenses		0	
General Legal Fees	127,200	0	127,200
Legal Fees - Barrett	21,384	0	21,384
Legal Project	16,800	(20,220)	37,020
Paralegal	65,315	0	65,315
6900 · Engineering Expense		0	
General Engineering Fees	80,000	0	80,000
6975 · Base Fee Operations	385,533	76,790	308,744
6980 · Operator Maintenance		0	
Lighting Maintenance	1,000	0	1,000
Detention Pond Maint	111,300	(10,000)	121,300
Park Maintenance	127,000	(25,000)	152,000
6995 · Wet Pond Maintenance	12,000	0	12,000
7002 · Pavement Repairs	20,000	0	20,000
7003 · Belterra Centre Expense		0	
Electricity	3,060	(0)	3,060
Gas	2,400	0	2,400
Janitorial Services	3,000	0	3,000
Maintenance & Repairs	26,000	0	26,000
Security Services	4,000	0	4,000
Telephone & Internet	6,000	0	6,000
7100 · Audit Fees	19,000	0	19,000
7150 · Financial Advisor Fees	3,500	0	3,500
7150 · Accounting Fees	46,000	0	46,000
7160 · Arbitrage Compliance Fees	0	0	0
7375 · Tax Collector/Appraisal Fees	11,000	0	11,000
7550 · Common Area Landscape	390,000	0	390,000
7551 · Other Landscape Maintenance	30,000	0	30,000
7552 · Planting Wildflowers	5,000	0	5,000
7600 · Insurance	11,000	0	11,000
7875 · Election Expense	0	0	0
7881 · Website	3,000	0	3,000
7885 · Membership Dues	2,000	0	2,000
8050 · Miscellaneous Expense	2,400	0	2,400
8060 · Bank Service Charges	6,000	0	6,000
9000 · Capital Expenditures	300,000	125,000	175,000
<b>Total Overhead Related Expenses</b>	<b>1,946,073</b>	<b>146,569</b>	<b>1,799,504</b>
<b>Net Overhead Related</b>	<b>38,663</b>	<b>290,390</b>	<b>329,053</b>
<b>Total Revenues</b>	<b>4,385,999</b>	<b>131,821</b>	<b>4,517,820</b>
<b>Total Expenses</b>	<b>4,242,702</b>	<b>(220,497)</b>	<b>4,463,199</b>
<b>Net Income / Loss</b>	<b>143,297</b>	<b>(88,676)</b>	<b>54,621</b>

**Hays County WCID #1 - Operating**  
**Approved Amended Budget**  
**October 1, 2022 - September 30, 2023**

June 8, 2023

	Approved Budget FY2023	Budget Variance FY2023	Amended Budget FY2023
9/30/22 Audited Fund Balance	\$6,996,650		\$6,996,650
Other	\$0		\$0
Net Income / Loss	\$143,297		\$54,621
Projected Fund Balance	<u>\$7,139,947</u>		<u>\$7,051,271</u>
<hr/>			
<i>Minimum 6 Month Reserve w/out Capital</i>	<u>\$2,231,746</u>		<u>\$2,144,099</u>
<hr/>			
<i>Capital Improvement Reserve</i>	<u>\$4,908,201</u>		<u>\$4,907,172</u>
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Operating Tax Collections	<b>2022</b>		<b>2022</b>
	603,369,296		625,730,390
	99%		99%
	<u>0.2962</u>		<u>0.2962</u>
	<u>\$ 1,769,308</u>		<u>\$ 1,834,879</u>
<hr/>			
Debt Service Tax Collections	<b>2022</b>		<b>2022</b>
	603,369,296		625,730,390
	99%		99%
	<u>0.4738</u>		<u>0.4738</u>
	<u>\$ 2,830,176</u>		<u>\$ 2,935,063</u>
			(Parity Rate)
Total Tax Rate	<u>0.7700</u>		<u>0.7700</u>

