

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D

TO: THE BOARD OF DIRECTORS OF KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D AND TO ALL OTHER INTERESTED PERSONS:

Notice is hereby given pursuant to V.T.C.A., Government Code §551, that the Board of Directors of Kaufman County Fresh Water Supply District No. 1-D ("District") will hold a public meeting on **Thursday, July 30, 2026 at 10:00 a.m. at Inframark, 9558 Helms Trail, Suite 100, Forney, Texas 75126**, an office located outside the boundaries of the District for the following purposes:

1. Call to order;
2. Public comments and communication;
3. Review and approve Minutes of June 25, 2026, Board of Directors meeting;
4. Consider review and approve audit report for fiscal year ended March 31, 2026, and authorize filing with Texas Commission on Environmental Quality;
5. Confirm receipt of 2026 certified tax roll prepared by Kaufman County Appraisal District; consider authorizing tax rate calculation services; review tax rate recommendation from Financial Advisor; approve proposed tax rate for 2026; adopt Notice of Water District Hearing on Tax Rate; and authorize publication of same;
6. Consider patrol activity report;
7. Hear report from Triton Consulting Group and authorize any action as may be necessary;
8. Hear report from Financial Advisor;
9. Consider review and accept engineer's report, and take any action in connection therewith;
 - a. Status of construction projects;
 - b. Consider authorizing preparation of construction plans and specifications;
 - c. Consider approval of construction plans and specifications;
 - d. Consider approval of advertising for bids for contract(s);
 - e. Consider approval of award of construction contract(s);
 - f. Consider review and accept easements;
 - g. Consider approval of contractor pay estimates/engineering fee statements;
 - h. Consider acceptance of completion; authorize final acceptance of facilities;
 - i. Consider approval of repair and/or maintenance of District facilities; and
 - j. Consider approval of repair or replacement of guardrail.
10. Consider discussion regarding proposed contract by and between the District and BrightView Landscape Services, Inc. for drainage maintenance, and take any action in connection therewith;

11. Consider review and approve operator's report and take any action necessary or appropriate regarding utility accounts and communication;
12. Hear report from developer and take any action in connection with plat approval, reimbursement agreements or assignments thereunder, or other development related items;
13. Consider review and approve bookkeeping and tax collection reports, and take any action on bookkeeping related matters including quarterly investment reports; investment recommendations; new account related matters, updated list of designated banks; revisions to engagement letter for bookkeeping services; and authorize release of checks;
14. Discuss tentative date for next meeting; and
15. Adjournment.

Dated: July 24, 2026.



KAUFMAN COUNTY FRESH WATER
SUPPLY DISTRICT NO. 1-D

Ross S. Martin, Attorney for the District

The Board of Directors may enter into Executive Session, if necessary and appropriate, pursuant to the applicable section of Subchapter D, Chapter 551, Texas Government Code, the Texas Open Meetings Act, on any matter that may come before the Board. No action, decision or vote on any subject or matter may be taken unless specifically listed on the agenda for this meeting.

DRAFT

**Minutes of Meeting
Board of Directors
Kaufman County Fresh Water Supply District No. 1-D**

June 25, 2026

The Board of Directors (the “Board”) of Kaufman County Fresh Water Supply District No. 1-D (the “District”) met in regular session by open to the public on Thursday, June 25, 2026 at 10:00 a.m., at Inframark, 9558 Helms Trail, Suite 100, Forney, Texas 75126, an official meeting place outside the boundaries of the District. The roll was called of the members of the Board, to wit:

Neima Gas	President
Jasmine Sosa	Vice President
Shena D. Mitchell	Secretary
VACANT	Treasurer/Asst. Secretary
Robert (Bo) Branyan	Assistant Secretary

All Directors were present at the meeting. The following individuals were also present: Mr. Steven Cook and Mr. John Kirk of Pillar Income Asset Management, developer within the District; Mr. Caether Crutsinger of Triton Consulting Group, Inc.; Ms. Ariel Britt and Ms. Lisa Soward of Inframark; Mr. Bryant Caswell, P.E. and Mr. David Lacy, Senior Construction Inspector with BGE, Inc. the District’s engineer; Ms. Kerry Tovery of Dye & Tovery, LLC, the District's Bookkeeper; Kaufman County Constable Jerry Kitchens; Ms. Sarah Landiak, attorney, and Ms. Genny Lutzell, paralegal, of Winstead PC, the District's attorney.

1. The meeting was called to order at 10:01 a.m.
2. The Board opened the meeting to public communications and comment. Hearing none, Director Gas moved that the Board close the public comment session of the meeting. Director Branyan seconded the motion, which carried unanimously.
3. Consideration was next given to the draft Minutes of the May 28, 2026, Board of Directors meeting. Following a discussion, Director Gas moved that the Board approve the minutes as presented. Director Branyan seconded said motion, which carried unanimously.
4. Consideration was next given to the patrol activity report, a copy of which is attached hereto as Exhibit “A”. The Board received an update from Constable Kitchens citing an overall lower number of public safety calls for the reporting period. He then discussed the recent unauthorized “teen take over” incident at a private park located along Spyglass Road within the District. Patrol services were dispatched to address a high volume of calls from nearby residents. No formal action was taken by the Board.
5. Consideration was next given to a communications consultant report, a copy of which is attached hereto as Exhibit “B”. Mr. Crutsinger summarized updates to the District’s

website. Director Sosa requested an update from Inframark regarding their review of utility accounts to determine the need for additional services from Triton. Triton confirmed optional services are available to monitor utility customer water usage above 15,000 gallons or more each month for the purpose of suggesting inspection of water lines for leaks or other maintenance needs. No formal action was taken by the Board.

6. In the absence of a financial advisor, no report was heard.

7. Consideration was next given to the Engineer's Report, a copy of which is attached hereto as Exhibit "C". Mr. Caswell and Mr. Lacy summarized the status of 2025 Capital Improvement Program ("CIP") projects. The Board next reviewed the following pay estimates and invoices:

- (i) Pay Application No. 8 from LF Miller in the amount of \$34,600.50 for 2025 CIP Repair work
- (ii) Invoice Nos. 9769915 and 9807189 from Brightview Landscape Services in the amount of \$34,600.50 and \$7,952.58 respectively.

Mr. Caswell next presented a draft Construction Contract by and between the District and BrightView Landscape Services, Inc. for the provision of drainage maintenance services. The Board and District consultants discussed recent interruptions in services and suggested a monthly progress call prior to authorizing release of payment for services. In addition, the Board also suggested changes relative to terms of the agreement, including termination provisions.

Finally, BGE reported that it is reviewing the Comprehensive Evaluation of the Kaufman County Fresh Water Supply District No. 1-A ("KCFWSD No. 1-A") water treatment plant, noting that said evaluation was performed by LJA Engineering at the request of KCFWSD No. 1-A. Following said review, BGE will prepare a supplemental analysis for the District's consideration to address high priority matters.

Following a discussion, Director Gas moved that the Board (i) approve the Engineer's report; (ii) approve Pay Application No. 8 from LF Miller; (ii) defer payment to BrightView Landscape Services pending a review of services by the District's engineer to ensure that the contractor has complied with the agreed upon schedule for services; and (iii) defer consideration of a contract renewal with BrightView Landscape Services pending review of contract provisions relative to performance and notice provisions. Director Branyan seconded said motion, which carried unanimously.

8. Consideration was next given to the review and approval of a contract by and between the District and Brightview Landscape Services, Inc. The Board deferred action on the matter.

9. Consideration was next given to the Operator's Report, a copy of which is attached hereto as Exhibit "D". Ms. Britt reviewed the report and recommended rate order updates relative to utility billing tasks. Next, she presented the annual report on identify theft prevention and protection pursuant to the District's Red Flag Program. Finally, she recommended the approval

of a posting box to be used at the District's board meeting notice posting location. Following a discussion, Director Gas moved that the Board (i) approve the Operator's report; and (ii) authorize expense related to the District's posting location. Director Branyan seconded said motion, which carried unanimously.

10. Consideration was next given to the review and approval of an Amended Rate Order. Ms. Britt provided a list of updates for the Board's consideration to set forth change to due dates and notifications for rates charged to contractors, builders, and delinquent account holders. Following a discussion, Director Gas moved that the Board approve the Amended Rate Order. Director Branyan seconded said motion, which carried unanimously.

11. Consideration was next given to the developer's report. The Board recognized Mr. Steven Cook who provided an update on plans for a roadway extension. No formal action was taken by the Board.

12. Consideration was next given to the bookkeeper's report. The Board reviewed the summary Bookkeeper's Report as detailed in Exhibit "E". Next, Ms. Tovery provided an overview of disbursements requiring Board approval.

The Board next reviewed the Joint Utility Facilities and Operations account report, a copy of which is attached hereto as Exhibit "F".

Following a discussion, Director Mitchell moved that the Board (i) approve the Bookkeeper's reports; (ii) hold release of payment for invoice no. 8337 to BrightView Landscape Services pending review by BGE and the contractor; and (ii) authorize remaining disbursement of funds as reflected on the report. Director Sosa seconded said motion, which carried unanimously. Ms. Tovery reported an increase of 90-day delinquent utility accounts. Ms. Britt noted that Inframark will review said accounts to determine the status.

13. Next Meeting Date. Upon motion duly made, seconded, and unanimously carried, the Board scheduled the next meeting of the Board of Directors for Thursday, July 30, 2026 at 10:00 a.m. at 9558 Helms Trail, Suite 100, Forney, Texas 75126.

[SIGNATURE PAGE FOLLOWS]

After noting no further business to come before the Board, and upon motion duly made, seconded, and unanimously carried, the Board adjourned the meeting at 11:22 a.m.

APPROVED AND ADOPTED on this 30th day of July, 2026.

Secretary

(DISTRICT SEAL)

McCall Gibson Swedlund Barfoot Ellis PLLC

Certified Public Accountants

*Chris Swedlund
Noel W. Barfoot
Joseph Ellis
Ashlee Martin*

*Mike M. McCall
(retired)
Debbie Gibson
(retired)*

July 30, 2026

Board of Directors
Kaufman County Fresh Water
Supply District No. 1-D
Kaufman County, Texas

We have audited the financial statements of the governmental activities and each major fund of Kaufman County Fresh Water Supply District No. 1-D (the "District") for the year ended March 31, 2026. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our audit continuance letter to you dated March 19, 2026. Professional standards also require that we communicate to you the following information related to our audit. For the purposes of this letter, the term "management" refers to the Board of Directors and/or District consultants.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. Significant accounting policies used by the District, including new accounting policies, if any, that have been adopted and implemented during the current fiscal year, are discussed in Note 2. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period. The financial statement disclosures are neutral, consistent, and clear.

Accounting estimates are an integral part of the financial statements and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the District's financial statements were management's estimate of depreciable lives of capital assets and amounts recorded as due to developer. Depreciation of infrastructure assets is based on industry wide accepted estimated useful lives taken on a straight-line basis. Amounts shown as due to developer are based on final construction costs plus an estimated 15% for engineering and other fees. We evaluated the key factors and assumptions used to develop these estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. The District's bookkeeper and Board of Directors will be provided with all such adjustments.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated July 30, 2026.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We were engaged to perform the following non-attest services for the District: (1) preparation of the financial statements and related notes in conformity with accounting principles generally accepted in the United States of America and (2) preparation of the capital asset and depreciation schedules. These services were performed based on information provided by you. We performed these services in accordance with applicable professional standards. The non-attest services we performed are limited to those specifically defined and did not result in assuming management responsibilities.

We applied certain limited procedures to the Management's Discussion and Analysis and the budgetary comparison schedule for the General Fund, which are required supplementary information ("RSI") that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on supplementary information required by the Texas Commission on Environmental Quality, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Board of Directors of the District and is not intended to be, and should not be, used by anyone other than the specified party.

Sincerely,

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
Houston, Texas

**KAUFMAN COUNTY FRESH WATER
SUPPLY DISTRICT NO. 1-D**

KAUFMAN COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

MARCH 31, 2026

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McCall Gibson Swedlund Barfoot Ellis PLLC

Certified Public Accountants

*Chris Swedlund
Noel W. Barfoot
Joseph Ellis
Ashlee Martin*

*Mike M. McCall
(retired)
Debbie Gibson
(retired)*

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Kaufman County Fresh Water Supply District No. 1-D
Kaufman County, Texas

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Kaufman County Fresh Water Supply District No. 1-D (the "District") as of and for the year ended March 31, 2026, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of March 31, 2026, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information required by the Texas Commission on Environmental Quality as published in the *Water District Financial Management Guide* is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The supplementary information, excluding that portion marked "Unaudited" on which we express no opinion or provide an assurance, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
Houston, Texas

July 30, 2026

**KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2026**

Our discussion and analysis of Kaufman County Fresh Water Supply District No. 1-D's (the "District") financial performance provides an overview of the District's financial activities for the year ended March 31, 2026. Please read it in conjunction with the District's financial statements.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The basic financial statements include: (1) combined fund financial statements and government-wide financial statements and (2) notes to the financial statements. The combined fund financial statements and government-wide financial statements combine both: (1) the Statement of Net Position and Governmental Funds Balance Sheet and (2) the Statement of Activities and Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances. This report also includes required and other supplementary information in addition to the basic financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The District's annual report includes two financial statements combining the government-wide financial statements and the fund financial statements. The government-wide financial statements provide both long-term and short-term information about the District's overall status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The Statement of Net Position includes all of the District's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Evaluation of the overall health of the District would extend to other non-financial factors.

The Statement of Activities reports how the District's Net Position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid.

FUND FINANCIAL STATEMENTS

The combined statements also include fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District has three governmental fund types. The General Fund accounts for resources not accounted for in another fund, customer service revenues, costs and general expenditures. The Debt Service Fund accounts for ad valorem taxes and financial resources restricted, committed or assigned for servicing bond debt and the cost of assessing and collecting taxes. The Capital Projects Fund accounts for financial resources restricted, committed or assigned for acquisition or construction of facilities and related costs.

**KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2026**

FUND FINANCIAL STATEMENTS (Continued)

Governmental funds are reported in each of the financial statements. The focus in the fund statements provides a distinctive view of the District's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of the District and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. The adjustments columns, the Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position and the Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities explain the differences between the two presentations and assist in understanding the differences between these two perspectives.

NOTES TO THE FINANCIAL STATEMENTS

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements.

OTHER INFORMATION

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information ("RSI") and other supplementary information. A budgetary comparison schedule is included as RSI for the General Fund.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of the District's financial position. In the case of the District, liabilities exceeded assets by \$9,523,331 as of March 31, 2026.

A portion of the District's net position reflects its net investment in capital assets (water, wastewater and drainage facilities less any debt used to acquire those assets that is still outstanding). The District uses these assets to provide water and wastewater services.

**KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2026**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

The following is a comparative analysis of government-wide changes in net position:

	Summary of Changes in the Statement of Net Position		
	2026	2025	Change Positive (Negative)
Current and Other Assets	\$ 10,691,148	\$ 10,535,014	\$ 156,134
Capital Assets (Net of Accumulated Depreciation)	34,432,928	35,172,581	(739,653)
Total Assets	\$ 45,124,076	\$ 45,707,595	\$ (583,519)
Due to Developer	\$ 19,397,910	\$ 19,397,910	\$
Long -Term Liabilities	33,781,677	34,501,291	719,614
Other Liabilities	1,467,820	1,812,966	345,146
Total Liabilities	\$ 54,647,407	\$ 55,712,167	\$ 1,064,760
Net Position:			
Net Investment in Capital Assets	\$ (14,103,310)	\$ (13,882,963)	\$ (220,347)
Restricted	1,774,527	1,443,907	330,620
Unrestricted	2,805,452	2,434,484	370,968
Total Net Position	\$ (9,523,331)	\$ (10,004,572)	\$ 481,241

The following table provides a summary of the District's operations for the year ending March 31, 2026, and March 31, 2025.

	Summary of Changes in the Statement of Activities		
	2026	2025	Change Positive (Negative)
Revenues:			
Property Taxes	\$ 3,108,098	\$ 2,972,007	\$ 136,091
Charges for Services	2,851,039	2,456,766	394,273
Other Revenues	463,981	619,328	(155,347)
Total Revenues	\$ 6,423,118	\$ 6,048,101	\$ 375,017
Expenses for Services	5,941,877	8,698,664	2,756,787
Change in Net Position	\$ 481,241	\$ (2,650,563)	\$ 3,131,804
Net Position, Beginning of Year	(10,004,572)	(7,354,009)	(2,650,563)
Net Position, End of Year	\$ (9,523,331)	\$ (10,004,572)	\$ 481,241

**KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2026**

FINANCIAL ANALYSIS OF THE DISTRICT'S GOVERNMENTAL FUNDS

The District's combined fund balances as of March 31, 2026, totaled \$10,025,995, an increase of \$489,450 from the prior year.

The General Fund fund balance increased by \$373,639, primarily due to service revenues and property tax revenues exceeding operating and capital expenditures.

The Debt Service Fund fund balance increased by \$76,119, primarily due to property tax revenues exceeding bond principal and interest payments.

The Capital Projects Fund fund balance increased by \$39,692

GENERAL FUND BUDGETARY HIGHLIGHTS

The Board of Directors approved an unappropriated budget for the fiscal year ending March 31, 2026. Actual revenues were \$612,909 more than budgeted revenues and actual expenditures were \$249,217 more than budgeted expenditures, resulting in a positive variance of \$363,692. For more information, refer to the budget versus actual comparison.

CAPITAL ASSETS

The District's investment in capital assets as of March 31, 2026, amounts to \$34,432,928 (net of accumulated depreciation). This investment in capital assets includes roadways and streets and the water, wastewater and drainage systems.

Capital Assets At Year-End, Net of Accumulated Depreciation			
	2026	2025	Change Positive (Negative)
Capital Assets Not Being Depreciated:			
Land and Land Improvements	\$ 1,737,240	\$ 1,737,240	\$
Construction in Progress	788,633	434,672	353,961
Capital Assets, Net of Accumulated Depreciation:			
Roadways and Streets	10,771,077	11,283,739	(512,662)
Water System	6,186,886	6,363,649	(176,763)
Wastewater System	8,525,959	8,756,392	(230,433)
Drainage System	6,423,133	6,596,889	(173,756)
Total Net Capital Assets	<u>\$ 34,432,928</u>	<u>\$ 35,172,581</u>	<u>\$ (739,653)</u>

Additional information on the District's capital assets can be found in Note 6 of this report.

**KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2026**

LONG-TERM DEBT ACTIVITY

At the end of the current fiscal year, the District had total bond debt payable of \$34,530,000. The changes in the debt position of the District during the fiscal year ended March 31, 2026, are summarized as follows:

Bond Debt Payable, April 1, 2025	\$ 35,010,000
Less: Bond Principal Paid	<u>480,000</u>
Bond Debt Payable, March 31, 2026	<u>\$ 34,530,000</u>

The Series 2020 Road Bonds and Series 2021 Road Bonds are not rated. The Series 2024 Road bonds and Series 2024 Utility bonds carry underlying ratings of “Baa3” and insured ratings of “AA” by virtue of bond insurance issued by Assured Guaranty. The above ratings are as of March 31, 2026 and reflect all rating changes through that date.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Kaufman County Fresh Water Supply District No. 1-D, c/o Winstead PC, 2728 N. Harwood Street, Suite 500, Dallas, Texas 75201.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
STATEMENT OF NET POSITION AND
GOVERNMENTAL FUNDS BALANCE SHEET
MARCH 31, 2026

	General Fund	Debt Service Fund
ASSETS		
Cash	\$ 197,932	\$ 1,820
Investments	6,841,054	1,854,639
Receivables:		
Property Taxes	8,881	13,086
Service Accounts	435,539	
Due from Other Funds		9,616
Advance for District No. 1-A Operations	5,000	
Land		
Construction in Progress		
Capital Assets (Net of Accumulated Depreciation)		
TOTAL ASSETS	<u>\$ 7,488,406</u>	<u>\$ 1,879,161</u>

The accompanying notes to financial
statements are an integral part of this report.

<u>Capital Projects Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
\$ 903	\$ 200,655	\$	\$ 200,655
1,332,294	10,027,987		10,027,987
	21,967		21,967
	435,539		435,539
	9,616	(9,616)	
	5,000		5,000
		1,737,240	1,737,240
		788,633	788,633
		<u>31,907,055</u>	<u>31,907,055</u>
<u>\$ 1,333,197</u>	<u>\$ 10,700,764</u>	<u>\$ 34,423,312</u>	<u>\$ 45,124,076</u>

The accompanying notes to financial
statements are an integral part of this report.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
STATEMENT OF NET POSITION AND
GOVERNMENTAL FUNDS BALANCE SHEET
MARCH 31, 2026

	<u>General Fund</u>	<u>Debt Service Fund</u>
LIABILITIES		
Accounts Payable	\$ 497,688	\$
Accrued Interest Payable		
Due to Developers		
Due to Other Funds	9,616	
Security Deposits	145,498	
Long-Term Liabilities:		
Bonds Payable, Due Within One Year		
Bonds Payable, Due After One Year		
TOTAL LIABILITIES	<u>\$ 652,802</u>	<u>\$ -0-</u>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	<u>\$ 8,881</u>	<u>\$ 13,086</u>
FUND BALANCES		
Nonspendable:		
For District No. 1-A Operations	\$ 5,000	\$
Restricted for Authorized Construction		
Restricted for Debt Service		1,866,075
Unassigned	<u>6,821,723</u>	
TOTAL FUND BALANCES	<u>\$ 6,826,723</u>	<u>\$ 1,866,075</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 7,488,406</u>	<u>\$ 1,879,161</u>
NET POSITION		
Net Investment in Capital Assets		
Restricted for Debt Service		
Unrestricted		
TOTAL NET POSITION		

The accompanying notes to financial
statements are an integral part of this report.

Capital Projects Fund	Total	Adjustments	Statement of Net Position
\$	\$ 497,688	\$	\$ 497,688
		104,634	104,634
		19,397,910	19,397,910
	9,616	(9,616)	
	145,498		145,498
		720,000	720,000
		33,781,677	33,781,677
<u>\$ -0-</u>	<u>\$ 652,802</u>	<u>\$ 53,994,605</u>	<u>\$ 54,647,407</u>
<u>\$ - 0 -</u>	<u>\$ 21,967</u>	<u>\$ (21,967)</u>	<u>\$ -0-</u>
\$	\$ 5,000	\$ (5,000)	\$
1,333,197	1,333,197	(1,333,197)	
	1,866,075	(1,866,075)	
	6,821,723	(6,821,723)	
<u>\$ 1,333,197</u>	<u>\$ 10,025,995</u>	<u>\$ (10,025,995)</u>	<u>\$ - 0 -</u>
<u>\$ 1,333,197</u>	<u>\$ 10,700,764</u>		
		\$ (14,103,310)	\$ (14,103,310)
		1,774,527	1,774,527
		2,805,452	2,805,452
		<u>\$ (9,523,331)</u>	<u>\$ (9,523,331)</u>

The accompanying notes to financial statements are an integral part of this report.

**KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
MARCH 31, 2026**

Total Fund Balances - Governmental Funds	\$ 10,025,995
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Land used in governmental activities is not a financial resource and, therefore, is not reported as an asset in governmental funds.	1,737,240
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds.	32,695,688
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Governmental funds do not record a long-term liability to the Developer for completed projects and operating advances. However, in the Statement of Net Position, the liability for completed projects and operating advances is recorded.	(19,397,910)
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Deferred inflows of resources related to property tax revenues for the 2025 tax levy became part of recognized revenue in the governmental activities of the District.	21,967
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Accrued interest on long-term liabilities is not payable with current financial resources and, therefore, is not reported in the funds.	(104,634)
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year end consist of:

Bonds Payable within one year	\$ (720,000)	
Bonds Payable after one year	(33,781,677)	(34,501,677)

Total Net Position- Governmental Activities	<u>\$ (9,523,331)</u>
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The accompanying notes to financial
statements are an integral part of this report.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 2026

	<u>General Fund</u>	<u>Debt Service Fund</u>
REVENUES		
Property Taxes	\$ 1,143,343	\$ 1,960,194
Basic Service Charge	1,432,363	
Water Service	431,824	
Wastewater Service	634,587	
Penalty and Interest	63,665	
Tap Connection and Inspection Fees	288,600	
Easement Revenues	4,340	
Investment Revenues	260,955	50,484
Miscellaneous Revenues	103,407	3,163
TOTAL REVENUES	<u>\$ 4,363,084</u>	<u>\$ 2,013,841</u>
EXPENDITURES/EXPENSES		
Service Operations:		
Professional Fees	\$ 410,227	\$
Contracted Services	918,948	30,755
Purchased Water and Wastewater Service	1,895,391	
Repairs and Maintenance	304,545	
Depreciation		
Other	106,373	4,770
Capital Outlay	353,961	
Debt Service:		
Bond Principal		480,000
Bond Interest		1,422,197
TOTAL EXPENDITURES/EXPENSES	<u>\$ 3,989,445</u>	<u>\$ 1,937,722</u>
NET CHANGE IN FUND BALANCES	\$ 373,639	\$ 76,119
CHANGE IN NET POSITION		
FUND BALANCES/NET POSITION - APRIL 1, 2025	6,453,084	1,789,956
FUND BALANCES/NET POSITION - MARCH 31, 2026	<u>\$ 6,826,723</u>	<u>\$ 1,866,075</u>

The accompanying notes to financial
statements are an integral part of this report.

Capital Projects Fund	Total	Adjustments	Statement of Activities
\$	\$ 3,103,537	\$ 4,561	\$ 3,108,098
	1,432,363		1,432,363
	431,824		431,824
	634,587		634,587
	63,665		63,665
	288,600		288,600
	4,340		4,340
41,632	353,071		353,071
	106,570		106,570
<u>\$ 41,632</u>	<u>\$ 6,418,557</u>	<u>\$ 4,561</u>	<u>\$ 6,423,118</u>
\$ 1,940	\$ 412,167	\$	\$ 412,167
	949,703		949,703
	1,895,391		1,895,391
	304,545		304,545
		1,093,614	1,093,614
	111,143		111,143
	353,961	(353,961)	
	480,000	(480,000)	
	1,422,197	(246,883)	1,175,314
<u>\$ 1,940</u>	<u>\$ 5,929,107</u>	<u>\$ 12,770</u>	<u>\$ 5,941,877</u>
\$ 39,692	\$ 489,450	\$ (489,450)	\$
		481,241	481,241
1,293,505	9,536,545	(19,541,117)	(10,004,572)
<u>\$ 1,333,197</u>	<u>\$ 10,025,995</u>	<u>\$ (19,549,326)</u>	<u>\$ (9,523,331)</u>

The accompanying notes to financial statements are an integral part of this report.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2026

Net Change in Fund Balances - Governmental Funds	\$	489,450
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report tax revenues when collected. However, in the Statement of Activities, revenue is recorded in the accounting period for which the taxes are levied.		4,561
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Governmental funds do not account for depreciation. However, in the Statement of Net Position, capital assets are depreciated and depreciation expense is recorded in the Statement of Activities.		(1,093,614)
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Governmental funds report capital expenditures as expenditures in the period purchased. However, in the Statement of Net Position, capital assets are increased by new purchases and the Statement of Activities is not affected.		353,961
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Governmental funds report bond principal payments as expenditures. However, in the Statement of Net Position, bond principal payments are reported as decreases in long-term liabilities.		480,000
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Governmental funds report interest expenditures on long-term debt as expenditures in the year paid. However, in the Statement of Net Position, interest is accrued on the long-term debt through fiscal year-end.		246,883
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Change in Net Position - Governmental Activities	\$	481,241
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The accompanying notes to financial
statements are an integral part of this report.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 1. CREATION OF DISTRICT

On January 8, 2001, the Kaufman County Commissioners Court approved the order creating Kaufman County Fresh Water Supply District No. 1 (District No. 1), and voters of District No. 1 confirmed the creation at an election held on January 20, 2001. In another election held on May 5, 2001, the voters approved District No. 1's assumption of the rights, authority, privileges and functions of a road district and authorized District No. 1 to purchase, construct, acquire, own, operate, repair, improve and extend a sanitary sewer system. On May 10, 2001, following a hearing, the governing board of District No. 1 approved the conversion of the District to a water control and improvement district operating under Chapter 51 of the Texas Water Code and specifically reserved certain rights under Sections 53.029, 53.030 through 53.034, 53.040 through 53.041, 53.112, 53.121, and 53.125 of the Texas Water Code.

At an election held within the boundaries of District No. 1 on August 11, 2001, voters approved the division of District No. 1 into two new districts: Kaufman County Fresh Water Supply District No. 1-A (Original District No. 1-A) and Kaufman County Fresh Water Supply District No. 1-B (District No. 1-B). At an election held within the boundaries of Original District No. 1-A on September 14, 2002, voters approved the division of Original District No. 1-A into a second resulting Kaufman County Fresh Water Supply District No. 1-A ("Second District No. 1-A") and Kaufman County Fresh Water Supply District No. 1-C (District No. 1-C). At an election held within the boundaries of Second District No. 1-A on May 12, 2007, voters approved the division of Second District No. 1-A into a third resulting Kaufman County Fresh Water Supply District No. 1-A (District No. 1-A) and Kaufman County Fresh Water Supply District No. 1-D (the "District"). Pursuant to the provisions of Chapters 49, 51 and 53 of the Texas Water Code, the District is empowered to purchase, operate and maintain all facilities, plants and improvements necessary to provide water, sanitary sewer service, storm sewer drainage, irrigation, roads, solid waste collection and disposal, including recycling, and parks and recreational facilities for the residents of the District. The District also has the power to acquire, construct, operate and maintain road facilities and is empowered to contract for or employ its own peace officers with powers to make arrests and, subject to certain regulatory and voter approvals, to contract for fire protection services or establish, operate and maintain a fire department to perform all fire-fighting activities within the District. The District held its first meeting on June 28, 2007, and sold its first series of bonds on September 29, 2020.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board ("GASB"). In addition, the accounting records of the District are maintained generally in accordance with the *Water District Financial Management Guide* published by the Texas Commission on Environmental Quality (the "Commission").

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

The District is a political subdivision of the State of Texas governed by an elected board. GASB has established the criteria for determining whether or not an entity is a primary government or a component unit of a primary government. The primary criteria are that it has a separately elected governing body, it is legally separate, and it is fiscally independent of other state and local governments. Under these criteria, the District is considered a primary government and is not a component unit of any other government. Additionally, no other entities meet the criteria for inclusion in the District's financial statement as component units.

The District was created as an independent municipality. The District does not meet the criteria for inclusion as a component unit of any entity nor does any other entity meet the component unit criteria for inclusion in the District's financial statements.

The District is a participant in the joint facilities under the oversight of Kaufman County Fresh Water Supply District No. 1-A. See Note 8.

Financial Statement Presentation

These financial statements have been prepared in accordance with GASB Codification of Governmental Accounting and Financial Reporting Standards Part II, Financial Reporting ("GASB Codification").

The GASB Codification sets forth established standards for external financial reporting for all state and local government entities, which include a requirement for a Statement of Net Position and a Statement of Activities. It requires the classification of net position into three components: Net Investment in Capital Assets; Restricted; and Unrestricted. These classifications are defined as follows:

- Net Investment in Capital Assets – This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- Restricted Net Position – This component of net position consists of external constraints placed on the use of net assets imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulation of other governments or constraints imposed by law through constitutional provisions or enabling legislation.
- Unrestricted Net Position – This component of net position consists of net assets that do not meet the definition of "Restricted" or "Net Investment in Capital Assets."

When both restricted and unrestricted resources are available for use, generally it is the District's policy to use restricted resources first.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the District as a whole. The District's Statement of Net Position and Statement of Activities are combined with the governmental fund financial statements. The District is viewed as a special-purpose government and has the option of combining these financial statements.

The Statement of Net Position is reported by adjusting the governmental fund types to report on the full accrual basis, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. Any amounts recorded due to and due from other funds are eliminated in the Statement of Net Position.

The Statement of Activities is reported by adjusting the governmental fund types to report only items related to current year revenues and expenditures. Items such as capital outlay are allocated over their estimated useful lives as depreciation expense. Internal activities between governmental funds, if any, are eliminated by adjustment to obtain net total revenue and expense of the government-wide Statement of Activities.

Fund Financial Statements

As discussed above, the District's fund financial statements are combined with the government-wide financial statements. The fund financial statements include a Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances.

Governmental Funds

The District has three governmental funds and considers each to be a major fund.

General Fund – To account for resources not required to be accounted for in another fund, customer service revenues, costs and general expenditures.

Debt Service Fund – To account for ad valorem taxes and financial resources restricted, committed or assigned for servicing bond debt and the cost of assessing and collecting taxes.

Capital Projects Fund – To account for financial resources restricted, committed or assigned for acquisition or construction of facilities and related costs.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting

The District uses the modified accrual basis of accounting for governmental fund types. The modified accrual basis of accounting recognizes revenues when both “measurable and available.” Measurable means the amount can be determined. Available means collectable within the current period or soon enough thereafter to pay current liabilities. The District considers revenue reported in governmental funds to be available if they are collectable within 60 days after year-end. Also, under the modified accrual basis of accounting, expenditures are recorded when the related fund liability is incurred except for principal and interest on long-term debt, which are recognized as expenditures when payment is due.

Property taxes considered available by the District and included in revenue include taxes collected during the year and taxes collected after year-end, which were considered available to defray the expenditures of the current year. Deferred inflows of resources related to property tax revenues are those taxes which the District does not reasonably expect to be collected soon enough in the subsequent period to finance current expenditures.

Amounts transferred from one fund to another fund are reported as other financing sources or uses. Loans by one fund to another fund and amounts paid by one fund for another fund are reported as interfund receivables and payables in the Governmental Funds Balance Sheet if there is intent to repay the amount and if the debtor fund has the ability to repay the advance on a timely basis. As of March 31, 2026, the General Fund owed the Debt Service Fund \$9,616 for tax collections.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the government-wide Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as an expenditure in the governmental fund incurred and as an expense in the government-wide Statement of Activities. Capital asset additions, improvements and preservation costs that extend the life of an asset are capitalized and depreciated over the estimated useful life of the asset. Engineering fees and certain other costs are capitalized as part of the asset.

Assets are capitalized, including infrastructure assets, if they have an original cost greater than \$10,000 and a useful life over two years. Depreciation is calculated on each class of depreciable property using the straight-line method of depreciation. Estimated useful lives are as follows:

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets (Continued)

	Years
Buildings	40
Water System	10-45
Wastewater System	10-45
Drainage System	10-45
Roads	10-50
All Other Equipment	3-20

Budgeting

An annual unappropriated budget is adopted for the General Fund by the District's Board of Directors. The budget is prepared using the same method of accounting as for financial reporting. The original General Fund budget for the current year was not amended. The Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund presents the original and amended, if any, budget amounts compared to the actual amounts of revenues and expenditures for the current year.

Pensions

The District has not established a pension plan as the District does not have employees. The Internal Revenue Service has determined that fees of office received by Directors are considered to be wages subject to federal income tax withholding for payroll purposes only.

Measurement Focus

Measurement focus is a term used to describe which transactions are recognized within the various financial statements. In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position, financial position, and cash flows. All assets and liabilities associated with the activities are reported. Fund equity is classified as net position.

Governmental fund types are accounted for on a spending or financial flow measurement focus. Accordingly, only current assets and current liabilities are included on the Balance Sheet, and the reported fund balances provide an indication of available spendable or appropriable resources. Operating statements of governmental fund types report increases and decreases in available spendable resources. Fund balances in governmental funds are classified using the following hierarchy:

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus

Nonspendable: amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted: amounts that can be spent only for specific purposes because of constitutional provisions, or enabling legislation, or because of constraints that are imposed externally.

Committed: amounts that can be spent only for purposes determined by a formal action of the Board of Directors. The Board is the highest level of decision-making authority for the District. This action must be made no later than the end of the fiscal year. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board. The District does not have any committed fund balances.

Assigned: amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. The District has not adopted a formal policy regarding the assignment of fund balances and does not have any assigned fund balances.

Unassigned: all other spendable amounts in the General Fund.

When expenditures are incurred for which restricted, committed, assigned or unassigned fund balances are available, the District considers amounts to have been spent first out of restricted funds, then committed funds, then assigned funds, and finally unassigned funds.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 3. LONG-TERM DEBT

	<u>Series 2020 Road</u>	<u>Series 2021 Road</u>
Amounts Outstanding – March 31, 2026	\$ 5,160,000	\$ 12,970,000
Interest Rates	3.00%-3.375%	2.00%-3.00%
Maturity Dates – Serially Beginning/Ending	September 1, 2026/2045	September 1, 2026/2051
Interest Payment Dates	September 1/ March 1	September 1/ March 1
Callable Dates	September 1, 2025*	September 1, 2026*
	<u>Series 2024 Road</u>	<u>Series 2024 Utility</u>
Amounts Outstanding – March 31, 2026	\$ 6,000,000	\$ 10,400,000
Interest Rates	4.00%-5.00%	4.00%-5.00%
Maturity Dates – Serially Beginning/Ending	September 1, 2026/2054	September 1, 2026/2054
Interest Payment Dates	September 1/ March 1	September 1/ March 1
Callable Dates	September 1, 2031*	September 1, 2031*

- * The bonds are subject to redemption at the option of the District prior to their maturity in whole or from time to time in part, on the call date or any date thereafter at a price of par value plus unpaid accrued interest from the most recent interest payment date to the date fixed for redemption. Series 2020 Road term bonds maturing on September 1, 2036, September 1, 2042, and September 1, 2045, are subject to mandatory sinking fund redemption by lot or other customary method at a price equal to par plus accrued interest thereon to the redemption date. Series 2021 Road term bonds due September 1, 2036, September 1, 2038, September 1, 2041, September 1, 2046 and September 1, 2051 are subject to mandatory redemption by random selection beginning September 1, 2035, September 1, 2037, September 1, 2039, September 1, 2042 and September 1, 2047, respectively. Series 2024 Road term bonds due September 1, 2029, September 1, 2033, September 1, 2036, September 1, 2039, September 1, 2043, September 1, 2048 and September 1, 2054 are subject to mandatory redemption by random selection beginning September 1, 2026, September 1, 2030, September 1, 2035, September 1, 2037, September 1, 2040, September 1, 2044 and September 1, 2049, respectively. Series 2024 Utility term bonds due September 1, 2029, September 1, 2033, September 1, 2036, September 1, 2039, September 1, 2043, September 1, 2048 and September 1, 2054 are subject to mandatory redemption by random selection beginning September 1, 2026, September 1, 2030, September 1, 2035, September 1, 2037, September 1, 2040, September 1, 2044 and September 1, 2049, respectively.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 3. LONG-TERM DEBT (Continued)

The following is a summary of transactions regarding long-term liabilities payable for the year ended March 31, 2026:

	April 1, 2025	Additions	Retirements	March 31, 2026
Bonds Payable	\$ 35,010,000	\$	\$ 480,000	\$ 34,530,000
Unamortized Discounts	(256,897)		(8,889)	(248,008)
Unamortized Premiums	228,188		8,503	219,685
Bonds Payable, Net	<u>\$ 34,981,291</u>	<u>\$ -0-</u>	<u>\$ 479,614</u>	<u>\$ 34,501,677</u>
			Amount Due Within One Year	\$ 720,000
			Amount Due After One Year	<u>33,781,677</u>
			Bonds Payable, Net	<u>\$ 34,501,677</u>

As of March 31, 2026, the District had authorized but unissued bonds in the amount of \$102,000,000 for utility facilities, \$140,500,000 for refunding bonds, \$79,750,000 for road facilities and \$131,250,000 for refunding road bonds.

As of March 31, 2026, the debt service requirements on the bonds outstanding were as follows:

Fiscal Year	Principal	Interest	Total
2027	\$ 720,000	\$ 1,244,012	\$ 1,964,012
2028	740,000	1,220,437	1,960,437
2029	760,000	1,196,162	1,956,162
2030	785,000	1,171,061	1,956,061
2031	810,000	1,144,562	1,954,562
2032-2036	4,510,000	5,274,628	9,784,628
2037-2041	5,305,000	4,459,305	9,764,305
2042-2046	6,295,000	3,448,965	9,743,965
2047-2051	7,515,000	2,214,815	9,729,815
2052-2055	7,090,000	646,950	7,736,950
	<u>\$ 34,530,000</u>	<u>\$ 22,020,897</u>	<u>\$ 56,550,897</u>

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 3. LONG-TERM DEBT (Continued)

The bonds of the District are payable from the proceeds of an ad valorem tax levied upon all property subject to taxation within the District, without limitation as to rate or amount.

During the year ended March 31, 2026, the District levied an ad valorem debt service tax rate of \$0.633 per \$100 of assessed valuation, which resulted in a tax levy of \$1,967,426 on the adjusted taxable valuation of \$310,809,793 for the 2025 tax year. The bond orders require the District to levy and collect an ad valorem debt service tax sufficient to pay interest and principal on bonds when due and the cost of assessing and collecting taxes. See Note 7 for the maintenance tax levy.

All property values and exempt status, if any, are determined by the appraisal district. Assessed values are determined as of January 1 of each year, at which time a tax lien attaches to the related property. Taxes are levied around October/November, are due upon receipt and are delinquent the following February 1. Penalty and interest attach thereafter.

NOTE 4. SIGNIFICANT BOND ORDER AND LEGAL REQUIREMENTS

For bond issues, the District has covenanted that it will take all necessary steps to comply with the requirement that rebatable arbitrage earnings on the investment of the gross proceeds of the bonds, within the meaning of Section 148(f) of the Internal Revenue Code, be rebated to the federal government. The minimum requirement for determination of the rebatable amount is on the five-year anniversary of each issue.

The Bond Orders state that the District is required by the Securities and Exchange Commission to provide continuing disclosure of certain general financial information and operating data with respect to the District to the state information depository. This information, along with the audited annual financial statements, is to be provided within six months after the end of each fiscal year and shall continue to be provided through the life of the bonds.

NOTE 5. DEPOSITS AND INVESTMENTS

Deposits

Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The District's deposit policy for custodial credit risk requires compliance with the provisions of Texas statutes.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 5. DEPOSITS AND INVESTMENTS (Continued)

Deposits (Continued)

Texas statutes require that any cash balance in any fund shall, to the extent not insured by the Federal Deposit Insurance Corporation or its successor, be continuously secured by a valid pledge to the District of securities eligible under the laws of Texas to secure the funds of the District, having an aggregate market value, including accrued interest, at all times equal to the uninsured cash balance in the fund to which such securities are pledged. At fiscal year end, the carrying amount of the District's deposits was \$200,655 and the bank balance was \$227,897. The District was not exposed to custodial credit risk at year end.

The carrying values of the deposits are included in the Governmental Funds Balance Sheet and the Statement of Net Position at March 31, 2026, as listed below:

	<u>Cash</u>
GENERAL FUND	\$ 197,932
DEBT SERVICE FUND	1,820
CAPITAL PROJECTS FUND	<u>903</u>
TOTAL DEPOSITS	<u>\$ 200,655</u>

Investments

Under Texas law, the District is required to invest its funds under written investment policies that primarily emphasize safety of principal and liquidity and that address investment diversification, yield, maturity, and the quality and capability of investment management, and all District funds must be invested in accordance with the following investment objectives: understanding the suitability of the investment to the District's financial requirements, first; preservation and safety of principal, second; liquidity, third; marketability of the investments if the need arises to liquidate the investment before maturity, fourth; diversification of the investment portfolio, fifth; and yield, sixth. The District's investments must be made "with judgment and care, under prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person's own affairs, not for speculation, but for investment, considering the probable safety of capital and the probable income to be derived." No person may invest District funds without express written authority from the Board of Directors.

Texas statutes include specifications for and limitations applicable to the District and its authority to purchase investments as defined in the Public Funds Investment Act. The District has adopted a written investment policy to establish the guidelines by which it may invest. This policy is reviewed annually. The District's investment policy may be more restrictive than the Public Funds Investment Act.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 5. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

The District invests in LOGIC (Local Government Investment Cooperative), an external public fund investment pool that is not SEC-registered. LOGIC is organized and existing as a business trust under the laws of the State of Texas with all participant funds and all investment assets held and managed in trust by a Board of Trustees for the benefit of the participants. Hilltop Securities, Inc. and J.P. Morgan Investment Management, Inc. serve as co-administrators of the pool. LOGIC measures all of its portfolio assets at amortized cost for financial reporting purposes. The District measures its investments in LOGIC at amortized cost. There are no limitations or restrictions on withdrawals from LOGIC.

The District invests in Texas Cooperative Liquid Assets Securities System Trust ("Texas CLASS"), an external public funds investment pool that is not SEC-registered. Public Trust Advisors, LLC serves as the pool's administrator and investment advisor. The pool is subject to the general supervision of the Board of Trustees and its Advisory Board. UMB Bank, N.A. serves as custodian for the pool. Investments held by Texas CLASS are priced to market on a weekly basis. The investments are considered to be Level I investments because their fair value is measured by quoted prices in active markets. The fair value of the District's position in the pool is the same as the value of the pool shares. There are no limitations or restrictions on withdrawals from Texas CLASS.

