

**CHAMPIONS MUNICIPAL UTILITY DISTRICT
NOTICE OF PUBLIC MEETING**

Notice is hereby given to all interested members of the public that the Board of Directors of the captioned District will hold a public meeting at **5830 Bermuda Dunes, A106 (1st floor), Houston, Texas 77069**; and via videoconference. The meeting will be held at **3:00 p.m.** on **Monday, June 8, 2026.**

Google Meet joining info

Video call link: <https://meet.google.com/eup-zicc-qgf>

Or dial: (US) +1 414-909-5208 PIN: 123 845 326#

At this meeting, the Board will consider and authorize appropriate action on the following:

1. **PUBLIC COMMENT (MAXIMUM 3 MINUTES PER PERSON);**
2. **APPROVAL OF MINUTES OF MAY 11, 2026, REGULAR BOARD MEETING;**
3. **GENERAL MATTERS:**
 - A. Champions Colony East private lines;
 - B. Green Medians Report;
 - C. Kleinwood Joint Powers Board ("KJPB") report;
4. **LANDSCAPING COMMITTEE REPORT:**
 - A. Commercial Landscaping Maintenance Agreement;
 - B. Champions Forest Drive Esplanade Irrigation Systems;
 - C. Champions Drive Landscaping and Irrigation;
 - D. Paradise Valley Trail;
 - E. Sound Wall on FM 1960;
5. **BOOKKEEPER'S REPORT**, including:
 - A. Status of account balances and funds transfers;
 - B. Approve payment of invoices and issuance of checks, including Pay Estimates;
 - C. Budget for Fiscal Year Ending June 30, 2027;
6. **TAX COLLECTOR'S REPORT**, including:
 - A. Tax revenues and collections of delinquent accounts;
7. **OPERATOR'S REPORT**, including:
 - A. Monthly operations;
 - B. Repairs and/or replacement of District facilities;
 - C. Termination of service and/or write off of delinquent accounts;
 - D. Water Quality and Drought Contingency;
 - E. Rate Order Inspections, Violations, and Enforcement;
 - F. Damage to District facilities by third parties;
 - G. Customer correspondence, including complaints and billing adjustments;
 - H. Water Conservation Plan and Drought Contingency Plan;
8. **ENGINEER'S REPORT**, including:
 - A. Design/Construction Projects, including pay applications, change orders, bidding, award of project, and acceptance:
 - (a) Water Well 2 and sanitary control easements;
 - (b) Reclaimed Water Plant, including improvements for irrigation, redundancy, and storage tank addition;
 - (c) Champions Celebrity Colony Water and Sewer Line Replacement;

- (d) Water System Replacement Schedule;
- (e) Sanitary Sewer Replacement;
- B. Reclaimed Water Report;
- C. Construction Warranty Inspections;
- D. Permit/Plant Status;
- E. Miscellaneous Items, including, Capital Improvement Plan;
- F. Utility Commitment Requests;
- G. Annexation Requests;
- H. Texas Water Development Board Revenue Bond Application;

9. **COMMUNICATIONS REPORT;**

10. **ATTORNEY'S REPORT:**

- A. Texas Water Development Board - \$10,800,000 financial assistance from Texas Water Development Fund II, including Financing Agreement, scheduling, and Revenue Bond Series 2026;
- B. Update on NHCRWA projects that concern District, including comments submitted to the NHCRWA;
- C. Reclaimed Water System, Authority Water Credits, and Agreements with KJPB and Champions Golf Club regarding reclaimed water;
- D. Correspondence from Homeowners Associations;
- E. Correspondence with Champions Golf Club Regarding Credits and Water and Sewer Connections;
- F. Acquisition of Real Property;
- G. Amendment to District Rate Order, if needed;
- H. Interconnect System, including 3-way interconnect with Cy-Forest PUD and Cy-Champ PUD;

11. **EXECUTIVE SESSION, AS NECESSARY;**

- A. Pursuant to Chapter 551 of the Texas Government Code, Subchapter D, of the Open Meetings Act, discuss matters relating to attorney-client privilege, potential litigation, security matters and/or real estate matters, respectively;
- B. Reconvene in Open Session; and
- C. Vote on matters considered in Executive Session, if any.