Hays County WCID No.1 - Operating Fund  
Maintenance Schedules

June 8, 2023

	Approved Budget FY2023	Amended Budget FY2023
<b>6980 - Collection System Maintenance</b>		
Televising / Hydro Jetting / Cleaning / Smoke Test	\$32,000	\$32,000
General Repairs & Maintenance	\$5,000	\$5,000
Manhole Recoating	\$20,000	\$20,000
Collection System	\$0	\$0
Unanticipated Repairs	\$10,000	\$10,000
<b>SUB -TOTAL</b>	<b>\$67,000</b>	<b>\$67,000</b>
<b>6980 - Detention Pond Maintenance (WQP)</b>		
General Repairs & Maintenance	\$2,500	\$2,500
Clean out ponds	\$2,500	\$2,500
Water Well Estimate by Lyle Water Services 1139-1149	\$0	\$0
Pecan Park Pond Silt Clean Out	\$10,000	\$20,000
DP10S FAN 1234	\$3,800	\$3,800
DP08 FAN 1216	\$2,500	\$2,500
DP09A FAN 1221	\$0	\$0
Cleaning of Pond 9A	\$0	\$0
DP02A Re-irrigation Pump - 1183	\$0	\$0
DP06A Re-irrigation Pump - 1208	\$0	\$0
Pond Cleaning Vegetation Removal 4B & 5A	\$10,000	\$10,000
Wet pond cleaning	\$50,000	\$50,000
Unanticipated Repairs	\$30,000	\$30,000
<b>SUB -TOTAL</b>	<b>\$111,300</b>	<b>\$121,300</b>
<b>6980 - Distribution Maintenance</b>		
Leak Detection	\$5,000	\$5,000
Master Meters	\$0	\$0
Annual CCR Reports	\$2,000	\$2,000
Customer Service Calls (After Hours)	\$1,500	\$1,500
Meter Replacement & Purchase	\$25,000	\$25,000
Crampton/Aspen Repairs	\$125,000	\$273,000
General Repairs & Maintenance	\$10,000	\$10,000
Unanticipated Repairs	\$12,000	\$12,000
<b>SUB -TOTAL</b>	<b>\$180,500</b>	<b>\$328,500</b>



Hays County WCID No.1 - Operating Fund  
Maintenance Schedules

June 8, 2023

Approved Budget FY2023	Amended Budget FY2023
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<b>6980 - Lift Station Maintenance</b>		
LS 1 Generator	\$60,000	\$0
(LS1) Submersible Lift Pump #2 - 1153	\$0	\$0
Automatic Transfer Switch - 1157	\$0	\$0
LS1 Roof 1159a	\$0	\$0
Holly Court LS Connectors in C/P	\$0	\$0
LS 2 Controll Panel Connectors FAN 1159	\$5,000	\$5,000
ERP	\$0	\$0
General Repairs & Maintenance	\$15,000	\$15,000
Unanticipated Repairs	\$15,000	\$15,000
<b>SUB -TOTAL</b>	<b>\$95,000</b>	<b>\$35,000</b>

<b>6980 - Lighting Maintenance</b>		
General Repairs & Maintenance	\$1,000	\$1,000
Unanticipated Repairs	\$0	\$0
<b>SUB -TOTAL</b>	<b>\$1,000</b>	<b>\$1,000</b>

<b>7000 - Park - Greenbelt Maintenance</b>		
General Repairs & Maintenance	\$5,000	\$5,000
Sidewalk Repairs & Surveys	\$3,000	\$3,000
ADA Crosswalk	\$0	\$0
Trinity Hills Park Culvert Repair	\$5,500	\$5,500
Wildflowers	\$5,500	\$5,500
Turf Hydro Mulch	\$0	\$0
Park Master Plan Split w/ Hays 2	\$25,000	\$0
Trail Benches/Trash Recepticles	\$2,000	\$2,000
DG for Trails	\$1,500	\$1,500
Canopy for Trinity Park	\$25,000	\$25,000
Center Medians (3)	\$37,000	\$37,000
Tree Trimming / Clean-up	\$9,500	\$59,500
Graffiti Removal	\$3,000	\$3,000
Unanticipated Repairs	\$5,000	\$5,000
<b>SUB -TOTAL</b>	<b>\$127,000</b>	<b>\$152,000</b>

<b>7003 - Belterra Centre Expenses</b>		
General Repairs, Maintenance, & Supplies	\$0	\$0
LED Signage	\$0	\$0
Carpeting	\$5,000	\$5,000
Railing	\$4,000	\$4,000
AV System	\$0	\$0
Dish Washer	\$500	\$500
Cameras	\$1,500	\$1,500
Repair Windows (Ants)	\$5,000	\$5,000
Unanticipated Repairs	\$10,000	\$10,000
<b>SUB -TOTAL</b>	<b>\$26,000</b>	<b>\$26,000</b>

<b>TOTAL</b>	<b>\$607,800</b>	<b>\$730,800</b>
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<b>MONTHLY ESTIMATE</b>	<b>\$50,650</b>	<b>\$60,900</b>
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**Hays County WCID No.1 - WWTP Joint Facilities  
Maintenance Schedules**

June 8, 2023

Approved Budget FY2023	Amended Budget FY2023
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**JOINT FACILITIES SPLIT PER CONNECTION**