As of March 31, 2026, the District had the following investments and maturities

<u>Fund and Investment Type</u>	<u>Fair Value</u>
<u>GENERAL FUND</u>	
LOGIC	\$ 4,259,822
Texas CLASS	2,581,232
<u>DEBT SERVICE FUND</u>	
LOGIC	1,854,639
<u>CAPITAL PROJECTS FUND</u>	
LOGIC	1,332,294
TOTAL INVESTMENTS	<u>\$ 10,027,987</u>

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. As of March 31, 2026, the District's investments in LOGIC and Texas CLASS were rated AAA by Standard and Poor's.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District considers the investments in LOGIC and Texas CLASS to have maturities of less than one year due to the fact the share position can usually be redeemed each day at the discretion of the District, unless there has been a significant change in value.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 5. DEPOSITS AND INVESTMENTS (Continued)

Restrictions

All cash and investments of the Debt Service Fund are restricted for the payment of debt service and the cost of assessing and collecting taxes. All cash and investments of the Capital Projects Fund are restricted for the purchase of capital assets.

NOTE 6. CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2026:

	April 1, 2025	Increases	Decreases	March 31, 2026
Capital Assets Not Being Depreciated				
Land and Land Improvements	\$ 1,737,240	\$	\$	\$ 1,737,240
Construction in Progress	434,672	353,961		788,633
Total Capital Assets Not Being Depreciated	<u>\$ 2,171,912</u>	<u>\$ 353,961</u>	<u>\$ - 0 -</u>	<u>\$ 2,525,873</u>
Capital Assets at Cost Subject to Depreciation				
Roadways and Streets	\$ 15,379,862	\$	\$	\$ 15,379,862
Water System	7,787,574			7,787,574
Wastewater System	9,940,241			9,940,241
Drainage System	7,819,027			7,819,027
Total Capital Assets at Cost Subject to Depreciation	<u>\$ 40,926,704</u>	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ 40,926,704</u>
Less Accumulated Depreciation				
Roadways and Streets	\$ 4,096,123	\$ 512,662	\$	\$ 4,608,785
Water System	1,423,925	176,763		1,600,688
Wastewater System	1,183,849	230,433		1,414,282
Drainage System	1,222,138	173,756		1,395,894
Total Accumulated Depreciation	<u>\$ 7,926,035</u>	<u>\$ 1,093,614</u>	<u>\$ - 0 -</u>	<u>\$ 9,019,649</u>
Total Depreciable Capital Assets, Net of Accumulated Depreciation	<u>\$ 33,000,669</u>	<u>\$ (1,093,614)</u>	<u>\$ - 0 -</u>	<u>\$ 31,907,055</u>
Total Capital Assets, Net of Accumulated Depreciation	<u><u>\$ 35,172,581</u></u>	<u><u>\$ (739,653)</u></u>	<u><u>\$ - 0 -</u></u>	<u><u>\$ 34,432,928</u></u>

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 7. MAINTENANCE TAX

On November 6, 2007, voters of the District approved the levy and collection of a maintenance tax unlimited as to rate or amount on all taxable property within the District. The maintenance tax will be used for maintenance purposes to include funds for planning, maintaining, repairing and operating all necessary plants, properties, owned or contracted facilities and improvements of the District and for proper services, engineering and legal fees, and operational and administrative costs in accordance with Section 49.107 of the Texas Water Code. During the current fiscal year, the District levied an ad valorem maintenance tax rate of \$0.367 per \$100 of assessed valuation, which resulted in a tax levy of \$1,140,672 on the adjusted taxable valuation of \$310,809,793 for the 2025 tax year.

NOTE 8. WATER AND WASTEWATER OPERATING AGREEMENT AND JOINT UTILITY AND WHOLESALE ALLOCATION AGREEMENTS

The District and District No. 1-A have entered into a Water and Wastewater Operating Agreement (the "Operating Agreement"), dated June 28, 2007, under which District No. 1-A has agreed to (i) supply and deliver water to the District for commercial and domestic uses, (ii) collect, transport and treat wastewater generated within the District, and (iii) operate certain water distribution and wastewater collection facilities on behalf of the District. Under the Operating Agreement, District No. 1-A is to collect all revenues from the operation of the District's water and wastewater system and use such revenues to pay for all maintenance and operating costs reasonably attributable to providing service within the District's service area.

As of August 1, 2008, and amended on October 28, 2010, the District entered into the Joint Utility and Wholesale Allocation Agreement (Joint Agreement) with District No. 1-A, District No. 1-B and District No. 1-C. This Joint Agreement sets forth the procedures under which District No. 1-A will bill the other districts for their respective shares of administration, maintenance, and operations costs relating to the water supply facilities and wastewater treatment plant operated by District No. 1-A. Each district will pay its share of fixed costs and variable costs based upon the procedures and allocation shares outlined in the agreement. The Joint Agreement also allocates among the districts the cost of wholesale water purchased by District No. 1-A from the City of Forney for distribution to District No. 1-B, District No. 1-C and the District. The Joint Agreement provides that in the event of conflicting provisions relating to cost-sharing, the provisions contained in the Joint Agreement will prevail over those of any prior cost-sharing arrangement, agreement or understanding among these districts.

On May 1, 2021, the District entered into the Cost-Sharing Agreement Regarding Expansions of Water Supply and Wastewater Treatment Facilities with District No. 1-C and District No. 1-D. District No. 1-A has completed the expansion of the sewage treatment plant and the expansion of the water plant pump station, both of which increased the total capacity in each respective plant. Allocation of the costs of the sewage treatment plant expansion was allocated as follows: District No. 1-C: 3.4 percent, and District No. 1-D: 96.6 percent. Allocation of the costs of the water plant expansion was allocated as follows: District No. 1-A: 79.3 percent, and District No. 1-C: 20.7 percent. This agreement was terminated upon the approval of the Amendment and Supplement to Joint Utility and Wholesale Allocation Agreement.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 8. WATER AND WASTEWATER OPERATING AGREEMENT AND JOINT UTILITY AND WHOLESALE ALLOCATION AGREEMENTS
(Continued)

During the fiscal year ending March 31, 2026, the District recorded \$1,895,391 for purchased water and wastewater service, of which \$208,910 was recorded as a payable at year end. The District has also advanced \$5,000 to District No. 1-A for operations. The following summary audited financial data on the joint water and wastewater treatment facilities is presented for the year ended March 31, 2026.

	Joint Utility Fund
Total Assets	\$
Total Liabilities	<u> </u>
Total Fund Balance	<u>\$ -0-</u>
Total Revenues	\$
Total Expenditures	<u> </u>
Net Change in Fund Balance	\$ -0-
Fund Balance – April 1, 2025	<u>-0-</u>
Fund Balance – March 31, 2026	<u><u>\$ -0-</u></u>

On April 24, 2024, the District, District No. 1-A, District No. 1-B, and District No. 1-C entered into the Amendment and Supplement to Joint Utility and Wholesale Allocation Agreement. District No. 1-B and District No. 1-C will have the right jointly to exercise full decision-making authority over all aspects of the sewer treatment plant (the “STP”) operations, with each of these Districts having a weighted vote based on its allocation capacity in the STP. Upon payment of the final installment payment from District No. 1-B per the Settlement Agreement, District No. 1-A shall assign and convey all right, title, and interest in the STP, along with all appurtenant rights to District No. 1-C for ownership and operation. Expansion Lease Payments shall be allocated in proportion to the number of sanitary equivalent connections between District No. 1-B and District No. 1-C. Pump Station Lease Payments shall be allocated in proportion to the number of water equivalent connections between District No. 1-A and District No. 1-C. During the prior fiscal year, District No. 1-B and District No. 1-C reimbursed the District \$137,945 for the share of the Expansion Lease Payments previously paid by the District.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2026

NOTE 9. UNREIMBURSED DEVELOPER COSTS

On June 28, 2007, the District entered into the Agreement for the Construction and Purchase of Facilities and Reimbursement for Costs. This agreement calls for the Developer to fund costs associated with water, sanitary sewer, drainage and road facilities until such time as the District can sell bonds. As of March 31, 2026, the District has recorded a liability in the amount of \$15,367,758 for facilities financed by the Developer which the District now operates and maintains. Any reimbursement is contingent upon a future bond sale, including receiving approval from the Commission and Texas State Attorney General, or the availability of future revenues from other sources.

In addition, the Developer has advanced funds to the District to cover operating costs of the District. Through March 31, 2026, the Developer has advanced \$5,496,461 to the District. No advances were made during the current fiscal year. The District previously reimbursed developers \$407,253, leaving a balance due to the Developer of \$4,030,152 for advances of as March 31, 2026.

The following table summarizes the activity for the current year fiscal year.

Due to Developers, beginning of year	\$ 19,397,910
Current year additions	-
Current year reimbursements	-
Due to Developers, end of year	<u>\$ 19,397,910</u>

NOTE 10. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, error and omission and natural disasters for which the District carries commercial insurance. There have been no significant changes in coverage from the prior years and settlements have not exceeded coverage in the past three years.

NOTE 11. COST-SHARING AGREEMENT

On December 20, 2012, District No. 1-A and District No. 1-C entered into a cost sharing agreement relating to the construction and maintenance of a shared sanitary sewer collection line. In this agreement, the districts agreed to fund their respective pro-rata shares of the construction costs of the shared sanitary sewer collection line. District No. 1-C will maintain physical ownership of the line and District No. 1-A will have a beneficial ownership interest. Both districts agree to pay for the cost of operating, maintaining and repairing the collection line based on their respective pro-rata shares. During a prior fiscal year, District No. 1-A transferred \$52,441 for its pro-rata share of the construction costs. Construction of this sewer line was completed during a prior fiscal year.

During a prior fiscal year, District No. 1-C consented to an assignment of all of District No. 1-A's rights and obligations under this cost-sharing agreement to the District.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D

REQUIRED SUPPLEMENTARY INFORMATION

MARCH 31, 2026

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED MARCH 31, 2026

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Property Taxes	\$ 1,045,006	\$ 1,143,343	\$ 98,337
Basic Service Charge	1,356,075	1,432,363	76,288
Water Service	445,484	431,824	(13,660)
Wastewater Service	538,943	634,587	95,644
Penalty and Interest	42,000	63,665	21,665
Tap Connection and Inspection Fees		288,600	288,600
Easement Revenue	38,821	4,340	(34,481)
Investment Revenues	225,000	260,955	35,955
Miscellaneous Revenues	58,846	103,407	44,561
TOTAL REVENUES	<u>\$ 3,750,175</u>	<u>\$ 4,363,084</u>	<u>\$ 612,909</u>
EXPENDITURES			
Service Operations:			
Professional Fees	\$ 318,460	\$ 410,227	\$ (91,767)
Contracted Services	746,729	918,948	(172,219)
Purchased Water and Wastewater Service	1,735,993	1,895,391	(159,398)
Repairs and Maintenance	482,111	304,545	177,566
Other	56,935	106,373	(49,438)
Capital Outlay	400,000	353,961	46,039
TOTAL EXPENDITURES	<u>\$ 3,740,228</u>	<u>\$ 3,989,445</u>	<u>\$ (249,217)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 9,947</u>	<u>\$ 373,639</u>	<u>\$ 363,692</u>
FUND BALANCE - APRIL 1, 2025	<u>6,453,084</u>	<u>6,453,084</u>	
FUND BALANCE - MARCH 31, 2026	<u><u>\$ 6,463,031</u></u>	<u><u>\$ 6,826,723</u></u>	<u><u>\$ 363,692</u></u>

See accompanying independent auditor's report.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D

SUPPLEMENTARY INFORMATION REQUIRED BY THE

WATER DISTRICT FINANCIAL MANAGEMENT GUIDE

MARCH 31, 2026

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
SERVICES AND RATES
FOR THE YEAR ENDED MARCH 31, 2026

1. SERVICES PROVIDED BY THE DISTRICT DURING THE FISCAL YEAR:

<u> X </u>	Retail Water	<u> </u>	Wholesale Water	<u> X </u>	Drainage
<u> X </u>	Retail Wastewater	<u> </u>	Wholesale Wastewater	<u> </u>	Irrigation
<u> </u>	Parks/Recreation	<u> </u>	Fire Protection	<u> </u>	Security
<u> </u>	Solid Waste/Garbage	<u> </u>	Flood Control	<u> X </u>	Roads
<u> X </u>	Participates in joint venture, regional system and/or wastewater service (other than emergency interconnect)				
<u> </u>	Other (specify): _____				

2. RETAIL SERVICE PROVIDERS

a. RETAIL RATES FOR A 5/8" METER (OR EQUIVALENT):

Based on the rate order approved December 18, 2025.

	Minimum Charge	Minimum Usage	Flat Rate Y/N	Rate per 1,000 Gallons over Minimum Use	Usage Levels
WATER:			N	\$ 5.36 \$ 6.36 \$ 7.36 \$ 8.36	0001 to 5,000 5,001 to 10,000 10,001 to 15,000 15,000 and up
WASTEWATER:			N	\$ 10.71 \$ 10.71 \$ 10.71	0001 to 5,000 5,001 to 10,000 10,001 and up
SERVICE CHARGE:	\$ 110.25		Y		
SURCHARGE:					
Commission	0.5% of actual water and sewer bill				
Regulatory Assessments					

District employs winter averaging for wastewater usage?

 X
 Yes No

Total monthly charges per 10,000 gallons usage: Water: \$58.60 Wastewater: \$107.10 Service Charge \$110.25 Surcharge: \$1.38 Total \$277.33

See accompanying independent auditor's report.

**KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
SERVICES AND RATES
FOR THE YEAR ENDED MARCH 31, 2026**

2. RETAIL SERVICE PROVIDERS (Continued)

b. WATER AND WASTEWATER RETAIL CONNECTIONS: (Unaudited)

<u>Meter Size</u>	<u>Total Connections</u>	<u>Active Connections</u>	<u>ESFC Factor</u>	<u>Active ESFCs</u>
Unmetered			x 1.0	
≤¾"	<u>1,134</u>	<u>1,126</u>	x 1.0	<u>1,126</u>
1"	<u>1</u>	<u>1</u>	x 2.5	<u>3</u>
1½"			x 5.0	
2"	<u>15</u>	<u>15</u>	x 8.0	<u>120</u>
3"	<u>1</u>	<u>1</u>	x 15.0	<u>15</u>
4"			x 25.0	
5"			x 50.0	
8"			x 80.0	
10"			x 115.0	
Total Water Connections	<u>1,151</u>	<u>1,143</u>		<u>1,264</u>
Total Wastewater Connections	<u>1,138</u>	<u>1,130</u>	x 1.0	<u>1,130</u>

3. TOTAL WATER CONSUMPTION DURING THE FISCAL YEAR ROUNDED TO THE NEAREST THOUSAND: (Unaudited)

Gallons sold:	*	Water Accountability Ratio: (Gallons billed and sold/Gallons pumped and purchased)
Gallons billed to customers:	75,908,000	*
Gallons purchased:	*	From: Kaufman County Fresh Water Supply District No. 1-A

* Kaufman County Fresh Water Supply District No. 1-A supplies water to the District, Kaufman County Fresh Water Supply District No. 1-B and Kaufman County Fresh Water Supply District No. 1-C.

See accompanying independent auditor's report.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
SERVICES AND RATES
FOR THE YEAR ENDED MARCH 31, 2026

4. STANDBY FEES (authorized only under TWC Section 49.231):

Does the District have Debt Service standby fees? Yes ☐ No ☒

Does the District have Operation and Maintenance standby fees? Yes ☐ No ☒

5. LOCATION OF DISTRICT:

Is the District located entirely within one county?

Yes ☒ No ☐

County or Counties in which District is located:

Kaufman County, Texas

Is the District located within a city?

Entirely ☐ Partly ☐ Not at all ☒

Is the District located within a city's extra territorial jurisdiction (ETJ)?

Entirely ☐ Partly ☒ Not at all ☐

ETJ's in which District is located:

City of Forney, Texas

Are Board Members appointed by an office outside the District?

Yes ☐ No ☒

See accompanying independent auditor's report.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
GENERAL FUND EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 2026

PROFESSIONAL FEES:

Auditing	\$ 17,750
Engineering	202,404
Legal	<u>190,073</u>

TOTAL PROFESSIONAL FEES	<u>\$ 410,227</u>
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PURCHASED SERVICES FOR RESALE:

Purchased Water and Wastewater Service	<u>\$ 1,895,391</u>
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CONTRACTED SERVICES:

Bookkeeping	\$ 47,865
Operations and Billing	135,434
Solid Waste Disposal	292,550
Security	<u>443,099</u>

TOTAL CONTRACTED SERVICES	<u>\$ 918,948</u>
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REPAIRS AND MAINTENANCE	<u>\$ 304,545</u>
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ADMINISTRATIVE EXPENDITURES:

Director Fees	\$ 19,006
Insurance	3,599
Inspections	41,838
Payroll Taxes	1,454
Website	14,145
Travel and Meetings	10,395
Regulatory Assessment	11,449
Other	<u>4,487</u>

TOTAL ADMINISTRATIVE EXPENDITURES	<u>\$ 106,373</u>
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CAPITAL OUTLAY	<u>\$ 353,961</u>
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TOTAL EXPENDITURES	<u>\$ 3,989,445</u>
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See accompanying independent auditor's report.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
INVESTMENTS
MARCH 31, 2026

<u>Fund</u>	<u>Identification or Certificate Number</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Balance at End of Year</u>	<u>Accrued Interest Receivable at End of Year</u>
<u>GENERAL FUND</u>					
LOGIC	XXXX2001	Varies	Daily	\$ 4,259,822	\$
Texas CLASS	XXXX0001	Varies	Daily	2,581,232	
TOTAL GENERAL FUND				<u>\$ 6,841,054</u>	<u>\$ - 0 -</u>
<u>DEBT SERVICE FUND</u>					
LOGIC	XXXX2005	Varies	Daily	\$ 1,854,639	\$ - 0 -
<u>CAPITAL PROJECTS FUND</u>					
LOGIC	XXXX2006	Varies	Daily	\$ 1,332,294	\$ - 0 -
TOTAL - ALL FUNDS				<u>\$ 10,027,987</u>	<u>\$ - 0 -</u>

See accompanying independent auditor's report.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
TAXES LEVIED AND RECEIVABLE
FOR THE YEAR ENDED MARCH 31, 2026

	Maintenance Taxes		Debt Service Taxes	
TAXES RECEIVABLE -				
APRIL 1, 2025	\$	11,552	\$	5,854
Adjustments to Beginning				
Balance		\$ 11,552		\$ 5,854
Original 2025 Tax Levy	\$	1,136,923	\$	1,960,961
Adjustment to 2025 Tax Levy		3,749		6,465
		1,140,672		1,967,426
TOTAL TO BE				
ACCOUNTED FOR		\$ 1,152,224		\$ 1,973,280
TAX COLLECTIONS:				
Prior Years	\$	9,693	\$	4,880
Current Year		1,133,650		1,955,314
		1,143,343		1,960,194
TAXES RECEIVABLE -				
MARCH 31, 2026		\$ 8,881		\$ 13,086
TAXES RECEIVABLE BY				
YEAR:				
2025	\$	7,022	\$	12,112
2024		955		459
2023		904		515
TOTAL	\$	8,881	\$	13,086

See accompanying independent auditor's report.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
TAXES LEVIED AND RECEIVABLE
FOR THE YEAR ENDED MARCH 31, 2026

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
PROPERTY VALUATIONS:				
Land	\$ 95,238,758	\$ 85,610,763	\$ 83,088,384	\$ 67,252,011
Improvements	241,058,081	240,582,699	220,178,890	189,364,787
Personal Property	270,500	320,500	320,500	500
Exemptions	<u>(25,757,546)</u>	<u>(27,469,996)</u>	<u>(30,169,187)</u>	<u>(24,427,609)</u>
TOTAL PROPERTY VALUATIONS	<u>\$ 310,809,793</u>	<u>\$ 299,043,966</u>	<u>\$ 273,418,587</u>	<u>\$ 232,189,689</u>
TAX RATES PER \$100 VALUATION:				
Debt Service	\$ 0.633	\$ 0.3247	\$ 0.3629	\$ 0.458
Maintenance	<u>0.367</u>	<u>0.6753</u>	<u>0.6371</u>	<u>0.542</u>
TOTAL TAX RATES PER \$100 VALUATION	<u>\$ 1.000</u>	<u>\$ 1.0000</u>	<u>\$ 1.0000</u>	<u>\$ 1.000</u>
ADJUSTED TAX LEVY*	<u>\$ 3,108,098</u>	<u>\$ 2,990,439</u>	<u>\$ 2,730,433</u>	<u>\$ 2,321,896</u>
PERCENTAGE OF TAXES COLLECTED TO TAXES LEVIED	<u>99.38 %</u>	<u>99.95 %</u>	<u>99.95 %</u>	<u>100.00 %</u>

* Based upon the adjusted tax levy at the time of the audit for the fiscal year in which the tax was levied.

Maintenance Tax – Maximum tax rate at an unlimited rate per \$100 of assessed valuation approved by voters on November 6, 2007.