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**CHAMPIONS MUNICIPAL UTILITY DISTRICT
BUDGET
FISCAL YEAR JULY 1, 2026 - JUNE 30, 2027**

	<u>APPROVED 25/26 BUDGET</u>	<u>PROPOSED 26/27 BUDGET</u>	<u>PERCENT CHANGE +/-</u>
INCOME:			
WATER SERVICE	725,000.00	725,000.00	0.00%
SEWER SERVICE	500,000.00	800,000.00	60.00%
RECLAIMED WATER SERVICE - CGC		85,000.00	
NHCRWA	750,000.00	700,000.00	-6.67%
COLLECTED SALES TAX	65,000.00	65,000.00	0.00%
PENALTIES	20,000.00	20,000.00	0.00%
TAP/SERVICE	5,000.00	5,000.00	0.00%
DISCONNECTION FEES	35,000.00	40,000.00	14.29%
CHAMPIONS GLEN SURCHARGE	20,000.00	20,000.00	0.00%
CHAMPIONS COLONY WEST SURCHARGE		21,000.00	
INSPECTION INCOME	15,000.00	15,000.00	0.00%
SECURITY FEES	0.00	0.00	
NHCRWA CREDITS		150,000.00	
INTEREST	150,000.00	150,000.00	0.00%
TOTAL ORDINARY INCOME	<u>2,285,000.00</u>	<u>2,285,000.00</u>	0.00%
OTHER INCOME			
PROPERTY TAX INCOME	1,209,887.95	1,269,282.00	4.91%
TOTAL OTHER INCOME	<u>1,209,887.95</u>	<u>1,269,282.00</u>	4.91%
TOTAL INCOME	<u>3,494,887.95</u>	<u>3,554,282.00</u>	1.70%
EXPENSES			
UTILITIES	40,000.00	47,000.00	17.50%
CONTRACT SERVICES:			
OPERATOR BILLING	100,000.00	115,000.00	15.00%
BOOKKEEPING	35,230.00	38,752.00	10.00%
EVO REPORT	9,450.00	9,450.00	0.00%
SALES TAX CONSULTANT	3,200.00	3,200.00	0.00%
AUDITING	17,000.00	17,000.00	0.00%
ENGINEERING	180,000.00	180,000.00	12.50%
FINANCIAL ANALYST	2,000.00	2,000.00	0.00%
LEGAL	100,000.00	100,000.00	0.00%
INSURANCE	47,000.00	48,678.00	3.57%
GOVERNMENT FEES	10,000.00	10,000.00	0.00%
NHCRWA	0.00	700,000.00	
LABORATORY EXPENSE	25,000.00	25,000.00	0.00%
METER/TAP INSTALLATION	5,000.00	5,000.00	0.00%
DISTRICT SUPPLIES	2,000.00	2,000.00	0.00%
BADGER METER SERVICE	15,000.00	15,000.00	0.00%
CHEMICALS	5,000.00	5,000.00	0.00%
CHAMPIONS GLEN REPAIRS	20,000.00	0.00	-100.00%
MAINTENANCE/REPAIRS	325,000.00	300,000.00	-7.69%
MISCELLANEOUS EXPENSES	10,000.00	7,500.00	-25.00%
GREEN MEDIANS	15,000.00	15,000.00	0.00%
COMMUNICATIONS	30,000.00	30,000.00	0.00%
MEETING LOCATION RENTAL	5,400.00	5,400.00	0.00%
HOLIDAY FLAGS	3,040.00	3,800.00	25.00%
STREET LIGHTS	11,500.00	12,000.00	4.35%
KLEINWOOD CAPITAL IMPROVEMENT	124,253.00	75,000.00	-39.64%
KLEINWOOD JOINT POWERS	150,000.00	182,118.00	21.41%
KLEINWOOD REUSE WATER	10,000.00	70,000.00	600.00%
KJPB CAPITAL REUSE	13,300.00	13,300.00	0.00%
BAD DEBT	15,000.00	15,000.00	0.00%
BANK CHARGES	4,000.00	4,000.00	0.00%
INSPECTIONS	12,000.00	12,000.00	0.00%
SECURITY	4,000.00	4,000.00	0.00%
LANDSCAPE MAINTENANCE	125,000.00	125,000.00	0.00%
PAYROLL	22,500.00	25,000.00	11.11%
TOTAL EXPENSES	<u>1,475,873.00</u>	<u>2,222,198.00</u>	50.57%
OTHER EXPENSES			
DEBT RELATED			
TRANSFER TO DEBT SERVICE FUND	900,000.00	900,000.00	0.00%
REVENUE BOND PAYMENT		298,100.00	
DIRECT CONNECTION EXPENSE	57,650.00	53,824.46	-6.64%
BEACON WATER METERS	51,083.53	51,083.53	0.00%
TOTAL OTHER EXPENSE	<u>1,008,713.53</u>	<u>1,300,987.99</u>	28.97%
TOTAL EXPENSES	<u>2,484,586.53</u>	<u>3,523,185.99</u>	41.80%

Budgeted amount changed for new fiscal year

Taxpayer Impact Statement

	Current Budget Fiscal Year Ending** 06/2026	Proposed Budget Fiscal Year Ending** 06/2027	No-New-Revenue Tax Rate Budget***
Estimated District Operations and Maintenance Tax Bill on Average Homestead*	\$815.39	\$815.39	\$815.39

**The District levies taxes in accordance with the Texas Water Code. The District's current operations and maintenance tax rate is equal to \$0.25 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.*