Hays 1	47%	47%
Hays 2	53%	53%

**6981 - Sewer Plant Maintenance**

SCADA System Maintenance	\$30,000	\$30,000
Drain & Clean EQ Tank	\$0	\$0
Membranes Maintenance	\$400,000	\$260,000
Upgrade Bio Filter Unit FAN 1026	\$0	\$0
Upgrade Polymer Injection System FAN 1028	\$0	\$0
Kaiser Blower Permeate Unit FAN 1070 and 1071	\$0	\$0
Up Size Clarifier EQ Blowers FAN 1021/1022	\$0	\$0
Clean Generator #1 FAN 1109 /1110	\$5,000	\$5,000
Lab Equipment	\$1,000	\$1,000
Plumbing to off spec tank FAN 1130	\$0	\$0
Drain & Clean Off Spec Tank	\$0	\$0
DO Meters Clarifier 1009A	\$0	\$0
DO Meters MBR Replacement 2	\$0	\$0
Enhancement Landscaping at WWTP	\$0	\$0
Pax Pump Spare FAN '06-'07	\$0	\$0
Post-Anoxic Basin #1 Mixer FAN 2002,2003,1044,1045	\$0	\$0
Turbidity Analyzer (handheld) FAN 1077	\$0	\$0
Equipment Slab/Cover	\$100,000	\$100,000
	\$0	\$0
Vent Fans for MBR Building	\$0	\$0
Generator Conversion	\$65,000	\$65,000
General Repairs & Maintenance	\$30,000	\$30,000
Unanticipated Repairs	\$50,000	\$50,000
<b>SUB-TOTAL</b>	<b>\$681,000</b>	<b>\$541,000</b>

Hays 1 Allocation	\$319,661	\$253,945
Hays 2 Allocation	\$361,339	\$287,055

**6981 - Joint Expenses (Split per Connections)**

Base Fee Operations	\$703,815	\$535,165
Electricity	\$77,679	\$77,679
Telephone	\$7,350	\$7,350
Sewer Plant Mowing	\$5,000	\$5,000
Security System Monitoring	\$420	\$420
Trash Service	\$5,000	\$5,000
Insurance	\$17,000	\$17,000
TCEQ Fees	\$3,000	\$3,000
Joint Engineering Fees-Special	\$35,000	\$35,000
<b>SUB-TOTAL</b>	<b>\$854,264</b>	<b>\$685,614</b>

Hays 1 Allocation	\$400,992	\$321,827
Hays 2 Allocation	\$453,272	\$363,787

Hays County WCID No.1 - WWTP Joint Facilities  
Maintenance Schedules

June 8, 2023

Approved Budget FY2023	Amended Budget FY2023
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JOINT FACILITIES SPLIT BASED ON SET PERCENTAGE

Hays 1	51%	51%
Hays 2	49%	49%

6981 - Drip Irrigation & Reuse Maintenance

General Repairs & Maintenance	\$5,000	\$5,000
Drip Field Repairs	\$15,000	\$15,000
Drip Field Cleanup	\$0	\$110,000
Pipe Liner	\$0	\$800,000
Unanticipated Repairs	\$15,000	\$15,000
<b>SUB-TOTAL</b>	<b>\$35,000</b>	<b>\$945,000</b>

Hays 1 Allocation	\$17,910	\$483,557
Hays 2 Allocation	\$17,091	\$461,444

6981 - Joint Expenses

Drip Field Mowing	\$30,000	\$45,000
210 Inspections & Repairs	\$70,000	\$145,000
<b>SUB-TOTAL</b>	<b>\$100,000</b>	<b>\$190,000</b>

Hays 1 Allocation	\$51,170	\$97,223
Hays 2 Allocation	\$48,830	\$92,777

JOINT FACILITIES SPLIT BASED ON SET PERCENTAGE

Hays 1	50%	50%
Hays 2	50%	50%

6981 - Joint Expenses

Joint Engineering Fees	\$20,000	\$20,000
<b>SUB-TOTAL</b>	<b>\$20,000</b>	<b>\$20,000</b>

Hays 1 Allocation	\$10,000	\$10,000
Hays 2 Allocation	\$10,000	\$10,000

<b>TOTAL</b>	<b>\$1,690,264</b>	<b>\$2,381,614</b>
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<b>TOTAL ESTIMATE</b>	<b>\$716,000</b>	<b>\$1,486,000</b>
<b>MONTHLY ESTIMATE</b>	<b>\$59,667</b>	<b>\$123,833</b>

Hays 1 Estimated Allocation	\$799,732	\$1,166,552
Hays 2 Estimated Allocation	\$890,532	\$1,215,062