See accompanying independent auditor's report.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
LONG-TERM DEBT SERVICE REQUIREMENTS
MARCH 31, 2026

S E R I E S - 2 0 2 0 R O A D B O N D S

Due During Fiscal Years Ending March 31	Principal Due September 1	Interest Due September 1/ March 1	Total
2027	\$ 190,000	\$ 159,981	\$ 349,981
2028	195,000	154,206	349,206
2029	205,000	148,206	353,206
2030	210,000	141,981	351,981
2031	215,000	135,606	350,606
2032	220,000	129,081	349,081
2033	230,000	122,331	352,331
2034	235,000	115,356	350,356
2035	240,000	108,231	348,231
2036	250,000	100,882	350,882
2037	255,000	93,307	348,307
2038	265,000	85,175	350,175
2039	275,000	76,400	351,400
2040	280,000	67,382	347,382
2041	290,000	58,119	348,119
2042	300,000	48,531	348,531
2043	310,000	38,619	348,619
2044	320,000	28,182	348,182
2045	330,000	17,213	347,213
2046	345,000	5,822	350,822
2047			
2048			
2049			
2050			
2051			
2052			
2053			
2054			
2055			
	<u>\$ 5,160,000</u>	<u>\$ 1,834,611</u>	<u>\$ 6,994,611</u>

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
LONG-TERM DEBT SERVICE REQUIREMENTS
MARCH 31, 2026

S E R I E S - 2 0 2 1 R O A D B O N D S

Due During Fiscal Years Ending March 31	Principal Due September 1	Interest Due September 1/ March 1	Total
2027	\$ 300,000	\$ 356,750	\$ 656,750
2028	305,000	350,700	655,700
2029	310,000	344,550	654,550
2030	315,000	338,300	653,300
2031	320,000	331,550	651,550
2032	330,000	324,031	654,031
2033	335,000	316,134	651,134
2034	345,000	308,059	653,059
2035	355,000	299,525	654,525
2036	360,000	290,588	650,588
2037	375,000	281,400	656,400
2038	380,000	271,725	651,725
2039	390,000	261,619	651,619
2040	405,000	250,425	655,425
2041	415,000	238,125	653,125
2042	425,000	225,525	650,525
2043	440,000	212,550	652,550
2044	450,000	199,200	649,200
2045	465,000	185,475	650,475
2046	475,000	171,375	646,375
2047	845,000	151,575	996,575
2048	870,000	125,850	995,850
2049	900,000	99,300	999,300
2050	925,000	71,925	996,925
2051	955,000	43,725	998,725
2052	980,000	14,700	994,700
2053			
2054			
2055			
	<u>\$ 12,970,000</u>	<u>\$ 6,064,681</u>	<u>\$ 19,034,681</u>

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
LONG-TERM DEBT SERVICE REQUIREMENTS
MARCH 31, 2026

S E R I E S - 2 0 2 4 R O A D B O N D S

Due During Fiscal Years Ending March 31	Principal Due September 1	Interest Due September 1/ March 1	Total
2027	\$ 50,000	\$ 267,731	\$ 317,731
2028	50,000	265,231	315,231
2029	50,000	262,731	312,731
2030	55,000	260,105	315,105
2031	60,000	257,231	317,231
2032	65,000	254,107	319,107
2033	65,000	250,857	315,857
2034	70,000	247,482	317,482
2035	75,000	243,857	318,857
2036	75,000	240,482	315,482
2037	75,000	237,482	312,482
2038	80,000	234,382	314,382
2039	85,000	231,082	316,082
2040	85,000	227,682	312,682
2041	90,000	224,069	314,069
2042	95,000	220,137	315,137
2043	100,000	215,993	315,993
2044	105,000	211,637	316,637
2045	110,000	207,000	317,000
2046	115,000	202,078	317,078
2047	120,000	196,937	316,937
2048	125,000	191,578	316,578
2049	125,000	186,109	311,109
2050	135,000	180,337	315,337
2051	140,000	174,150	314,150
2052	150,000	167,625	317,625
2053	1,165,000	138,037	1,303,037
2054	1,215,000	84,488	1,299,488
2055	1,270,000	28,575	1,298,575
	<u>\$ 6,000,000</u>	<u>\$ 6,109,192</u>	<u>\$ 12,109,192</u>

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
LONG-TERM DEBT SERVICE REQUIREMENTS
MARCH 31, 2026

S E R I E S - 2 0 2 4 U T I L I T Y B O N D S

Due During Fiscal Years Ending March 31	Principal Due September 1	Interest Due September 1/ March 1	Total
2027	\$ 180,000	\$ 459,550	\$ 639,550
2028	190,000	450,300	640,300
2029	195,000	440,675	635,675
2030	205,000	430,675	635,675
2031	215,000	420,175	635,175
2032	230,000	409,050	639,050
2033	240,000	397,300	637,300
2034	250,000	385,050	635,050
2035	265,000	372,175	637,175
2036	275,000	360,050	635,050
2037	290,000	348,750	638,750
2038	300,000	336,950	636,950
2039	310,000	324,750	634,750
2040	325,000	312,050	637,050
2041	335,000	298,431	633,431
2042	350,000	283,875	633,875
2043	365,000	268,681	633,681
2044	380,000	252,850	632,850
2045	400,000	236,025	636,025
2046	415,000	218,197	633,197
2047	435,000	199,603	634,603
2048	455,000	180,135	635,135
2049	475,000	159,791	634,791
2050	495,000	138,262	633,262
2051	515,000	115,538	630,538
2052	540,000	91,800	631,800
2053	565,000	66,937	631,937
2054	590,000	40,950	630,950
2055	615,000	13,838	628,838
	<u>\$ 10,400,000</u>	<u>\$ 8,012,413</u>	<u>\$ 18,412,413</u>

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
LONG-TERM DEBT SERVICE REQUIREMENTS
MARCH 31, 2026

ANNUAL REQUIREMENTS
FOR ALL SERIES

Due During Fiscal Years Ending March 31	Total Principal Due	Total Interest Due	Total Principal and Interest Due
2027	\$ 720,000	\$ 1,244,012	\$ 1,964,012
2028	740,000	1,220,437	1,960,437
2029	760,000	1,196,162	1,956,162
2030	785,000	1,171,061	1,956,061
2031	810,000	1,144,562	1,954,562
2032	845,000	1,116,269	1,961,269
2033	870,000	1,086,622	1,956,622
2034	900,000	1,055,947	1,955,947
2035	935,000	1,023,788	1,958,788
2036	960,000	992,002	1,952,002
2037	995,000	960,939	1,955,939
2038	1,025,000	928,232	1,953,232
2039	1,060,000	893,851	1,953,851
2040	1,095,000	857,539	1,952,539
2041	1,130,000	818,744	1,948,744
2042	1,170,000	778,068	1,948,068
2043	1,215,000	735,843	1,950,843
2044	1,255,000	691,869	1,946,869
2045	1,305,000	645,713	1,950,713
2046	1,350,000	597,472	1,947,472
2047	1,400,000	548,115	1,948,115
2048	1,450,000	497,563	1,947,563
2049	1,500,000	445,200	1,945,200
2050	1,555,000	390,524	1,945,524
2051	1,610,000	333,413	1,943,413
2052	1,670,000	274,125	1,944,125
2053	1,730,000	204,974	1,934,974
2054	1,805,000	125,438	1,930,438
2055	1,885,000	42,413	1,927,413
	<u>\$ 34,530,000</u>	<u>\$ 22,020,897</u>	<u>\$ 56,550,897</u>

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
CHANGE IN LONG-TERM BOND DEBT
FOR THE YEAR ENDED MARCH 31, 2026

Description	Original Bonds Issued	Bonds Outstanding April 1, 2025
Kaufman County Fresh Water Supply District No. 1-D Unlimited Tax Road Bonds - Series 2020	\$ 5,700,000	\$ 5,345,000
Kaufman County Fresh Water Supply District No. 1-D Unlimited Tax Road Bonds - Series 2021	13,550,000	13,265,000
Kaufman County Fresh Water Supply District No. 1-D Unlimited Tax Road Bonds - Series 2024	6,000,000	6,000,000
Kaufman County Fresh Water Supply District No. 1-D Unlimited Tax Utility Bonds - Series 2024	<u>10,400,000</u>	<u>10,400,000</u>
TOTAL	<u>\$ 35,650,000</u>	<u>\$ 35,010,000</u>
Bond Authority:	Utility Tax Bonds*	Utility Refunding Bonds
Amount Authorized by Voters	\$ 112,400,000	\$ 140,500,000
Amount Issued		
Remaining to be Issued	<u>10,400,000</u>	
	<u>\$ 102,000,000</u>	<u>\$ 140,500,000</u>
Debt Service Fund cash, investments and cash with paying agent balances as of March 31, 2026:		<u>\$ 1,856,459</u>
Average annual debt service payment (principal and interest) for remaining term of all debt:		<u>\$ 1,950,031</u>

See Note 3 for interest rate, interest payment dates and maturity dates.

* Includes all bonds secured with tax revenues. Bonds in this category may also be secured with other revenues in combination with taxes.

Current Year Transactions				
Bonds Sold	Retirements		Bonds Outstanding March 31, 2026	Paying Agent
	Principal	Interest		
\$	\$ 185,000	\$ 165,606	\$ 5,160,000	BOKF, NA Dallas, Texas
	295,000	362,700	12,970,000	BOKF, NA Dallas, Texas
		328,007	6,000,000	BOKF, NA Dallas, Texas
		565,883	10,400,000	BOKF, NA Dallas, Texas
<u>\$ - 0 -</u>	<u>\$ 480,000</u>	<u>\$ 1,422,197</u>	<u>\$ 34,530,000</u>	
Road Bonds*	Road Refunding Bonds			
\$ 105,000,000	\$ 131,250,000			
25,250,000				
<u>\$ 79,750,000</u>	<u>\$ 131,250,000</u>			

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
GENERAL FUND - FIVE YEARS

	Amount		
	2026	2025	2024
REVENUES			
Property Taxes	\$ 1,143,343	\$ 2,009,785	\$ 1,739,667
Basic Service Charge	1,432,363	1,306,106	1,259,229
Water Service	431,824	496,951	362,863
Wastewater Service	634,587	429,722	225,634
Penalty and Interest	63,665	56,287	45,886
Tap Connection and Inspection Fees	288,600	167,700	280,800
Easement Revenues	4,340	82,108	38,821
Investment Revenues	260,955	252,193	193,232
Miscellaneous Revenues	103,407	206,451	64,082
TOTAL REVENUES	<u>\$ 4,363,084</u>	<u>\$ 5,007,303</u>	<u>\$ 4,210,214</u>
EXPENDITURES			
Professional Fees	\$ 410,227	\$ 298,601	\$ 220,117
Contracted Services	918,948	713,044	567,257
Purchased Water and Wastewater Service	1,895,391	1,636,172	1,815,915
Repairs and Maintenance	304,545	367,016	432,852
Other	106,373	83,385	90,138
Capital Outlay	353,961	251,886	3,060
TOTAL EXPENDITURES	<u>\$ 3,989,445</u>	<u>\$ 3,350,104</u>	<u>\$ 3,129,339</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 373,639</u>	<u>\$ 1,657,199</u>	<u>\$ 1,080,875</u>
OTHER FINANCING SOURCES (USES)			
Developer Advances	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ 93,906</u>
NET CHANGE IN FUND BALANCE	<u>\$ 373,639</u>	<u>\$ 1,657,199</u>	<u>\$ 1,174,781</u>
BEGINNING FUND BALANCE (DEFICIT)	<u>6,453,084</u>	<u>4,795,885</u>	<u>3,621,104</u>
ENDING FUND BALANCE (DEFICIT)	<u>\$ 6,826,723</u>	<u>\$ 6,453,084</u>	<u>\$ 4,795,885</u>

		Percentage of Total Revenue				
2023	2022	2026	2025	2024	2023	2022
\$ 1,292,189	\$ 224,685	26.4 %	40.3 %	41.3 %	44.0 %	8.7 %
868,820	657,076	32.8	26.1	29.9	29.7	25.2
324,640	238,106	9.9	9.9	8.6	11.1	9.1
166,402	100,270	14.5	8.6	5.4	5.7	3.8
26,137	22,652	1.5	1.1	1.1	0.9	0.9
97,500	1,341,438	6.6	3.3	6.7	3.3	51.5
28,539	13,625	0.1	1.6	0.9	1.0	0.5
71,813	1,825	6.0	5.0	4.6	2.5	0.1
51,918	5,400	2.4	4.1	1.5	1.8	0.2
<u>\$ 2,927,958</u>	<u>\$ 2,605,077</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>
\$ 235,596	\$ 310,011	9.4 %	6.0 %	5.2 %	8.0 %	11.9 %
498,587	643,916	21.1	14.2	13.5	17.0	24.7
1,579,544	986,622	43.4	32.7	43.1	53.9	37.9
218,054	247,153	7.0	7.3	10.3	7.4	9.5
75,856	30,134	2.4	1.7	2.1	2.6	1.2
65,227	173,900	8.1	5.0	0.1	2.2	6.7
<u>\$ 2,672,864</u>	<u>\$ 2,391,736</u>	<u>91.4 %</u>	<u>66.9 %</u>	<u>74.3 %</u>	<u>91.1 %</u>	<u>91.9 %</u>
<u>\$ 255,094</u>	<u>\$ 213,341</u>	<u>8.6 %</u>	<u>33.1 %</u>	<u>25.7 %</u>	<u>8.9 %</u>	<u>8.1 %</u>
<u>\$ 640,919</u>	<u>\$ 1,240,377</u>					
\$ 896,013	\$ 1,453,718					
2,725,091	1,271,373					
<u>\$ 3,621,104</u>	<u>\$ 2,725,091</u>					

**KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
DEBT SERVICE FUND – FIVE YEARS**

	Amount		
	2026	2025	2024
REVENUES			
Property Taxes	\$ 1,960,194	\$ 966,734	\$ 993,885
Interest on Investments	50,484	58,748	51,913
Miscellaneous Revenues	<u>3,163</u>		
TOTAL REVENUES	<u>\$ 2,013,841</u>	<u>\$ 1,025,482</u>	<u>\$ 1,045,798</u>
EXPENDITURES			
Tax Collection Expenditures	\$ 34,025	\$ 27,697	\$ 25,855
Debt Service Principal	480,000	465,000	175,000
Debt Service Interest and Fees	<u>1,423,697</u>	<u>540,232</u>	<u>548,106</u>
TOTAL EXPENDITURES	<u>\$ 1,937,722</u>	<u>\$ 1,032,929</u>	<u>\$ 748,961</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 76,119</u>	<u>\$ (7,447)</u>	<u>\$ 296,837</u>
OTHER FINANCING SOURCES (USES)			
Long-Term Debt Issued	<u>\$ - 0 -</u>	<u>\$ 466,142</u>	<u>\$ - 0 -</u>
NET CHANGE IN FUND BALANCE	\$ 76,119	\$ 458,695	\$ 296,837
BEGINNING FUND BALANCE	<u>1,789,956</u>	<u>1,331,261</u>	<u>1,034,424</u>
ENDING FUND BALANCE, AS ADJUSTED	<u>\$ 1,866,075</u>	<u>\$ 1,789,956</u>	<u>\$ 1,331,261</u>
TOTAL ACTIVE RETAIL WATER CONNECTIONS	<u>1,143</u>	<u>1,075</u>	<u>1,033</u>
TOTAL ACTIVE RETAIL WASTEWATER CONNECTIONS	<u>1,130</u>	<u>1,064</u>	<u>1,020</u>

		Percentage of Total Revenue				
2023	2022	2026	2025	2024	2023	2022
\$ 1,122,576	\$ 619,910	97.2 %	94.3 %	95.0 %	98.8 %	100.0 %
14,123	230	2.5	5.7	5.0	1.2	
		0.3				
<u>\$ 1,136,699</u>	<u>\$ 620,140</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>
\$ 23,954	\$ 10,898	1.7 %	2.7 %	2.5 %	2.1 %	1.8 %
		23.8	45.3	16.7		
<u>550,731</u>	<u>365,026</u>	<u>70.7</u>	<u>52.7</u>	<u>52.4</u>	<u>48.5</u>	<u>58.9</u>
<u>\$ 574,685</u>	<u>\$ 375,924</u>	<u>96.2 %</u>	<u>100.7 %</u>	<u>71.6 %</u>	<u>50.6 %</u>	<u>60.7 %</u>
\$ 562,014	\$ 244,216	3.8 %	(0.7) %	28.4 %	49.4 %	39.3 %
<u>\$ - 0 -</u>	<u>\$ - 0 -</u>					
\$ 562,014	\$ 244,216					
<u>472,410</u>	<u>228,194</u>					
<u>\$ 1,034,424</u>	<u>\$ 472,410</u>					
<u>1,050</u>	<u>986</u>					
<u>1,036</u>	<u>971</u>					

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS
MARCH 31, 2026

District Mailing Address - Kaufman County Fresh Water Supply District No. 1-D
2728 N. Harwood Street, Suite 500
Dallas, TX 75201

District Telephone Number - (214) 745-5400

Board Members	Term of Office (Elected or Appointed)	Fees of office for the year ended March 31, 2026	Expense reimbursements for the year ended March 31, 2026	Title
Neima Gas	05/22 05/26 (Elected)	\$ 6,188	\$ 2,530	President
Jasmine Sosa	05/24 05/28 (Rsigned)	\$ 4,199	\$ 1,431	Vice President
Shena D. Mitchell	05/24 05/28 (Elected)	\$ 4,641	\$ 1,279	Secretary
Robert (Bo) Branyan	05/24 05/28 (Elected)	\$ 3,094	\$ 264	Assistant Secretary
Alice D. Bittner	05/22 10/25 (Rsigned)	\$ 884	\$ 45	Former Vice President

Notes: No Director has any business or family relationships (as defined by the Texas Water Code) with major landowners in the District, with the District's developers or with any of the District's consultants.

Submission date of most recent District Registration Form: June 23, 2026_____

The limit on Fees of Office that a Director may receive during a fiscal year is \$7,200 as set by Board Resolution on October 5, 2023. Fees of Office are the amounts actually paid to a Director during the District's current fiscal year.

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
BOARD MEMBERS, KEY PERSONNEL AND CONSULTANTS
MARCH 31, 2026

Consultants:	Date Hired	Fees for the year ended March 31, 2026	Title
Winstead PC	02/18/16	\$ 186,573	Attorney
McCall Gibson Swedlund Barfoot Ellis PLLC	03/27/08	\$ 17,750	Auditor
Dye & Toverly, LLC	06/28/07	\$ 47,865	Bookkeeper
BGE, Inc.	06/28/07	\$ 304,194	Engineer
Inframark Water and Infrastructure Services	06/28/07	\$ 382,741	Operator
Kerry Toverly	06/28/07	\$ -0-	Investment Officer
Hilltop Securities, Inc.	02/18/16	\$ -0-	Financial Advisor
Linebarger Goggin Blair & Sampson, LLP	06/16/17	\$ -0-	Delinquent Tax Attorney
Kaufman County Tax Office		\$ 2,033	Tax Assessor/ Collector

McCall Gibson Swedlund Barfoot Ellis PLLC

Certified Public Accountants

*Chris Swedlund
Noel W. Barfoot
Joseph Ellis
Ashlee Martin*

*Mike M. McCall
(retired)
Debbie Gibson
(retired)*

July 30, 2026

Board of Directors
Kaufman County Fresh Water
Supply District No. 1-D
Kaufman County, Texas

In planning and performing our audit of the financial statements of Kaufman County Fresh Water Supply District No. 1-D (the "District") as of and for the year ended March 31, 2026, in accordance with auditing standards generally accepted in the United States of America, we considered the District's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements of the District's financial statements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Last year, and again this year, we observed the following deficiencies in the District's internal control that we consider to be material weaknesses.

Material Weaknesses

The District's management consists of an elected Board of Directors (the "Directors"). The day-to-day operations are performed by private companies ("Consultants") under contract with the District. The Directors of the District supervise the performance of the Consultants; however, although the Consultants can be part of the District's system of internal control, the Consultants are not members of management. Ultimately, the Directors of the District are responsible for the design and implementation of the system of internal control.

As is common within the system of internal control of most small organizations, the accounting function of the District does not include preparation of the financial statements complete with footnotes in accordance with accounting principles generally accepted in the United States of America. Accordingly, the District has not established internal controls over the preparation of its financial statements. This condition is considered to be a material weakness of the District's system of internal control over financial reporting.

Material Weaknesses (Continued)

During the course of performing an audit, the auditor prepares various journal entries to present the financial statements on the government-wide basis of accounting. Management's reliance upon the auditor to detect and make these necessary adjustments is considered to be a material weakness in internal control. In addition, the District's Management relies on the District's auditor to prepare the capital asset and depreciation schedules and post adjustments related to the presentation of the capital assets in the government-wide financial statements. This reliance on the auditor to perform this function is considered to be a material weakness in the system of internal control. Auditing standards do not make exceptions for reporting deficiencies that are adequately mitigated with nonaudit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive.

We agree with the objective of auditing standards to inform an organization of all the conditions in its internal control that interfere with its ability to record financial data reliably and issue financial statements free of material misstatement. Communication of the material weaknesses above helps to emphasize that the responsibility for financial reporting rests entirely with the organization and not the auditor.

Management's Response

The District's Board of Directors is appointed or elected from the general population and do not necessarily have governmental accounting expertise. The Board engages consultants who possess industry knowledge and expertise to provide financial services, as well as legal and professional engineering services. Based on the auditor's unmodified opinion and after reading the financial statements, the Board believes the financial statements to be materially correct. The Board does not think that the addition of an employee or consultant to oversee the annual financial reporting process is necessary nor would it be cost effective.

Conclusion

Management's written response to the material weaknesses identified in our audit has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on it.

This communication is intended solely for the information and use of the Board of Directors and the Texas Commission on Environmental Quality and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
Houston, Texas

KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D
KAUFMAN COUNTY, TEXAS
JULY 30, 2026

McCall Gibson Swedlund Barfoot Ellis PLLC
Certified Public Accountants
13100 Wortham Center Drive, Suite 235
Houston, Texas 77065-5610

Ladies and Gentlemen:

This representation letter is provided in connection with your audit of the financial statements of Kaufman County Fresh Water Supply District No. 1-D (the "District"), which comprise the respective financial position of the governmental activities and each major fund as of March 31, 2026, and the respective changes in financial position for the year then ended, and the related notes to the financial statements, for the purpose of expressing opinions as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of July 30, 2026, the following representations made to you during your audit.

Financial Statements

- 1) We have fulfilled our responsibilities, as set out in the terms of the audit continuance letter dated March 19, 2026, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP and for preparation of the supplementary information in accordance with the applicable criteria.
- 2) The financial statements referred to above are fairly presented in conformity with U.S. GAAP and include all properly classified funds and other financial information of the primary government and all component units required by generally accepted accounting principles to be included in the financial reporting entity.
- 3) We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
- 4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- 5) The methods, significant assumptions and data used in making accounting estimates and their related disclosures are appropriate to achieve recognition, measurement, or disclosure that is reasonable in accordance with U.S. GAAP.
- 6) Related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties have been appropriately accounted for and disclosed in accordance with U.S. GAAP.
- 7) Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements.

- 8) The effects of uncorrected misstatements, if any, are immaterial, both individually and in the aggregate, to the financial statements as a whole for each opinion unit. A list of the uncorrected misstatements, if any, are attached to the representation letter.
- 9) The effects of all known actual or possible litigation, claims, and assessments, if any, have been accounted for and disclosed in accordance with U.S. GAAP.
- 10) Guarantees, whether written or oral, under which the District is contingently liable, if any, have been properly recorded or disclosed.

Information Provided

- 11) We have provided you with:
 - a) Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records (including information obtained from outside of the general and subsidiary ledgers), documentation, and other matters.
 - b) Additional information that you have requested from us for the purpose of the audit.
 - c) Unrestricted access to persons within the District from whom you determined it necessary to obtain audit evidence.
 - d) Minutes of the meetings of the District or summaries of actions of recent meetings for which minutes have not yet been prepared.
- 12) All material transactions have been recorded in the accounting records and are reflected in the financial statements.
- 13) We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- 14) We have no knowledge of any fraud or suspected fraud that affects the District and involves -
 - Management,
 - Employees who have significant roles in internal control, or
 - Others where the fraud could have a material effect on the financial statements.
- 15) We have no knowledge of any allegations of fraud or suspected fraud affecting the District's financial statements communicated by employees, former employees, regulators, or others.
- 16) We have no knowledge of instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or waste or abuse, whose effects should be considered when preparing financial statements.
- 17) We are not aware of any pending or threatened litigation, claims or assessments or unasserted claims or assessments that are required to be accrued or disclosed in the financial statements, and we have not consulted a lawyer concerning such litigation, claims, or assessments.
- 18) We have disclosed to you the names of the District's related parties and all the related party relationships and transactions, including any side agreements.

Government-specific

- 19) There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
- 20) We have taken timely and appropriate steps to remedy identified and suspected fraud or noncompliance with provisions of laws, regulations, contracts, and grant agreements that you have reported to us, if any.
- 21) We have a process to track the status of audit findings and recommendations, if any.
- 22) We have identified to you any previous audits, attestation engagements, and other studies related to the objectives of the audit and whether related recommendations have been implemented.
- 23) We have identified to you any investigations or legal proceedings that have been initiated with respect to the period under audit.
- 24) We have provided our views on reported findings, conclusions, and recommendations, as well as our planned corrective actions, for the report as needed.
- 25) The District has no plans or intentions that may materially affect the carrying value or classification of assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance or net position.
- 26) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.
- 27) We have appropriately identified, measured, recognized, recorded, and/or disclosed the following (if applicable): all leases in accordance with GASB Statement No. 87; conduit debt obligations and/or certain arrangements with conduit debt obligations in accordance with GASB Statement No. 91; public-private and public-public partnerships and availability payment arrangements in accordance with GASB Statement No. 94; subscription-based information technology arrangements in accordance with GASB Statement No. 96; and compensated absences and other salary-related payments in accordance with GASB Statement No. 101.
- 28) We have identified and disclosed to you all instances of identified and suspected fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements that we believe have a material effect on the financial statements.
- 29) There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as a basis for recording a loss contingency, or for reporting on noncompliance.
- 30) As part of your audit, you assisted with preparation of the financial statements and disclosures and depreciation schedule. We acknowledge our responsibility as it relates to those nonaudit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for those financial statements and disclosures and depreciation schedule.

- 31) The District has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
- 32) The District has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
- 33) The financial statements include all component units, appropriately present majority equity interests in legally separate organizations and joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.
- 34) There are no fiduciary activities required to be disclosed in the financial statements in accordance with GASB Statement No. 84, as amended.
- 35) The financial statements properly classify all funds and activities in accordance with GASB Statement No. 34, as amended.
- 36) All funds that meet the quantitative criteria in GASB Statement No. 34 and No. 37 for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statement users.
- 37) Components of net position (net investment in capital assets; restricted; and unrestricted) and classifications of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.
- 38) Investments, derivative instrument transactions, and land and other real estate held by endowments are properly valued.
- 39) Provisions for uncollectible receivables have been properly identified and recorded.
- 40) Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.
- 41) Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
- 42) Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.
- 43) Special and extraordinary items (unusual items or infrequent items after implementing GASB Statement No. 103), if any, are appropriately classified and reported.
- 44) Deposits and investment securities and derivative instrument transactions are properly classified as to risk and are properly disclosed.
- 45) Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated or amortized.
- 46) The District did not meet the GASB-established requirements for accounting for eligible infrastructure assets using the modified approach.
- 47) We have appropriately disclosed the District's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available and have determined that net position is properly recognized under the policy.

- 48) We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.
- 49) We acknowledge our responsibility for the required supplementary information (RSI). The RSI is measured and presented within prescribed guidelines and the methods of measurement and presentation have not changed from those used in the prior period. We have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the RSI.
- 50) With respect to the supplementary information required by the Texas Commission on Environmental Quality (Commission) as published in the Water District Financial Management Guide,
- a) We acknowledge our responsibility for presenting this information in accordance with the Commission's requirements, and we believe this information, including its form and content, is fairly presented in accordance with the Commission's requirements. The methods of measurement and presentation of this information have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.
 - b) If this information is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the supplementary information no later than the date we issue the supplementary information and the auditor's report thereon.

**KAUFMAN COUNTY FRESH WATER
SUPPLY DISTRICT NO. 1-D**

Signatures of the Board of Directors

_____	_____
_____	_____

2026 CERTIFIED TOTALS

Property Count: 1,356

W1D - KAUFMAN CO FRESH WATER DIST1D

Grand Totals

7/14/2026

8:45:23AM

Land		Value			
Homesite:		70,309,523			
Non Homesite:		18,792,621			
Ag Market:		69,330			
Timber Market:		0	Total Land	(+)	89,171,474
Improvement		Value			
Homesite:		207,656,931			
Non Homesite:		17,329,378	Total Improvements	(+)	224,986,309
Non Real		Count	Value		
Personal Property:	3		238,500		
Mineral Property:	0		0		
Autos:	0		0	Total Non Real	(+) 238,500
			Market Value	=	314,396,283
Ag	Non Exempt	Exempt			
Total Productivity Market:	69,330	0			
Ag Use:	442	0	Productivity Loss	(-)	68,888
Timber Use:	0	0	Appraised Value	=	314,327,395
Productivity Loss:	68,888	0	Homestead Cap	(-)	276,049
			23.231 Cap	(-)	4,954
			Assessed Value	=	314,046,392
			Total Exemptions Amount (Breakdown on Next Page)	(-)	21,097,081
			Net Taxable	=	292,949,311

APPROXIMATE TOTAL LEVY = NET TAXABLE * (TAX RATE / 100)
 2,929,493.11 = 292,949,311 * (1.000000 / 100)

Certified Estimate of Market Value: 314,396,283
 Certified Estimate of Taxable Value: 292,949,311

Tax Increment Finance Value: 0
 Tax Increment Finance Levy: 0.00

2026 CERTIFIED TOTALS

Property Count: 1,356

W1D - KAUFMAN CO FRESH WATER DIST1D
Grand Totals

7/14/2026

8:45:53AM

Exemption Breakdown

Exemption	Count	Local	State	Total
145B	3	0	163,500	163,500
DV3	3	0	25,000	25,000
DV4	16	0	72,000	72,000
DVHS	10	0	2,872,131	2,872,131
EX-XV	9	0	17,964,450	17,964,450
SO	2	0	0	0
Totals		0	21,097,081	21,097,081

2026 CERTIFIED TOTALS

Property Count: 1,356

W1D - KAUFMAN CO FRESH WATER DIST1D
Grand Totals

7/14/2026 8:45:53AM

State Category Breakdown

State Code Description		Count	Acres	New Value	Market Value	Taxable Value
A	SINGLE FAMILY RESIDENCE	1,090	166.6445	\$10,899,262	\$276,851,952	\$273,601,818
C1	VACANT LOTS AND LAND TRACTS	26	62.9455	\$0	\$3,114,176	\$3,114,176
D1	QUALIFIED OPEN-SPACE LAND	1	5.6000	\$0	\$69,330	\$442
E	RURAL LAND, NON QUALIFIED OPE	5	225.4960	\$0	\$3,608,386	\$3,608,386
F1	COMMERCIAL REAL PROPERTY	1	2.0399	\$0	\$1,715,987	\$1,715,987
L1	COMMERCIAL PERSONAL PROPE	3		\$0	\$238,500	\$75,000
O	RESIDENTIAL INVENTORY	221	27.0273	\$1,011,127	\$10,833,502	\$10,833,502
X	TOTALLY EXEMPT PROPERTY	9	46.6153	\$0	\$17,964,450	\$0
Totals			536.3685	\$11,910,389	\$314,396,283	\$292,949,311

2026 CERTIFIED TOTALS
W1D - KAUFMAN CO FRESH WATER DIST1D
Effective Rate Assumption

Property Count: 1,356

7/14/2026

8:45:53AM

New Value

TOTAL NEW VALUE MARKET:	\$11,910,389
TOTAL NEW VALUE TAXABLE:	\$11,881,123

New Exemptions

Exemption	Description	Count
-----------	-------------	-------

ABSOLUTE EXEMPTIONS VALUE LOSS

Exemption	Description	Count	Exemption Amount
145B	11.145 (b) Single Situs, Single Owner	3	\$163,500
DV3	Disabled Veterans 50% - 69%	1	\$10,000
DV4	Disabled Veterans 70% - 100%	4	\$36,000
PARTIAL EXEMPTIONS VALUE LOSS		8	\$209,500
NEW EXEMPTIONS VALUE LOSS			\$209,500

Increased Exemptions

Exemption	Description	Count	Increased Exemption Amount
-----------	-------------	-------	----------------------------

INCREASED EXEMPTIONS VALUE LOSS

TOTAL EXEMPTIONS VALUE LOSS	\$209,500
------------------------------------	------------------

New Ag / Timber Exemptions**New Annexations****New Deannexations****Average Homestead Value****Category A and E**

Count of HS Residences	Average Market	Average HS Exemption	Average Taxable
343	\$258,980	\$805	\$258,175

Category A Only

Count of HS Residences	Average Market	Average HS Exemption	Average Taxable
343	\$258,980	\$805	\$258,175

Median Homestead Value**Category A and E**

Count of HS Residences	Median Market	Median HS Exemption	Median Taxable
343	\$259,907	\$0	\$259,907

Category A Only

Count of HS Residences	Median Market	Median HS Exemption	Median Taxable
343	\$259,907	\$0	\$259,907

Lower Value Used

Count of Protested Properties	Total Market Value	Total Value Used
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2026 CERTIFIED TOTALS
W1D - KAUFMAN CO FRESH WATER DIST1D
Uncontested Value

Count of Uncontested Properties	Total Market Value	Total Uncontested Value
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Andre Ayala

Managing Director
Public Finance

Date: July 30, 2026

To: Kaufman County Fresh Water Supply District No. 1-D – Board of Directors

Cc: Ross Martin, General Counsel – Winstead PC
Sarah Landiak, General Counsel – Winstead PC
Darsey Norton, General Counsel – Winstead PC
Jim Sabonis – Firm
Jorge Delgado – Firm
Amber Chien – Firm

Subject: Tax Year 2026 Tax Rate Recommendation

As Municipal Advisor to the District, based on the information received from the Kaufman Central Appraisal District, and current financial status of the District, we recommend to the Board maintaining a tax rate of \$1.0000 per \$100 for Tax Year 2026 (same as last year).

The proposed rate is recommended to be split as follows:

Maintenance and Operations Tax Rate (General Fund).....	\$0.3291 per \$100
Road Bonds Debt Service Tax Rate.....	\$0.4297 per \$100
Utility Bonds Debt Service Tax Rate.....	\$0.2412 per \$100

This communication is for information only, not an offer, solicitation or recommendation, nor an official confirmation of any financial transaction. It is not to be considered research. The information is considered to be reliable, but Hilltop Securities Inc. does not warrant its completeness or accuracy, prices and availability are subject to change without notice. Clients should consult their own advisors regarding any accounting, legal or tax aspects. Investors are instructed to read the entire Official Statement to obtain information essential to the making of an informed investment decision.

Kaufman County Fresh Water Supply District No. 1-D
2026 Tax Rate Recommendation (as of July 30, 2026)

2025 Average Appraised Value of Residence Homestead	\$279,507
Less: 2025 Exemptions Available	\$752
2025 Average Appraised Taxable Value of Residence Homestead	\$278,755
2025 Adopted M&O Tax Rate	\$0.367000
2025 M&O Tax on Average Residence Homestead	\$1,023.03
Highest M&O Tax on Average Residence Homestead with 8% increase	\$1,104.87
2026 Average Appraised Value of Residence Homestead	\$258,980
Less: 2026 Exemptions Available	\$805
2026 Average Appraised Taxable Value of Residence Homestead	\$258,175
Highest 2026 M&O Tax Rate	\$0.427955
2026 Debt Rate (Min.)	\$0.680096
2026 Voter-Approval Tax Rate	\$1.108051

2025 Average Taxable Value of Residence Homestead	\$278,755
2025 adopted tax rate	\$1.000000
2025 Total Tax on Average Residence Homestead	\$2,787.55
2026 Highest Amount of Taxes per Average Residence Homestead	\$3,010.55
2026 Tax Election Tax Rate	\$1.166090

Kaufman County Fresh Water Supply District No. 1-D

2026 Debt Service Tax Rate Analysis

Tax Year	Calendar Year	Taxable Assessed Value ⁽¹⁾	Debt Service Tax Rate	I&S Tax Collections @ 99%	Projected D/S Fund Beginning Balance ⁽²⁾	Interest Earnings @ 3.60%	Total Funds Available for Debt Service	Outstanding Unlimited Tax Road Bonds Debt Service	Outstanding Unlimited Tax Utility Bonds Debt Service	TOTAL Debt Service	Projected D/S Fund Ending Balance	D/S Fund Balance as % of Next Year's Debt Service
2026	2027	\$ 292,949,311	\$ 0.6709	\$ 1,945,743	\$ 449,395	\$ 16,178	\$ 2,411,316	\$ 1,327,363	\$ 645,050	\$ 1,972,413	\$ 438,904	22.30%
2027	2028	292,949,311	0.6709	1,945,743	438,904	15,801	2,400,447	1,327,913	640,550	1,968,463	431,985	21.94%
2028	2029	292,949,311	0.6709	1,945,743	431,985	15,551	2,393,279	1,328,063	640,800	1,968,863	424,416	21.56%
2029	2030	292,949,311	0.6709	1,945,743	424,416	15,279	2,385,438	1,327,713	640,550	1,968,263	417,176	21.11%
2030	2031	292,949,311	0.6709	1,945,743	417,176	15,018	2,377,937	1,331,063	644,800	1,975,863	402,075	20.39%
2031	2032	292,949,311	0.6709	1,945,743	402,075	14,475	2,362,292	1,328,375	643,300	1,971,675	390,617	19.81%
2032	2033	292,949,311	0.6709	1,945,743	390,617	14,062	2,350,422	1,330,269	641,300	1,971,569	378,854	19.18%
2033	2034	292,949,311	0.6709	1,945,743	378,854	13,639	2,338,235	1,331,525	643,800	1,975,325	362,910	18.45%
2034	2035	292,949,311	0.6709	1,945,743	362,910	13,065	2,321,718	1,326,700	640,550	1,967,250	354,468	17.98%
2035	2036	292,949,311	0.6709	1,945,743	354,468	12,761	2,312,972	1,327,200	644,550	1,971,750	341,222	17.32%
2036	2037	292,949,311	0.6709	1,945,743	341,222	12,284	2,299,249	1,327,175	642,950	1,970,125	329,124	16.70%
2037	2038	292,949,311	0.6709	1,945,743	329,124	11,848	2,286,715	1,330,388	640,950	1,971,338	315,378	16.00%
2038	2039	292,949,311	0.6709	1,945,743	315,378	11,354	2,272,474	1,327,813	643,550	1,971,363	301,112	15.29%
2039	2040	292,949,311	0.6709	1,945,743	301,112	10,840	2,257,695	1,328,163	640,550	1,968,713	288,982	14.68%
2040	2041	292,949,311	0.6709	1,945,743	288,982	10,403	2,245,128	1,327,463	641,313	1,968,775	276,353	14.01%
2041	2042	292,949,311	0.6709	1,945,743	276,353	9,949	2,232,045	1,330,925	641,438	1,972,363	259,683	13.19%
2042	2043	292,949,311	0.6709	1,945,743	259,683	9,349	2,214,774	1,328,400	640,925	1,969,325	245,449	12.43%
2043	2044	292,949,311	0.6709	1,945,743	245,449	8,836	2,200,028	1,329,638	644,775	1,974,413	225,616	11.44%
2044	2045	292,949,311	0.6709	1,945,743	225,616	8,122	2,179,481	1,329,738	642,275	1,972,013	207,468	10.52%
2045	2046	292,949,311	0.6709	1,945,743	207,468	7,469	2,160,680	1,328,813	644,119	1,972,931	187,749	9.51%
2046	2047	292,949,311	0.6709	1,945,743	187,749	6,759	2,140,251	1,328,213	645,088	1,973,300	166,951	8.47%
2047	2048	292,949,311	0.6709	1,945,743	166,951	6,010	2,118,704	1,326,644	645,181	1,971,825	146,879	7.44%
2048	2049	292,949,311	0.6709	1,945,743	146,879	5,288	2,097,910	1,329,175	644,400	1,973,575	124,335	6.30%
2049	2050	292,949,311	0.6709	1,945,743	124,335	4,476	2,074,554	1,330,350	642,125	1,972,475	102,079	5.17%
2050	2051	292,949,311	0.6709	1,945,743	102,079	3,675	2,051,496	1,330,400	643,950	1,974,350	77,146	3.91%
2051	2052	292,949,311	0.6709	1,945,743	77,146	2,777	2,025,667	1,329,250	644,650	1,973,900	51,767	2.63%
2052	2053	292,949,311	0.6709	1,945,743	51,767	1,864	1,999,373	1,326,825	644,225	1,971,050	28,323	1.44%
2053	2054	292,949,311	0.6709	1,945,743	28,323	1,020	1,975,086	1,327,150	642,675	1,969,825	5,261	n/a
								\$ 37,202,700	\$ 18,000,388	\$ 55,203,088		

(1) Tax Year 2026 is as reported by Kaufman County Appraisal District.

(2) Debt Service Fund as of July 30, 2026 as reported by the District's Bookkeeper. Net of September 1, 2026 debt service payments.

2026 CERTIFIED TOTALS

Property Count: 1,356

W1D - KAUFMAN CO FRESH WATER DIST1D

Grand Totals

7/14/2026

8:45:23AM

Land		Value			
Homesite:		70,309,523			
Non Homesite:		18,792,621			
Ag Market:		69,330			
Timber Market:		0	Total Land	(+)	89,171,474
Improvement		Value			
Homesite:		207,656,931			
Non Homesite:		17,329,378	Total Improvements	(+)	224,986,309
Non Real		Count	Value		
Personal Property:	3		238,500		
Mineral Property:	0		0		
Autos:	0		0	Total Non Real	(+) 238,500
			Market Value	=	314,396,283
Ag	Non Exempt	Exempt			
Total Productivity Market:	69,330	0			
Ag Use:	442	0	Productivity Loss	(-)	68,888
Timber Use:	0	0	Appraised Value	=	314,327,395
Productivity Loss:	68,888	0	Homestead Cap	(-)	276,049
			23.231 Cap	(-)	4,954
			Assessed Value	=	314,046,392
			Total Exemptions Amount (Breakdown on Next Page)	(-)	21,097,081
			Net Taxable	=	292,949,311

APPROXIMATE TOTAL LEVY = NET TAXABLE * (TAX RATE / 100)
 2,929,493.11 = 292,949,311 * (1.000000 / 100)

Certified Estimate of Market Value: 314,396,283
 Certified Estimate of Taxable Value: 292,949,311

Tax Increment Finance Value: 0
 Tax Increment Finance Levy: 0.00

2026 CERTIFIED TOTALS

Property Count: 1,356

W1D - KAUFMAN CO FRESH WATER DIST1D
Grand Totals

7/14/2026

8:45:53AM

Exemption Breakdown

Exemption	Count	Local	State	Total
145B	3	0	163,500	163,500
DV3	3	0	25,000	25,000
DV4	16	0	72,000	72,000
DVHS	10	0	2,872,131	2,872,131
EX-XV	9	0	17,964,450	17,964,450
SO	2	0	0	0
Totals		0	21,097,081	21,097,081

2026 CERTIFIED TOTALS

Property Count: 1,356

W1D - KAUFMAN CO FRESH WATER DIST1D
Grand Totals

7/14/2026 8:45:53AM

State Category Breakdown

State Code Description		Count	Acres	New Value	Market Value	Taxable Value
A	SINGLE FAMILY RESIDENCE	1,090	166.6445	\$10,899,262	\$276,851,952	\$273,601,818
C1	VACANT LOTS AND LAND TRACTS	26	62.9455	\$0	\$3,114,176	\$3,114,176
D1	QUALIFIED OPEN-SPACE LAND	1	5.6000	\$0	\$69,330	\$442
E	RURAL LAND, NON QUALIFIED OPE	5	225.4960	\$0	\$3,608,386	\$3,608,386
F1	COMMERCIAL REAL PROPERTY	1	2.0399	\$0	\$1,715,987	\$1,715,987
L1	COMMERCIAL PERSONAL PROPE	3		\$0	\$238,500	\$75,000
O	RESIDENTIAL INVENTORY	221	27.0273	\$1,011,127	\$10,833,502	\$10,833,502
X	TOTALLY EXEMPT PROPERTY	9	46.6153	\$0	\$17,964,450	\$0
Totals			536.3685	\$11,910,389	\$314,396,283	\$292,949,311

2026 CERTIFIED TOTALS
W1D - KAUFMAN CO FRESH WATER DIST1D
Effective Rate Assumption

Property Count: 1,356

7/14/2026

8:45:53AM

New Value

TOTAL NEW VALUE MARKET:	\$11,910,389
TOTAL NEW VALUE TAXABLE:	\$11,881,123

New Exemptions

Exemption	Description	Count
-----------	-------------	-------

ABSOLUTE EXEMPTIONS VALUE LOSS

Exemption	Description	Count	Exemption Amount
145B	11.145 (b) Single Situs, Single Owner	3	\$163,500
DV3	Disabled Veterans 50% - 69%	1	\$10,000
DV4	Disabled Veterans 70% - 100%	4	\$36,000
	PARTIAL EXEMPTIONS VALUE LOSS	8	\$209,500
	NEW EXEMPTIONS VALUE LOSS		\$209,500

Increased Exemptions

Exemption	Description	Count	Increased Exemption Amount
-----------	-------------	-------	----------------------------

INCREASED EXEMPTIONS VALUE LOSS

TOTAL EXEMPTIONS VALUE LOSS	\$209,500
------------------------------------	------------------

New Ag / Timber Exemptions**New Annexations****New Deannexations****Average Homestead Value****Category A and E**

Count of HS Residences	Average Market	Average HS Exemption	Average Taxable
343	\$258,980	\$805	\$258,175

Category A Only

Count of HS Residences	Average Market	Average HS Exemption	Average Taxable
343	\$258,980	\$805	\$258,175

Median Homestead Value**Category A and E**

Count of HS Residences	Median Market	Median HS Exemption	Median Taxable
343	\$259,907	\$0	\$259,907

Category A Only

Count of HS Residences	Median Market	Median HS Exemption	Median Taxable
343	\$259,907	\$0	\$259,907

Lower Value Used

Count of Protested Properties	Total Market Value	Total Value Used
-------------------------------	--------------------	------------------

2026 CERTIFIED TOTALS
W1D - KAUFMAN CO FRESH WATER DIST1D
Uncontested Value

Count of Uncontested Properties	Total Market Value	Total Uncontested Value
---------------------------------	--------------------	-------------------------

2025 CERTIFIED TOTALS

W1D - KAUFMAN CO FRESH WATER DISTID

Property Count: 1,355

Grand Totals

7/18/2025

6:18:44AM

Land		Value			
Homesite:		71,512,479			
Non Homesite:		18,760,579			
Ag Market:		4,965,700			
Timber Market:		0	Total Land	(+)	95,238,758
Improvement		Value			
Homesite:		224,067,315			
Non Homesite:		17,047,011	Total Improvements	(+)	241,114,326
Non Real		Count	Value		
Personal Property:	2		270,500		
Mineral Property:	0		0		
Autos:	0		0	Total Non Real	(+)
			Market Value	=	270,500
					336,623,584
Ag	Non Exempt	Exempt			
Total Productivity Market:	4,965,700	0			
Ag Use:	44,674	0	Productivity Loss	(-)	4,921,026
Timber Use:	0	0	Appraised Value	=	331,702,558
Productivity Loss:	4,921,026	0			
			Homestead Cap	(-)	248,307
			23.231 Cap	(-)	44,275
			Assessed Value	=	331,409,976
			Total Exemptions Amount (Breakdown on Next Page)	(-)	20,474,479
			Net Taxable	=	310,935,497

APPROXIMATE TOTAL LEVY = NET TAXABLE * (TAX RATE / 100)
 3,109,354.97 = 310,935,497 * (1.000000 / 100)

Certified Estimate of Market Value: 336,618,906
 Certified Estimate of Taxable Value: 310,930,819

Tax Increment Finance Value: 0
 Tax Increment Finance Levy: 0.00

2025 CERTIFIED TOTALS

W1D - KAUFMAN CO FRESH WATER DIST1D

Property Count: 1,355

Grand Totals

7/18/2025

6:19:16AM

Exemption Breakdown

Exemption	Count	Local	State	Total
DV1	1	0	5,000	5,000
DV3	4	0	35,000	35,000
DV4	12	0	36,000	36,000
DVHS	9	0	2,800,409	2,800,409
EX-XV	9	0	17,598,070	17,598,070
SO	2	0	0	0
Totals		0	20,474,479	20,474,479

2025 CERTIFIED TOTALS

W1D - KAUFMAN CO FRESH WATER DISTID

Property Count: 1,355

Grand Totals

7/18/2025

6:19:16AM

State Category Breakdown

State Code Description	Count	Acres	New Value	Market Value	Taxable Value
A SINGLE FAMILY RESIDENCE	1,035	160.0404	\$0	\$295,593,894	\$292,424,903
C1 VACANT LOTS AND LAND TRACTS	26	62.9455	\$0	\$2,834,595	\$2,834,595
D1 QUALIFIED OPEN-SPACE LAND	4	185.4030	\$0	\$4,965,700	\$44,674
E RURAL LAND, NON QUALIFIED OPE	2	45.6930	\$0	\$1,054,825	\$1,054,825
F1 COMMERCIAL REAL PROPERTY	1	2.0399	\$0	\$1,800,000	\$1,800,000
L1 COMMERCIAL PERSONAL PROPE	2		\$0	\$270,500	\$270,500
O RESIDENTIAL INVENTORY	276	33.6314	\$191,303	\$12,506,000	\$12,506,000
X TOTALLY EXEMPT PROPERTY	9	46.6153	\$0	\$17,598,070	\$0
Totals		536.3685	\$191,303	\$336,623,584	\$310,935,497

2025 CERTIFIED TOTALS
WID - KAUFMAN CO FRESH WATER DISTID
Effective Rate Assumption

Property Count: 1,355

7/18/2025

6:19:16AM

New Value

TOTAL NEW VALUE MARKET:	\$191,303
TOTAL NEW VALUE TAXABLE:	\$191,303

New Exemptions

Exemption	Description	Count
-----------	-------------	-------

ABSOLUTE EXEMPTIONS VALUE LOSS

Exemption	Description	Count	Exemption Amount
-----------	-------------	-------	------------------

PARTIAL EXEMPTIONS VALUE LOSS

NEW EXEMPTIONS VALUE LOSS	\$0
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Increased Exemptions

Exemption	Description	Count	Increased Exemption Amount
-----------	-------------	-------	----------------------------

INCREASED EXEMPTIONS VALUE LOSS

TOTAL EXEMPTIONS VALUE LOSS	\$0
-----------------------------	-----

New Ag / Timber Exemptions**New Annexations****New Deannexations****Average Homestead Value****Category A and E**

Count of HS Residences	Average Market	Average HS Exemption	Average Taxable
------------------------	----------------	----------------------	-----------------

330	\$279,507	\$752	\$278,755
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Category A Only

Count of HS Residences	Average Market	Average HS Exemption	Average Taxable
------------------------	----------------	----------------------	-----------------

330	\$279,507	\$752	\$278,755
-----	-----------	-------	-----------

Lower Value Used

Count of Protested Properties	Total Market Value	Total Value Used
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8	\$2,246,408.00	\$2,241,730
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2026 Water District Voter-Approval Tax Rate Worksheet for Low Tax Rate and Developing Districts

Form 50-858

Kaufman County Fresh Water Supply District No. 1-D

Water District Name

(214) 745-5400

Phone (area code and number)

c/o Winstead PC, 2728 N. Harwood Street, Suite 500, Dallas, TX 75201

Water District's Address, City, State, ZIP Code

<https://1d.wfdistricts.com/>

Water District's Website Address

GENERAL INFORMATION: The Comptroller's office provides this worksheet to assist water districts in determining their voter-approval tax rate. The information provided in this worksheet is offered as technical assistance and not legal advice. Water districts should consult legal counsel for interpretations of law regarding tax rate preparation and adoption.

Indicate type of water district:

☐ Low tax rate water district
(Water Code Section 49.23601)

☒ Developing water district
(Water Code Section 49.23603)

☐ Developed water district in a declared disaster area
(Water Code Section 49.23602(d))

SECTION 1: Voter Approval Tax Rate

The voter-approval tax rate for low tax rate and developing water districts is the current year's debt service and contract tax rates plus the maintenance and operation (M&O) tax rate that would impose no more than 1.08 times the amount of M&O tax imposed by the water district in the preceding year on the average appraised value of a residence homestead in the water district. The average appraised value disregards any homestead exemption available only to people with disabilities or those age 65 or older.

The calculation process starts after the chief appraiser delivers to the taxing unit the certified appraisal roll or certified estimate of value and the estimated values of properties under protest. The designated officer or employee shall certify that the officer or employee has accurately calculated the tax rates and used values shown for the certified appraisal roll or certified estimate. The officer or employee submits the rates to the governing body by Aug. 7 or as soon thereafter as practicable.

If any part of a developed water district is located in an area declared a disaster area during the current tax year by the governor or by the president, the board of the district may calculate the voter-approval tax rate in the manner provided in Water Code Section 49.23601(a) and determine whether an election is required to approve the adopted tax rate in the manner provided in Water Code Section 49.23601(c). In such cases, the developed water district may use this form to calculate its voter-approval tax rate.

Taxing units must include a hyperlink to a document that evidences the accuracy of each entry in the worksheet other than an entry making a mathematical calculation.¹ Source materials must contain data for all worksheets used.

Insert hyperlink:

<https://kaufman-cad.org/>

Line	Worksheet	Amount/Rate
1.	Prior year average appraised value of residence homestead. ²	\$ 279,507
2.	Prior year general exemptions available for the average homestead. Excluding age 65 or older or disabled persons exemptions. ³	\$ 752
3.	Prior year average taxable value of residence homestead. Line 1 minus Line 2.	\$ 278,755
4.	Prior year adopted M&O tax rate.	\$ 0.367000 /\$100
5.	Prior year M&O tax on average residence homestead. Multiply Line 3 by Line 4, divide by \$100.	\$ 1,023.03
6.	Highest M&O tax on average residence homestead with increase. Multiply Line 5 by 1.08. ⁴	\$ 1,104.87
7.	Current year average appraised value of residence homestead.	\$ 258,980
8.	Current year general exemptions available for the average homestead. Excluding age 65 or older or disabled persons exemptions. ⁵	\$ 805
9.	Current year average taxable value of residence homestead. Line 7 minus Line 8.	\$ 258,175
10.	Highest current year M&O tax rate. Line 6 divided by Line 9, multiply by \$100. ⁶	\$ 0.427955 /\$100

¹ Tex. Tax Code §§5.07(g)(4) and 26.04(d-1)

² Tex. Water Code §49.236(a)(2)(D)

³ Tex. Water Code §49.236(a)(2)(D)

⁴ Tex. Water Code §§49.23601(a)(3) and 49.23603(a)(3)

⁵ Tex. Water Code §49.236(a)(2)(E)

⁶ Tex. Water Code §§49.23601(a)(3) and 49.23603(a)(3)

SECTION 1: Voter Approval Tax Rate (continued)

Line	Worksheet	Amount/Rate
11.	Current year debt tax rate.	\$ 0.680096 /\$100
12.	Current year contract tax rate.	\$ 0.000000 /\$100
13.	Current year voter-approval tax rate. Add lines 10, 11 and 12.	\$ 1.108051 /\$100

SECTION 2: Election Tax Rate

For a low tax rate water district, the election tax rate is the highest total tax rate the district may adopt without holding an automatic election to approve the adopted tax rate.

For a developing water district, the election tax rate is the highest total tax rate the district may adopt before qualified voters of the district may petition for an election to lower the adopted tax rate.

If any part of a developed water district is located in an area declared a disaster area during the current tax year by the governor or by the president, the board of the district may calculate the election tax rate as the highest tax rate the district may adopt without holding an automatic election to approve the adopted tax rate.

In these cases, the election tax rate is the rate that would impose 1.08 times the amount of tax imposed by the district in the preceding year on the average appraised value of a residence homestead in the water district. The average appraised value disregards any homestead exemption available only to people with disabilities or those age 65 or older.⁷

Line	Worksheet	Amount/Rate
14.	Prior year average taxable value of residence homestead. Enter the amount from Line 3.	\$ 278,755
15.	Prior year adopted total tax rate.	\$ 1.00000 /\$100
16.	Prior year total tax on average residence homestead. Multiply Line 14 by Line 15, divide by \$100.	\$ 2,787.55
17.	Current year highest amount of taxes per average residence homestead. Multiply Line 16 by 1.08.	\$ 3,010.55
18.	Current year tax election tax rate. Divide Line 17 by Line 9 and multiply by \$100.	\$ 1.166090 /\$100

SECTION 3: Taxing Unit Representative Name and Signature

Enter the name of the person preparing the voter-approval tax rate as authorized by the governing body of the water district. By signing below, you certify that you are the designated officer or employee of the taxing unit and have calculated the tax rates in accordance with requirements in Water Code.

print
here

Neima Gas, Board President

Printed Name of Water District Representative

sign
here

Water District Representative

07/30/2026

Date

Reset

Print

⁷ Tex. Water Code §§49.23601, 49.23602(d), and 49.23603



Triton Consulting Group, Inc.
25511 Budde Rd. Suite 3604
The Woodlands, TX 77380
www.tritoncg.com
(281) 766-4276



Communications Report

Kaufman Co. FWSD 1D

Meeting Date:

July 2026

Prepared by:

Caether Crutsinger
caether@tritoncg.com



www.tritoncg.com

Open District Projects

- BoardMail Updates

Action Items

None



Welcome to Windmill Farms Districts



www.tritoncg.com

BoardMail™ Compliance Notice: Mandatory TPIA Compliance License Adjustment

1. Executive Summary

Effective **November 1, 2025**, Google updated its global Workspace administrative framework, requiring all accounts performing legal discovery, eDiscovery searches, and archival management to hold an active, paid compliance license.

To maintain seamless compliance with the **Texas Public Information Act (TPIA)** and **Texas State Library and Archives Commission (TSLAC)** records retention requirements without disrupting district operations, Triton has updated the District's administrative licensing.

2. Technical Background & Public Records Integrity

Under Texas law, the District must ensure that digital public records stored are preserved and retrievable upon official request.

- **Previous Configuration:** Triton managed the District's backend retention rules and processed TPIA legal search exports using no-cost administrative credentials.
- **Google Platform Enforcement:** Google deactivated Vault access for non-licensed administrative accounts globally. Without an active compliance license on the administrative account, administrators are blocked from pulling records exports or modifying retention rules.
- **The Solution:** Triton has provisioned a dedicated administrative compliance license on your District's tenant.

3. Billing & Grace Period Subsidy

To protect our client Districts from unbudgeted platform fee adjustments, Triton has fully subsidized 100% of the licensing costs for this administrative account since Google's enforcement took effect.

- **November 1, 2025 – July 31, 2026: \$0.00** (*Fully subsidized by Triton*)
- **Effective August 1, 2026:** A single additional BoardMail license fee will be added to the District's recurring monthly service invoice.

4. Status Summary

- **TPIA Readiness: 100% Active.** Triton can fulfill public information requests and legal search exports without interruption.
- **Security & TSLAC Retention: Unchanged.** District retention rules remain enforced.



Monthly KPI Dashboard

Below are the District site's recent 30-day key performance indicators.

DISTRICT WEBSITE PLATFORM			
☒ PremierSite™	CompliantPlus™	CompliantLite™	Legacy*
Domain: wfdistricts.com		.Gov domain: INACTIVE	
Key Metric	Current	Change	
Views	2,920	-96	
Visitors	832	+7	
Avg Visit	13s	-2s	

*Legacy platforms do not support all current features

TOP PAGES	NEW POSTS
Documents - 2,170 views Homepage - 379 views Pay My Bill - 57 views Contact Us - 48 views About Us - 31 views	1. Summer Storms & Drainage Readiness 2. Fourth of July Safety Tips 3. Prep for Heat & Storm Readiness 4. Notice of Temporary Park Closure

▲ wfdistricts

2.92k

Views -96

832

Visitors +7

47%

Bounce rate +4%

13s

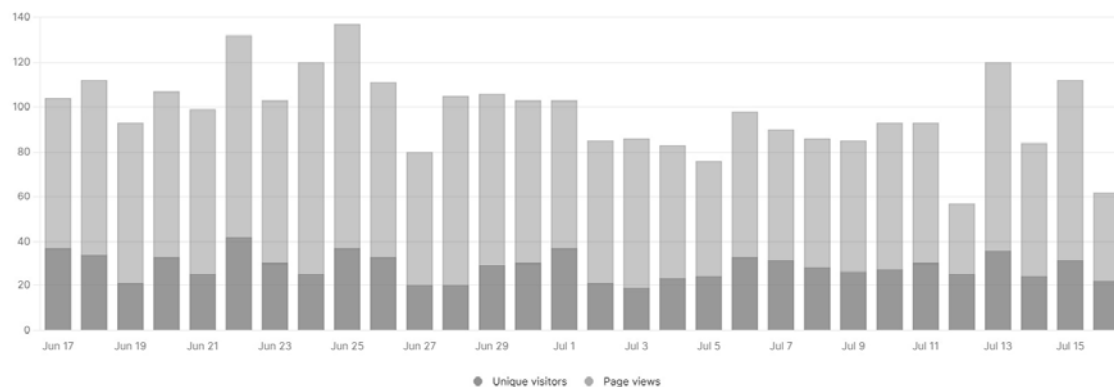
Average visit time -2s

+ Filter

<

>

Last 30 days



www.tritoncg.com

RESIDENT INTERACTION PLATFORM			
SharePlus™	ShareStd™	☒ ShareLite™	Webform Only¹
Key Metric	Current	Prior Month	
Active Tickets*	1	2	
Closed Tickets*	2	2	
TICKET DETAILS*			
Other		Drainage	1
Lights		Water	
Roads		Landscape	
Signs		Sidewalks	2
WEBFORM ONLY INQUIRIES RECEIVED**			N/A

*For Share™ ticket details, see supplemental Share™ Report

**For Webform inquiry details, see supplemental Resident Inquiries report.

¹Webform Only does not support all platform features

RESIDENT NOTIFICATION PLATFORM		
☒ AlertsPlus™	AlertsBasic™	☒ High Speed Upgrade
Key Metric	SMS	Email
Kaufman 1B	544 (+0)	573 (+0)
Kaufman 1C	1,299 (+0)	1,329 (+0)
Kaufman 1D	974 (+0)	683 (+0)
ALERTS SENT	MESSAGE	
0		





ENGINEER'S REPORT

Date: July 30, 2026

To: Kaufman County Freshwater Supply District No. 1-D

From:

A handwritten signature in black ink, appearing to read "B. Caswell", is written over the printed name.

Bryant Caswell, P.E.
BGE/District Engineer

-
- Consider review and acceptance of engineer's report, and the taking of any action in connection therewith:
 - a. Status of construction projects within the District;
 - 2025 CIP Repairs:
 - In progress:
 - Final walkthrough for any punch-list items prior to project acceptance.
 - Complete:
 - All construction items have been completed.
 - School Zone Flashing Signs Remote Changes: BGE is awaiting final completion schedule from Consolidated Traffic Controls.
 - Guardrail on Windmill Farms Boulevard: Work has been completed.
 - Damaged Streetlights: Farmer's Electric has received the necessary material and installation is scheduled to be completed this week.
 - b. Consider authorizing preparation of construction plans and specifications;
 - None
 - c. Consider approval of construction plans and specifications;
 - None
 - d. Consider approval of advertising for bids for contract(s);
 - None
 - e. Consider approval of award of construction contract(s);
 - None
 - f. Consider review and accept easements;
 - None

- g. Consider approval of contractor pay estimates/engineering fee statements & change orders;
- BGE received the attached Change Order No. 5 from LF Miller Construction for a credit in the amount of \$8,199.00 for the 2025 CIP Repairs.
ACTION ITEM: Approval of payment of Change Order No. 5.
 - BGE received the attached Pay Application No. 9 from LF Miller Construction in the amount of \$96,381.00 for the 2025 CIP Repairs.
ACTION ITEM: Approval of payment of Pay Application No. 9.
 - BGE received the attached Invoice No. 9769915 from Brightview Landscape Services in the amount of \$7,952.58 for drainage / landscape maintenance (Held from last month).
ACTION ITEM: Approval of payment of Invoice No. 9769915.
 - BGE received the attached Invoice No. 9807189 from Brightview Landscape Services in the amount of \$7,952.58 for drainage / landscape maintenance (Held from last month).
ACTION ITEM: Approval of payment of Invoice No. 9807189.
- h. Consider acceptance of certificate of completion; authorize final acceptance of facilities.
- None
- i. Authorize and/or ratify repair and maintenance of District facilities as necessary:
- WTP Assessment: Item for Discussion. BGE has received the supplemental letter as included.
 - Drainage Maintenance Contract: Brightview is requesting renewal of the drainage contract for the next year, starting in August. The proposed contract cost is \$95,430.96. There is no cost increase proposed.
 - Windmill Farms Boulevard School Crossing: Site Barricades has provided pricing for the addition of flashing beacons for the school crossing on WMF Boulevard to North Forney High School.
 - Preliminary Striping Assessment: BGE has conducted a preliminary striping assessment as attached in preparation for future CIP projects.



July 21, 2026

Kaufman County Fresh Water Supply District No. 1-D
c/o Mr. Ross Martin, Winstead PC
2728 N. Harwood St., Suite 500
Dallas, Texas 75201

Re.: CIP 2025 Repairs for Kaufman County FWSD No. 1-D

Dear Board of Directors:

Attached is Change Order No. 5 for the above referenced project dated July 20, 2026, which was received from LF Miller Construction. The current contract amount for this project is \$322,412.95 and this change order represents a net change of (\$8,199.00) for a revised contract amount of \$314,213.95.

BGE, Inc. has reviewed the change order and we find it to be in order. Therefore, we recommend approval of Change Order No. 5.

If you have any questions, please feel free to contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "B. Caswell", written in a cursive style.

Bryant Caswell, PE
BGE/District Engineer

Attachments

cc: Mr. Luke Miller, LF Miller Construction
Mr. Ross Martin, Winstead PC
Mrs. Kerry Tover, Dye & Tover, LLC
File

Change Order Summary
Kaufman County Fresh Water Supply District No. 1-D
1-D CIP 2025 Repairs



7/20/2026

		COST	% Change	DAYS
ORIGINAL CONTRACT AMOUNT		\$ 257,905.00		180
CHANGE ORDER NO. 1				
A.	Section B Summary and Total Bid Prices updated to reflect formula error correction.	\$ 13,300.00		0
NET CONTRACT CHANGE		\$ 13,300.00	5.16%	0
NEW CONTRACT AMOUNT		\$ 271,205.00		180
CHANGE ORDER NO. 2				
A.	Additional signpost and signs needed per current site conditions.	\$ 7,975.00		0
NET CONTRACT CHANGE		\$ 7,975.00	3.09%	0
NEW CONTRACT AMOUNT		\$ 279,180.00		0
CHANGE ORDER NO. 3				
A.	Remove headwall apron and install flume for positive drainage at #10041. Additional curb and gutter and paving replacement at #10078.	\$ 1,350.00		0
NET CONTRACT CHANGE		\$ 1,350.00	0.52%	0
NEW CONTRACT AMOUNT		\$ 280,530.00		180
CHANGE ORDER NO. 4				
A.	Add right turn lane striping at Iron Gate Blvd	\$ 41,882.95		0
NET CONTRACT CHANGE		\$ 41,882.95	16.24%	0
NEW CONTRACT AMOUNT		\$ 322,412.95		0
CHANGE ORDER NO. 5				
A.	Reduce unused flow fill at #10204. Additional erosion control blanket at #10198	\$ (8,199.00)		0
NET CONTRACT CHANGE		\$ (8,199.00)	-3.18%	0
NEW CONTRACT AMOUNT		\$ 314,213.95		180
PROJECT STATUS (NET CHANGE)		\$ 56,308.95	21.83%	0
FINAL CONTRACT AMOUNT		\$ 314,213.95		180



Kaufman County FWSD No. 1-D

CHANGE ORDER

Number: **5**

PROJECT:	1-D CIP 2025 REPAIRS	DATE:	7/20/2026
OWNER:	KAUFMAN COUNTY FRESH WATER SUPPLY DISTRICT NO. 1-D c/o BGE, INC. 2595 DALLAS PARKWAY, SUITE 101 FRISCO, TEXAS 75034		
CONTRACTOR:	LF MILLER CONSTRUCTION	ENGINEER:	BGE, INC. JOB No. 3454-36

Contractor is directed to make the following changes in the Contract Documents:

Summary of change order: Reduced unused quantity from #10204, add erosion control blanket necessary to complete #10198.

Change in Contract Price: Original Contract Price \$ 257,905.00	Change in Contract Time: Original Contract Time 180 Calendar Days
Net Changes from Previous Change Orders \$ 64,507.95	Net Changes from Previous Change Orders 0 Calendar Days
Contract Price Prior to This CO \$ 322,412.95 5	Contract Time Prior to This CO 180 Calendar Days
Net Increase (Decrease) of This CO \$ (8,199.00)	Net Increase (Decrease) of This CO 0 Calendar Days
Contract Price With All Approved Change Orders \$ 314,213.95	Contract Time With All Approved Change Orders 180 Calendar Days

ACCEPTED:

By: Luke Miller
Contractor

Date: 7-21-26

RECOMMENDED:

By: P. B. G. Smith
Engineer

Date: 7-23-26

APPROVED:

By: _____
Owner

Date: _____

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CIP 2025 Repairs
KCFWSD No. 1-D
July 15, 2026

CHANGE ORDER #: 5
Job #: 3454-36

Change Order Detail

ITEM	DESCRIPTION	QTY.	UNIT	UNIT PRICE	QUANTITY ADJUSTMENT	NET CHANGE
#10204 - Goodspring and Bozeman Dr (Map Sheet F5)						
CO5. 01	REF Item 19. Install flowable fill as needed for support under existing paving (Includes all labor, materials, equipment to perform and finish, complete in place.)	40	SY	\$300.00	(30)	(\$9,000.00)
Subtotal:						(\$9,000.00)
#10198 - Windmill Farms Blvd (Map Sheet E7)						
CO5. 02	REF Item 18. Install erosion control blanket as necessary and directed by engineer (Includes all labor, seeding, watering, materials, equipment to perform and finish, complete in place)	120	SY	\$3.00	267	\$801.00
Subtotal:						\$801.00

Total Net Change: (\$8,199.00)

Current Contract Amount: \$322,412.95

Revised Contract Amount: \$314,213.95

Contractor

Luke Miller
Name

7-21-26
Date



July 21, 2026

Kaufman County Fresh Water Supply District No. 1-D
c/o Mr. Ross Martin, General Counsel Winstead, P.C.
2728 N. Harwood St., Suite 500
Dallas, Texas 75201

Re.: Construction of CIP 2025 Repairs for Kaufman County FWSD No. 1-D
Contractor Pay Request: LF Miller Construction

Dear Board of Directors:

Attached is the Contractors Pay Request as summarized below for the referenced project, which was received from the Contractor on July 20, 2026.

Payment request no.:	9
Payment request date:	July 13, 2026
Payment this request:	\$96,381.00
Payment percentage this estimate:	29.89%
Total revised contract amount:	\$322,412.95
Completion % this estimate:	93.97%
Total payment % this estimate:	84.57%

We have reviewed the pay request and with our Field Project Representative and find it to be in order. Therefore, we recommend payment to the Contractor for the work performed through the date above in the amount requested.

If you have any questions, please feel free to contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "B. Caswell", written in a cursive style.

Bryant Caswell, P.E.
BGE/District Engineer

Attachments

cc: Mr. Luke Miller, LF Miller Construction
Mr. Ross Martin, Winstead, P.C.
Mrs. Kerry Tovery, Dye & Tovery, LLC
File



1-D CIP 2025 Repairs

To (Owner):	Kaufman County FWSD No. 1-D	From (Contractor):	L.F. Miller Construction	Application Number:	9
Owner's Contact:	John Johnson	Contractor Contact:	Luke Miller	Application Date:	7/13/2026
Owner's Contract No:	CIP 2025 Repairs	Contract:		Application Period:	6/15/2026
Project:		BGE Job No.:	3454-36		7/13/2026

Change Order Summary				
Approved Change Orders Number (#)	Additions		Deductions	
	Cost (\$)	Calendar Days	Cost (\$)	Calendar Days
1	\$ 13,300.00	0		
2	\$ 7,975.00			
3	\$ 1,350.00			
4	\$ 41,882.95			
TOTALS	\$ 64,507.95	0	\$ -	0
NET CHANGE ORDERS	\$ 64,507.95	0	\$ -	0
ADDITIONAL CONTRACT DAY(S)		0		

ORIGINAL CONTRACT DAYS:	180
REVISED CONTRACT DAYS:	
DAYS THIS PERIOD:	29
TOTAL TIME CHARGED:	286
TOTAL DAYS REMAINING:	-106

1. ORIGINAL CONTRACT PRICE
2. Net change by Change Orders
3. Current Contract Total (Line 1 ± 2)
4. TOTAL COMPLETED AND STORED TO DATE
(Page 3, Column M)
5. APPLICATION RETAINAGE:

a. 10 % x Work Completed

b. 10 % x Stored Materials (Page 2 - Part 4)

c. Total Retainage (5a + 5b)
6. AMOUNT ELIGIBLE TO DATE (Line 4 - Line 5c)
7. LESS PREVIOUS PAYMENTS (Line 6 from prior Application)
8. AMOUNT DUE THIS APPLICATION
9. BALANCE TO FINISH, PLUS RETAINAGE
(Line 3 - 4 ± 5c)

\$	257,905.00
\$	64,507.95
\$	322,412.95
\$	302,962.95
\$	30,296.30
\$	-
\$	30,296.30
\$	272,666.66
\$	176,285.66
\$	96,381.00
\$	49,746.30

Recommended for Approval:

\$	96,381.00
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Contractor: Luke Miller Date: 7-21-26
Luke F. Miller
L.F. Miller

Engineer: Bryant Caswell, P.E. Date: 7-23-26
BGE, Inc.
TBPE Registration No. F-1046



1-D CIP 2025 Repairs

						Completed This Period		Completed Previous Periods		Completed and Stored to Date	
Item	Description	Contract Quantity	Unit	Unit Price	Amount	(H) Quantity	(I) Amounts	(J) Quantity	(K) Amounts	(L) Total Quantity	(M) Total Amounts
SECTION A : DRAINAGE											
#10041 - Windmill Farms Blvd and Sahara Dr (Map Sheet F8)											
1.	Grade to drain as necessary and directed by engineer. (Includes compaction of in situ soil to 95% of standard proctor ASTM 698, all labor, materials, and equipment to perform and finish, complete and in place.)	25.00	SY	\$ 100.00	\$ 2,500.00	0.00	\$ -	25.00	\$ 2,500.00	25.00	\$ 2,500.00
2.	Install bermuda sod, complete in place, as directed by the engineer. (Includes: watering and sufficient turf establishment by any means necessary)	25.00	SY	\$ 20.00	\$ 500.00	0.00	\$ -	25.00	\$ 500.00	25.00	\$ 500.00
				SUBTOTAL \$	3,000.00		\$ -		\$ 3,000.00		\$ 3,000.00
#10193 - (Map Sheet G9)											
3.	Remove overgrowth and trash as necessary to clear drainage way and as directed by engineer. (Includes all labor, materials, equipment to perform and finish, complete and in place.)	200.00	SY	\$ 25.00	\$ 5,000.00	200.00	\$ 5,000.00	0.00	\$ -	200.00	\$ 5,000.00
4.	Remove and reuse existing rip rap as directed by engineer. (Includes all labor, materials, equipment to perform and finish, complete and in place.)	70.00	SY	\$ 150.00	\$ 10,500.00	70.00	\$ 10,500.00	0.00	\$ -	70.00	\$ 10,500.00
5.	Install 18-24" rock rip rap as necessary and directed by engineer (Includes geotextile filter fabric, all labor, materials, and equipment to perform and finish, complete and in place.)	230.00	SY	\$ 275.00	\$ 63,250.00	230.00	\$ 63,250.00	0.00	\$ -	230.00	\$ 63,250.00
6.	Remove check dam. (Includes all labor, materials, equipment to perform and finish, complete and in place.)	1.00	EA	\$ 1,500.00	\$ 1,500.00	1.00	\$ 1,500.00	0.00	\$ -	1.00	\$ 1,500.00
7.	Reestablish drainage ditch with 10' bottom and 3:1 side slopes as directed by engineer. (Includes all labor, materials, equipment to perform and finish, complete and in place.)	138.00	LF	\$ 80.00	\$ 11,040.00	138.00	\$ 11,040.00	0.00	\$ -	138.00	\$ 11,040.00
8.	Remove and replace 5 strand barbwire fence (Includes all labor, materials, equipment to perform and finish, complete and in place.) (Includes temporary fencing to retain cattle during construction.)	40.00	LF	\$ 25.00	\$ 1,000.00	40.00	\$ 1,000.00	0.00	\$ -	40.00	\$ 1,000.00
				SUBTOTAL \$	92,290.00		\$ 92,290.00		\$ -		\$ 92,290.00
#10194 - (Map Sheet F9)											
9.	Remove overgrowth and trash as necessary to clear drainage way and as directed by engineer (Includes all labor, materials, equipment to perform and finish, complete and in place.)	200.00	SY	\$ 15.00	\$ 3,000.00	0.00	\$ -	200.00	\$ 3,000.00	200.00	\$ 3,000.00
				SUBTOTAL \$	3,000.00		\$ -		\$ 3,000.00		\$ 3,000.00



1-D CIP 2025 Repairs

Completed This Period						Completed Previous Periods		Completed and Stored to Date			
Item	Description	Contract Quantity	Unit	Unit Price	Amount	(H) Quantity	(I) Amounts	(J) Quantity	(K) Amounts	(L) Total Quantity	(M) Total Amounts
#10197 - Windmill Farms Blvd (Map Sheet E7)											
10.	Backfill soil, complete in place. (Includes all labor and equipment required to transport and place on-site in situ like material compacted to 95% of standard proctor ASTM 698.)(All disturbed areas to be resored as directed by engineer.)	175.00	CY	\$ 55.00	\$ 9,625.00	0.00	\$ -	175.00	\$ 9,625.00	175.00	\$ 9,625.00
11.	Install erosion control blanket as necessary and directed by engineer (Includes all labor, seeding, watering, materials, equipment to perform and finish, complete in place)	350.00	SY	\$ 3.00	1,050.00	0.00	\$ -	350.00	\$ 1,050.00	350.00	\$ 1,050.00
12.	Grade to drain as necessary and directed by engineer (Includes compaction of in situ soil to 95% of standard proctor ASTM 698, all labor, materials, and equipment to perform and finish, complete and in place.)	180.00	LF	\$ 50.00	9,000.00	0.00	\$ -	180.00	\$ 9,000.00	180.00	\$ 9,000.00
13.	Furnish and install TxDOT JCTBOX(COMPL)(PUB)(3FTX3FT) with Type INLET(COMPL)(PSL)(FG)(3FTX3FT) grate inlet with 2FT concrete apron.(Includes all labor, materials, and equipment to perform and finish, complete in place.)	1.00	LS	\$ 7,000.00	\$ 7,000.00	0.00	\$ -	1.00	\$ 7,000.00	1.00	\$ 7,000.00
14.	Install 30" RCP (Includes all labor, materials, and equipment to connect to existing 54" RCP as directed by engineer, complete in place.)	24.00	LF	\$ 90.00	2,160.00	0.00	\$ -	24.00	\$ 2,160.00	24.00	\$ 2,160.00
SUBTOTAL \$ 28,835.00						\$	-	\$ 28,835.00		\$	28,835.00
#10198 - Windmill Farms Blvd (Map Sheet E7)											
15.	Backfill soil, complete in place. (Includes all labor and equipment required to transport and place on-site in situ like material compacted to 95% of standard proctor ASTM 698.)(All disturbed areas to be resored as directed by engineer.)	25.00	CY	\$ 55.00	1,375.00	0.00	\$ -	25.00	\$ 1,375.00	25.00	\$ 1,375.00
16.	Install 8-12" rock rip rap as necessary and directed by engineer (Includes geotextile filter fabric, all labor, materials, and equipment to perform and finish, complete and in place.)	80.00	SY	\$ 275.00	22,000.00	0.00	\$ -	80.00	\$ 22,000.00	80.00	\$ 22,000.00
17.	Remove silt from existing storm RCP and headwall (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	LS	\$ 2,500.00	2,500.00	0.00	\$ -	1.00	\$ 2,500.00	1.00	\$ 2,500.00
18.	Install erosion control blanket as necessary and directed by engineer (Includes all labor, seeding, watering, materials, equipment to perform and finish, complete in place)	120.00	SY	\$ 3.00	360.00	0.00	\$ -	120.00	\$ 360.00	120.00	\$ 360.00
SUBTOTAL \$ 26,235.00						\$	-	\$ 26,235.00		\$	26,235.00
#10204 - Goodspring Ln and Bozeman Dr (Map Sheet F5)											
19.	Install flowable fill as needed for support under existing paving (Includes all labor, materials, equipment to perform and finish, complete in place.)	40.00	CY	\$ 300.00	12,000.00	0.00	\$ -	10.00	\$ 3,000.00	10.00	\$ 3,000.00
20.	Backfill soil, complete in place. (Includes all labor and equipment required to transport and place on-site in situ like material compacted to 95% of standard proctor ASTM 698.)(All disturbed areas to be resored as directed by engineer.)	110.00	CY	\$ 55.00	6,050.00	0.00	\$ -	110.00	\$ 6,050.00	110.00	\$ 6,050.00
21.	Install polypropylene geotextile turf reinforcement mat as necessary and directed by engineer (Includes all labor, materials, equipment to perform and finish, complete in place)(Propex Pyramat 75 or approved equal.)	200.00	SY	\$ 3.00	600.00	0.00	\$ -	200.00	\$ 600.00	200.00	\$ 600.00
SUBTOTAL \$ 18,650.00						\$	-	\$ 9,650.00		\$	9,650.00



1-D CIP 2025 Repairs

						Completed This Period		Completed Previous Periods		Completed and Stored to Date	
Item	Description	Contract Quantity	Unit	Unit Price	Amount	(H) Quantity	(I) Amounts	(J) Quantity	(K) Amounts	(L) Total Quantity	(M) Total Amounts
#10206 - Coachwhip Ln and Bozeman Dr (Map Sheet F5)											
22.	Backfill soil, complete in place. (Includes all labor and equipment required to transport and place on-site in situ like material compacted to 95% of standard proctor ASTM 698.)(All disturbed areas to be resored as directed by engineer.)	35.00	CY	\$ 55.00	\$ 1,925.00	0.00	\$ -	35.00	\$ 1,925.00	35.00	\$ 1,925.00
23.	Install polypropylene geotextile turf reinforcement mat as necessary and directed by engineer (Includes all labor, materials, equipment to perform and finish, complete in place)(Propex Pyramat 75 or approved equal.)	70.00	SY	\$ 3.00	\$ 210.00	0.00	\$ -	70.00	\$ 210.00	70.00	\$ 210.00
				SUBTOTAL \$	2,135.00		\$ -		\$ 2,135.00		\$ 2,135.00
				TOTAL - SECTION A \$	174,145.00		\$ 92,290.00		\$ 72,855.00		\$ 165,145.00
SECTION B - PAVING											
#10078 - Falcon Way (Map Sheet I3)											
24.	Remove and replace curb and gutter (Includes: doweling into the existing pavement, redwood expansion joints, saw cut and seal all construction joints with hot pour rubber)	12.00	LF	\$ 100.00	\$ 1,200.00	12.00	\$ 1,200.00	0.00	\$ -	12.00	\$ 1,200.00
				SUBTOTAL \$	1,200.00		\$ 1,200.00		\$ -		\$ 1,200.00
#10153 - Villegas Way (Map Sheet M5)											
25.	Remove and replace 36" reinforced concrete curb and gutter section as directed by the engineer. (Includes: standard and mountable curb, doweling into the existing pavement, #4 rebar, redwood expansion joints, saw cut and seal all construction joints with hot pour rubber.)	30.00	LF	\$ 100.00	\$ 3,000.00	30.00	\$ 3,000.00	0.00	\$ -	30.00	\$ 3,000.00
26.	(Includes: removal and disposal of existing subgrade, proof-rolling, mixing stabilizer or scarifying and compaction to 95% of standard proctor, ASTM D 698)	11.00	SY	\$ 90.00	\$ 990.00	11.00	\$ 990.00	0.00	\$ -	11.00	\$ 990.00
27.	driveway detail, as directed by the engineer. (Includes: compaction of in situ soil to 95% of standard proctor ASTM 698, doweling into the existing sidewalk and pavement, #4 rebar on 18" centers,	2.00	SY	\$ 250.00	\$ 500.00	2.00	\$ 500.00	0.00	\$ -	2.00	\$ 500.00
28.	Install 6" N-12 slotted aluminum drain (Includes all fittings, labor, materials, equipment to perform and finish, complete in place) (ADS Duraslot Slotted Drain Pipe or approved equal.)	10.00	LF	\$ 300.00	\$ 3,000.00	10.00	\$ 3,000.00	0.00	\$ -	10.00	\$ 3,000.00
29.	Install 6" dual-wall corrugated polyethylene pipe (Includes all fittings, labor, materials, equipment to perform and finish, complete in place) (ADS Duraslot Slotted Drain Pipe or approved equal.)	40.00	LF	\$ 50.00	\$ 2,000.00	40.00	\$ 2,000.00	0.00	\$ -	40.00	\$ 2,000.00
30.	Core existing curb inlet and connect polyethylene drain pipe (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	LS	\$ 1,700.00	\$ 1,700.00	1.00	\$ 1,700.00	0.00	\$ -	1.00	\$ 1,700.00
31.	Remove and replace 6" reinforced concrete pavement AS NEEDED and directed by the engineer. (Includes: curb, pavement markings, doweling into the existing pavement, #4 rebar on 24" centers, redwood expansion joints, saw cut and seal all construction joints with hot pour rubber.)	3.00	SY	\$ 250.00	\$ 750.00	3.00	\$ 750.00	0.00	\$ -	3.00	\$ 750.00
32.	Install bermuda sod, complete in place, as directed by the engineer. (Includes: watering and sufficient turf establishment by any means necessary)	8.00	SY	\$ 20.00	\$ 160.00	8.00	\$ 160.00	0.00	\$ -	8.00	\$ 160.00
				SUBTOTAL \$	12,100.00		\$ 12,100.00		\$ -		\$ 12,100.00



1-D CIP 2025 Repairs

Completed This Period						Completed Previous Periods			Completed and Stored to Date		
Item	Description	Contract Quantity	Unit	Unit Price	Amount	(H) Quantity	(I) Amounts	(J) Quantity	(K) Amounts	(L) Total Quantity	(M) Total Amounts
#10187 - Windmill Farms Blvd and Chico Dr (Map Sheet M6)											
33.	Remove and replace 18" reinforced concrete curb and gutter section as directed by the engineer. (Includes: standard and mountable curb, doweling into the existing pavement, #4 rebar, redwood expansion joints, saw cut and seal all construction joints with hot pour rubber.)	12.00	LF	\$ 100.00	\$ 1,200.00	0.00	\$ -	12.00	\$ 1,200.00	12.00	\$ 1,200.00
				SUBTOTAL	\$ 1,200.00		\$ -		\$ 1,200.00		\$ 1,200.00
			TOTAL - SECTION B	\$	14,500.00		\$ 13,300.00		\$ 1,200.00		\$ 14,500.00
SECTION C - SANITARY SEWER											
#10114 - Pyramid Dr and Stardust Dr (Map Sheet K3)											
34.	Repair leaking joints, cracks, and or connections as directed by engineer. (Includes all labor, materials, and equipment to perform and finish complete in place. Avanti AV-202 or approved equal.)	1.00	LS	\$ 1,650.00	\$ 1,650.00	0.00	\$ -	1.00	\$ 1,650.00	1.00	\$ 1,650.00
35.	Clean and grout the grade rings of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	\$ 770.00	\$ 770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
			SUBTOTAL	\$	2,420.00		\$ -		\$ 2,420.00		\$ 2,420.00
#10117 - Black Canyon Dr and Salers Way (Map Sheet L3)											
36.	Repair leaking joints, cracks, and or connections as directed by engineer. (Includes all labor, materials, and equipment to perform and finish complete in place. Avanti AV-202 or approved equal.)	1.00	LS	\$ 1,650.00	\$ 1,650.00	0.00	\$ -	1.00	\$ 1,650.00	1.00	\$ 1,650.00
			SUBTOTAL	\$	1,650.00		\$ -		\$ 1,650.00		\$ 1,650.00
#10118 - Black Canyon Dr and Stardust Way (Map Sheet L3)											
37.	Repair leaking joints, cracks, and or connections as directed by engineer. (Includes all labor, materials, and equipment to perform and finish complete in place. Avanti AV-202 or approved equal.)	1.00	LS	\$ 1,650.00	\$ 1,650.00	0.00	\$ -	1.00	\$ 1,650.00	1.00	\$ 1,650.00
38.	Remove debris from manhole (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	LS	\$ 550.00	\$ 550.00	0.00	\$ -	1.00	\$ 550.00	1.00	\$ 550.00
			SUBTOTAL	\$	2,200.00		\$ -		\$ 2,200.00		\$ 2,200.00
#10120 - Dunes Dr (Map Sheet K3)											
39.	Repair throat separation as directed by engineer. (Includes all labor, materials, and equipment to perform and finish complete in place. Avanti AV-202 or approved equal.)	1.00	LS	\$ 1,650.00	\$ 1,650.00	0.00	\$ -	1.00	\$ 1,650.00	1.00	\$ 1,650.00
40.	Clean and grout the throat of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	\$ 770.00	\$ 770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
			SUBTOTAL	\$	2,420.00		\$ -		\$ 2,420.00		\$ 2,420.00
#10121 - Black Canyon Drive (Map Sheet K4)											
41.	Repair leaking throat, joints, cracks, and or connections as directed by engineer. (Includes all labor, materials, and equipment to perform and finish complete in place. Avanti AV-202 or approved equal.)	1.00	LS	\$ 1,650.00	\$ 1,650.00	0.00	\$ -	1.00	\$ 1,650.00	1.00	\$ 1,650.00
			SUBTOTAL	\$	1,650.00		\$ -		\$ 1,650.00		\$ 1,650.00



1-D CIP 2025 Repairs

Completed This Period						Completed Previous Periods		Completed and Stored to Date			
Item	Description	Contract Quantity	Unit	Unit Price	Amount	(H) Quantity	(I) Amounts	(J) Quantity	(K) Amounts	(L) Total Quantity	(M) Total Amounts
#10122 - Irontate Blvd and Salers Way (Map Sheet L3)											
42.	Repair leaking throat, joints, cracks, and or connections as directed by engineer. (Includes all labor, materials, and equipment to perform and finish complete in place. Avanti AV-202 or approved equal.)	1.00	LS	\$ 1,650.00	\$ 1,650.00	0.00	\$ -	1.00	\$ 1,650.00	1.00	\$ 1,650.00
43.	Remove debris from manhole (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	LS	\$ 550.00	\$ 550.00	0.00	\$ -	1.00	\$ 550.00	1.00	\$ 550.00
44.	Clean and grout the grade rings of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	\$ 770.00	\$ 770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
				SUBTOTAL \$	2,970.00		\$ -		\$ 2,970.00		\$ 2,970.00
#10125 - Beefmaster Ct and Aberdeen Dr (Map Sheet L4)											
45.	Locate and reset the existing sanitary sewer manhole to 2 FT above grade. (Includes: grade rings and non-shrink grout.)	1.00	EA	\$ 1,500.00	\$ 1,500.00	0.00	\$ -	1.00	\$ 1,500.00	1.00	\$ 1,500.00
				SUBTOTAL \$	1,500.00		\$ -		\$ 1,500.00		\$ 1,500.00
#10126 - Beefmaster Ct and Saddleback Way (Map Sheet L4)											
46.	Repair leaking joints, cracks, and or connections as directed by engineer. (Includes all labor, materials, and equipment to perform and finish complete in place. Avanti AV-202 or approved equal.)	1.00	LS	\$ 1,650.00	\$ 1,650.00	0.00	\$ -	1.00	\$ 1,650.00	1.00	\$ 1,650.00
47.	Clean and grout the throat of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	\$ 770.00	\$ 770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
				SUBTOTAL \$	2,420.00		\$ -		\$ 2,420.00		\$ 2,420.00
#10128 - Shorthorn Way and Saddleback Way (Map Sheet L5)											
48.	Clean and grout the throat of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	\$ 770.00	\$ 770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
				SUBTOTAL \$	770.00		\$ -		\$ 770.00		\$ 770.00
#10133 - Chico Dr (Map Sheet M4)											
49.	Clean and grout the throat of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	\$ 770.00	\$ 770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
				SUBTOTAL \$	770.00		\$ -		\$ 770.00		\$ 770.00
#10134 - Chico Dr and Boran Dr (Map Sheet M4)											
50.	Clean and grout the throat of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	\$ 770.00	\$ 770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
				SUBTOTAL \$	770.00		\$ -		\$ 770.00		\$ 770.00
#10150 - Killam Rd and Boran Dr (Map Sheet N5)											
51.	Clean and grout the throat of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	\$ 770.00	\$ 770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
				SUBTOTAL \$	770.00		\$ -		\$ 770.00		\$ 770.00



1-D CIP 2025 Repairs

Completed This Period						Completed Previous Periods			Completed and Stored to Date		
Item	Description	Contract Quantity	Unit	Unit Price	Amount	(H)	(I)	(J)	(K)	(L)	(M)
						Quantity	Amounts	Quantity	Amounts	Total Quantity	Total Amounts
#10151 - Villegas Way and Killam Rd (Map Sheet N5)											
52.	Repair leaking joints, cracks, and or connections as directed by engineer. (Includes all labor, materials, and equipment to perform and finish complete in place. Avanti AV-202 or approved equal.)	1.00	LS	1650 \$	1,650.00	0.00	\$ -	1.00	\$ 1,650.00	1.00	\$ 1,650.00
53.	Clean and grout the grade rings of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	770 \$	770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
				SUBTOTAL \$	2,420.00	\$	-		\$ 2,420.00		\$ 2,420.00
#10156 - Angus Dr (Map Sheet M5)											
54.	Repair leaking joints, cracks, and or connections as directed by engineer. (Includes all labor, materials, and equipment to perform and finish complete in place. Avanti AV-202 or approved equal.)	1.00	LS	1,650.00 \$	1,650.00	0.00	\$ -	1.00	\$ 1,650.00	1.00	\$ 1,650.00
55.	Clean and grout the grade rings of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	770.00 \$	770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
				SUBTOTAL \$	2,420.00	\$	-		\$ 2,420.00		\$ 2,420.00
#10165 - Chillingham Dr (Map Sheet L5)											
56.	Repair leaking joints, cracks, and or connections as directed by engineer. (Includes all labor, materials, and equipment to perform and finish complete in place. Avanti AV-202 or approved equal.)	1.00	LS	1,650.00 \$	1,650.00	0.00	\$ -	1.00	\$ 1,650.00	1.00	\$ 1,650.00
57.	Clean and grout the grade rings of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	770.00 \$	770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
				SUBTOTAL \$	2,420.00	\$	-		\$ 2,420.00		\$ 2,420.00
#10181 - Old Bridge Way (Map Sheet F8)											
58.	Remove debris from manhole (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	LS	550.00 \$	550.00	0.00	\$ -	1.00	\$ 550.00	1.00	\$ 550.00
59.	Clean and grout the throat of the existing sanitary sewer manhole with non-shrink grout. (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	EA	770.00 \$	770.00	0.00	\$ -	1.00	\$ 770.00	1.00	\$ 770.00
				SUBTOTAL \$	1,320.00	\$	-		\$ 1,320.00		\$ 1,320.00
				TOTAL - SECTION C \$	28,890.00	\$	-		\$ 28,890.00		\$ 28,890.00
SECTION D - SIGNAGE											
#10051 - Jersey Way and Trinchera St (Map Sheet K5)											
60.	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	EA	560.00 \$	560.00	0.00	\$ -	1.00	\$ 560.00	1.00	\$ 560.00
61.	New street name blade (Includes single and double sided.)	2.00	EA	150.00 \$	300.00	0.00	\$ -	2.00	\$ 300.00	2.00	\$ 300.00
62.	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	125.00 \$	125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
				SUBTOTAL \$	985.00	\$	-		\$ 985.00		\$ 985.00

[illegible]



1-D CIP 2025 Repairs

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period		Completed Previous Periods		Completed and Stored to Date	
						(H) Quantity	(I) Amounts	(J) Quantity	(K) Amounts	(L) Total Quantity	(M) Total Amounts
75.	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	EA	\$ 560.00	\$ 560.00	0.00	\$ -	1.00	\$ 560.00	1.00	\$ 560.00
76.	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
SUBTOTAL \$							\$ -		\$ 685.00		\$ 685.00
#10108 - Bonanza Way and Calico Ln (Map Sheet C8)											
77.	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	EA	\$ 560.00	\$ 560.00	0.00	\$ -	1.00	\$ 560.00	1.00	\$ 560.00
	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
SUBTOTAL \$							\$ -		\$ 685.00		\$ 685.00
#10109 - Bonanza Way and Sahara Dr (Map Sheet F8)											
79.	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	EA	\$ 560.00	\$ 560.00	0.00	\$ -	1.00	\$ 560.00	1.00	\$ 560.00
80.	New street name blade (Includes single and double sided.)	2.00	EA	\$ 150.00	\$ 300.00	0.00	\$ -	2.00	\$ 300.00	2.00	\$ 300.00
81.	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
SUBTOTAL \$							\$ -		\$ 985.00		\$ 985.00
#10111 - Harrah Ln and Old Bridge Way (Map Sheet F9)											
82.	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	EA	\$ 560.00	\$ 560.00	0.00	\$ -	1.00	\$ 560.00	1.00	\$ 560.00
83.	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
SUBTOTAL \$							\$ -		\$ 685.00		\$ 685.00
#10123 - Beefmaster Dr and Saddleback Way (Map Sheet L4)											
84.	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	EA	\$ 560.00	\$ 560.00	0.00	\$ -	1.00	\$ 560.00	1.00	\$ 560.00
85.	New street name blade (Includes single and double sided.)	2.00	EA	\$ 150.00	\$ 300.00	0.00	\$ -	2.00	\$ 300.00	2.00	\$ 300.00
86.	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
SUBTOTAL \$							\$ -		\$ 985.00		\$ 985.00



1-D CIP 2025 Repairs

Item		Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period		Completed Previous Periods		Completed and Stored to Date		
							(H) Quantity	(I) Amounts	(J) Quantity	(K) Amounts	(L) Total Quantity	(M) Total Amounts	
#10129 - Shorthorn Way and Saddleback Way (Map Sheet L5)													
87.	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)						1.00	EA	\$	560.00	\$	560.00	
88.	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)						1.00	EA	\$	125.00	\$	125.00	
											1.00	\$	560.00
											1.00	\$	125.00
											1.00	\$	685.00
#10205 - Coachwhip Ln and Bozeman Drive (Map Sheet F5)													
89.	Install TXDOT type III barricade (Includes all labor, materials, and all necessary hardware needed to install per detail.)						1.00	EA	\$	2,500.00	\$	2,500.00	
											1.00	\$	125.00
											1.00	\$	685.00
#SECTION E - MISCELLANEOUS													
90.	SWPPP						1.00	LS	\$	2,000.00	\$	2,000.00	
91.	Traffic Control						1.00	LS	\$	4,000.00	\$	4,000.00	
92.	Performance Bond						1.00	LS	\$	8,000.00	\$	8,000.00	
93.	Payment Bond						1.00	LS	\$	8,000.00	\$	8,000.00	
94.	Two Year Maintenance Bond (40%)						1.00	LS	\$	4,000.00	\$	4,000.00	
											1.00	\$	26,000.00
#SECTION F - CONDITIONAL ITEMS													
95.	Sanitary sewer by-pass (diversion) pumping, complete in place. (Includes all labor and equipment, to maintain and operate diversion pumps for the necessary duration of time.)						1.00	LS	\$	500.00	\$	500.00	
96.	Sanitary sewer internal obstruction removal. (Includes all labor, equipment, materials, and disposal necessary to remove the obstruction from the system, as directed by the engineer.) (Assumed quantity. Actual quantity will be determined after inspection.)						1.00	EA	\$	500.00	\$	500.00	
97.	24" and/or 30" Sanitary sewer manhole rain guard						5.00	EA	\$	175.00	\$	875.00	
98.	Remove and replace concrete barrier-free ramp as directed by engineer. (Complete in place)						1.00	EA	\$	1,500.00	\$	1,500.00	
99.	Ultra rapid pavement repair as directed by engineer. (Includes all manufacturer recommended prep., saw cutting, joint sealing, labor, equipment, traffic control, and materials necessary to complete repair.) (Aquafin Inc. Pavement or approved equal.)						200.00	LB	\$	6.00	\$	1,200.00	
100.	Reset sign post with new anchor sleeve and concrete base. (Includes all labor, materials, and all necessary hardware needed to install per detail.)						5.00	EA	\$	250.00	\$	1,250.00	
101.	New sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)						5.00	EA	\$	400.00	\$	2,000.00	
102.	New street name blade (Includes single and double sided.)						5.00	EA	\$	150.00	\$	750.00	
103.	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)						5.00	EA	\$	100.00	\$	500.00	
104.	Double mount retrofit installation of street name blades. (Street name blades by separate pay item.) (Includes all sleeve posts, hardware, labor, equipment, traffic control, and materials necessary to complete installation.)						5.00	EA	\$	200.00	\$	1,000.00	



1-D CIP 2025 Repairs

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period		Completed Previous Periods		Completed and Stored to Date	
						(H) Quantity	(I) Amounts	(J) Quantity	(K) Amounts	(L) Total Quantity	(M) Total Amounts
105.	HF 402 polyurethane foam, as needed for deep foam injection and soil stabilization. (Engineer's approval required)(Includes all labor, equipment, and materials necessary to achieve desired stabilization, complete in place.) (FoamWorks, or approved equal.)	50.00	LB	\$ 7.50	\$ 375.00	0.00	\$ -	0.00	\$ -	0.00	\$ -
	TOTAL - SECTION F			\$	10,450.00		\$ -		\$ -		\$ -
SECTION G - ADDITIONAL ITEMS											
#10210 - Dayton Dr Alley (Map Sheet G5)											
106.	Repair TXDOT type III barricade (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	LS	\$ 1,000.00	\$ 1,000.00	0.00	\$ -	1.00	\$ 1,000.00	1.00	\$ 1,000.00
107.	Remove silt and overgrowth from existing paving (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	LS	\$ 1,000.00	\$ 1,000.00	0.00	\$ -	1.00	\$ 1,000.00	1.00	\$ 1,000.00
	SUBTOTAL			\$	2,000.00		\$ -		\$ 2,000.00		\$ 2,000.00
#10211 - Coachwhip Ln and Dayton Dr (Map Sheet F5)											
108.	Repair TXDOT type III barricade (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	LS	\$ 2,000.00	\$ 2,000.00	0.00	\$ -	1.00	\$ 2,000.00	1.00	\$ 2,000.00
109.	Remove silt and overgrowth from existing paving (Includes all labor, materials, equipment to perform and finish, complete in place.)	1.00	LS	\$ 1,000.00	\$ 1,000.00	0.00	\$ -	1.00	\$ 1,000.00	1.00	\$ 1,000.00
	SUBTOTAL			\$	3,000.00		\$ -		\$ 3,000.00		\$ 3,000.00
	TOTAL - SECTION G			\$	5,000.00		\$ -		\$ 5,000.00		\$ 5,000.00
	ORIGINAL CONTRACT TOTALS (Line 1)			\$	271,205.00		\$ 107,090.00		\$ 144,665.00		\$ 251,755.00
CHANGE ORDERS											
#10051 - Jersey Way and Trinchera St (Map Sheet K5)											
CO2. 01	Install 30" STOP sign (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 135.00	\$ 135.00	0.00	\$ -	1.00	\$ 135.00	1.00	\$ 135.00
#10099 - Windmill Farms Blvd and Charleston Dr (Map Sheet G8)											
CO2. 02	Install 36" STOP sign (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 185.00	\$ 185.00	0.00	\$ -	1.00	\$ 185.00	1.00	\$ 185.00
#10123 - Beefmaster Dr and Saddleback Way (Map Sheet L4)											
CO2. 03	Install 30" STOP sign (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 135.00	\$ 135.00	0.00	\$ -	1.00	\$ 135.00	1.00	\$ 135.00
#10082 - Pyramid Dr and Sands Ln (Map Sheet K3)											
CO2. 04	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	EA	\$ 560.00	\$ 560.00	0.00	\$ -	1.00	\$ 560.00	1.00	\$ 560.00
CO2. 05											
	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
#10084 - Pyramid Dr and Sellers Way (Map Sheet K3)											
CO2. 06	Install 30" STOP sign (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 135.00	\$ 135.00	0.00	\$ -	1.00	\$ 135.00	1.00	\$ 135.00
#10101 - Harrah Ln and Calico Ln (Map Sheet G9)											
CO2. 07	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	EA	\$ 560.00	\$ 560.00	0.00	\$ -	1.00	\$ 560.00	1.00	\$ 560.00



1-D CIP 2025 Repairs

Item	Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period		Completed Previous Periods		Completed and Stored to Date	
						(H) Quantity	(I) Amounts	(J) Quantity	(K) Amounts	(L) Total Quantity	(M) Total Amounts
CO2. 08	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
CO2. 09	New street name blade (Includes single and double sided.)	2.00	EA	\$ 300.00	\$ 600.00	0.00	\$ -	2.00	\$ 600.00	2.00	\$ 600.00
#10217 - Chico Dr and Boran Dr (Map Sheet M4)											
CO2. 10	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	EA	\$ 560.00	\$ 560.00	0.00	\$ -	1.00	\$ 560.00	1.00	\$ 560.00
CO2. 11	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
CO2. 12	New street name blade (Includes single and double sided.)	2.00	EA	\$ 150.00	\$ 300.00	0.00	\$ -	2.00	\$ 300.00	2.00	\$ 300.00
CO2. 13	Install 30" STOP sign (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 135.00	\$ 135.00	0.00	\$ -	1.00	\$ 135.00	1.00	\$ 135.00
#10218 - Killam Rd and Boran Dr (Map Sheet N5)											
CO2. 14	Install 30" STOP sign (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 135.00	\$ 135.00	0.00	\$ -	1.00	\$ 135.00	1.00	\$ 135.00
#10219 - Galloway Stand Barzona Rd (Map Sheet L5)											
CO2. 15	New street name blade (Includes single and double sided.)	1.00	EA	\$ 150.00	\$ 150.00	0.00	\$ -	1.00	\$ 150.00	1.00	\$ 150.00
CO2. 16	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
#10220 - Galloway Stand Saddleback Way (Map Sheet L5)											
CO2. 17	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	EA	\$ 560.00	\$ 560.00	0.00	\$ -	1.00	\$ 560.00	1.00	\$ 560.00
CO2. 18	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
#10221 - Chillingham Dr and Angus Dr (Map Sheet M5)											
CO2. 19	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)	1.00	EA	\$ 560.00	\$ 560.00	0.00	\$ -	1.00	\$ 560.00	1.00	\$ 560.00
CO2. 20	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00
#10222 - Hereford Dr and Holstein Dr (Map Sheet L5)											
CO2. 21	New street name blade (Includes single and double sided.)	1.00	EA	\$ 150.00	\$ 150.00	0.00	\$ -	1.00	\$ 150.00	1.00	\$ 150.00
CO2. 22	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)	1.00	EA	\$ 125.00	\$ 125.00	0.00	\$ -	1.00	\$ 125.00	1.00	\$ 125.00



1-D CIP 2025 Repairs

Item		Description	Contract Quantity	Unit	Unit Price	Amount	Completed This Period		Completed Previous Periods		Completed and Stored to Date		
							(H) Quantity	(I) Amounts	(J) Quantity	(K) Amounts	(L) Total Quantity	(M) Total Amounts	
#10223 - Gold Rush way and Crowheart Dr (Map Sheet E5)													
CO2. 23	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)						1.00	EA	\$	560.00	\$	0.00	\$ -
CO2. 24	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)						1.00	EA	\$	125.00	\$	0.00	\$ -
CO2. 25	New street name blade (Includes single and double sided.)						2.00	EA	\$	150.00	\$	0.00	\$ -
CO2. 26	Install 30" STOP sign (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)						1.00	EA	\$	135.00	\$	0.00	\$ -
#10224 - Nugget Ln and Bullfrog Way (Map Sheet F3)													
CO2. 27	Install 30" STOP sign (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)						1.00	EA	\$	135.00	\$	0.00	\$ -
#10225 - Bonanza Way and Sahara Dr (Map Sheet F8)													
CO2. 28	New TXDOT galvanized sign post assembly for standard and double mount signs, complete in place. (Street name blades by separate pay item.) (Includes all labor, materials, and all necessary hardware needed to install per detail.)						1.00	EA	\$	560.00	\$	0.00	\$ -
CO2. 29	Standard installation of street name blades. (Street name blades by separate pay item.) (Includes all brackets, labor, equipment, traffic control, and materials necessary to complete installation.)						1.00	EA	\$	125.00	\$	0.00	\$ -
CO2. 30	New street name blade (Includes single and double sided.)						2.00	EA	\$	150.00	\$	0.00	\$ -
#10041 -													
CO3. 01	Remove concrete apron and replace with flume to allow positive drainage						1.00	LS	\$	350.00	\$	0.00	\$ -
#10078 -													
CO3. 02	Ref item 24. Remove and replace curb and gutter (Includes: doweling into the existing pavement, redwood expansion joints, saw cut and seal all construction joints with hot pour rubber)						2.00	LF	\$	100.00	\$	0.00	\$ -
CO3. 03	Remove and replace 10.5" reinforced concrete pavement						2.00	EA	\$	400.00	\$	0.00	\$ -
Iron Gate Blvd Right Turn Lane							1.00	LS	\$	41,882.95	\$	0.00	\$ -
CO4.01	Iron Gate Blvd Right Turn Lane Striping						NET CHANGE ORDERS TOTALS (Line 2)		\$		51,207.95	\$	51,207.95
STORED MATERIALS													
							-		\$	-	\$	0.00	\$ -
							-		\$	-	\$	0.00	\$ -
							-		\$	-	\$	0.00	\$ -
	STORE MATERIAL TOTALS (Line 5b)								\$	-	\$	-	\$ -
CURRENT CONTRACT TOTAL.....(Line 3)													
COMPLETED AND STORED TO DATE (Line 4)							\$		322,412.95	\$		302,962.95	
10% RETAINAGE.....(Line 5a+5b)							\$		30,296.30	\$		10% \$ 19,587.30	
TOTAL ELIGIBLE TO DATE.....(Line 6)							\$		272,666.66	\$		10% \$ 19,587.30	
TOTAL PREVIOUS PAYMENTS (Line 7)							\$		176,285.66	\$		10% \$ 19,587.30	
AMOUNT DUE THIS APPLICATION (Line 8)							\$		96,381.00	\$		10% \$ 19,587.30	
BALANCE TO FINISH.....(Line 9)							\$		49,746.30	\$		10% \$ 19,587.30	

CONTRACTOR AFFIDAVIT FOR PARTIAL PAYMENT

STATE OF LOUISIANA §

COUNTY OF RAINS §

BEFORE ME, the undersigned authority, on this day personally appeared Luke Miller the Owner of LF Miller Construction ("CONTRACTOR"). CONTRACTOR has performed labor and furnished materials pursuant to that certain Contract entered into on the 12th day of September, 2025 by and between CONTRACTOR and EQK Bridgeview Plaza, Inc., for the erection, construction, and completion of certain improvements and/or additions upon the following described premises, to wit:

"CIP 2024 Repairs for Kaufman County Fresh Water Supply District No. 1-D in Kaufman County, Texas."

The undersigned, being by me duly sworn, states upon oath that the materials supplied in connection with CONTRACTOR's Application for Partial Payment No. 9, dated 7-13-26 (the "Application Date"), represents the actual cost of sound materials that have been or will be fabricated into the Work in compliance with the agreed to plans and specifications (and all authorized changes thereto).

The undersigned further states that as of the Application Date, CONTRACTOR has paid all bills and claims for materials supplied in connection with the aforesaid Partial Payment, and that there are no outstanding unpaid bills or claims for labor performed or materials furnished.

CONTRACTOR acknowledges complete satisfaction of, and forever waives and releases, all claims of every kind against OWNER or the property where the labor and/or materials were installed, including, without limitation, any liens or potential liens, which CONTRACTOR may have as a result of, or in connection with, the labor and/or materials supplied in connection with the aforesaid Partial payment.

CONTRACTOR represents that the person executing this affidavit on behalf of CONTRACTOR is duly authorized to sign this affidavit and to legally bind CONTRACTOR hereto. All of the provisions of this affidavit shall bind CONTRACTOR, its heirs, representatives, successors and assigns and shall inure to the benefit of OWNER, and its legal representatives, successors, assigns.

This affidavit is being made by the undersigned realizing that it is in reliance upon the truthfulness of the statements contained herein that a partial payment under said Contract is being made, and in consideration of the disbursement of said partial payment by OWNER.

CONTRACTOR HEREBY AGREES TO DEFEND, PROTECT, INDEMNIFY AND HOLD OWNER SAFE AND HARMLESS FROM AND AGAINST ALL LOSSES, DAMAGES, COSTS, AND EXPENSES OF ANY CHARACTER WHATSOEVER SPECIFICALLY INCLUDING COURT COSTS, BONDING FEES, AND ATTORNEY FEES ARISING OUT OF OR IN ANY WAY RELATING TO CLAIMS FOR UNPAID LABOR OR MATERIALS FURNISHED AS OF THE APPLICATION DATE.

Executed this 21 day of July, 2026.

By: *Luke Miller*
Name Luke Miller
Printed: Owner
Title:

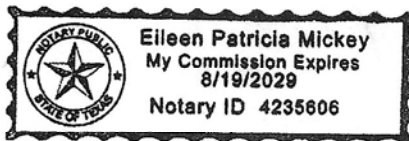
STATE OF LOUISIANA §
PARISH OF RAPIDES §

Subscribed and sworn to before me, the undersigned authority, on this the 21 day of July, 2026, to certify which, witness my hand and seal of office.

Eileen Patricia Mickey
Notary Public, State of Louisiana

Notary's Name Printed:

Eileen Patricia Mickey
My commission expires: 8/19/2029



KCFWSD No 1D Drainage Maintenance
3001 Spyglass Dr
Forney TX 75126

Customer #: 27506984
Invoice #: 9769915
Invoice Date: 5/1/2026
Cust PO #:

Job Number	Description	Amount
331100184	BGE Drainage Landscape Maintenance For May	7,952.58
 Ryan Robbins, Lic # LI22640, 1464 West 1st Street, Prosper, TX 75078, 214.458.5117 Irrigation in Texas is regulated by the Texas Commission on Environmental Quality (TCEQ) P.O. 2309 Gravel Dr, Fort Worth, Texas 43118-6951. www.tceq.state.tx.us Total invoice amount 7,952.58 Tax amount Balance due 7,952.58		

Terms: Net 15 Days

If you have any questions regarding this invoice, please call 469-446-1595

Please detach stub and remit with your payment

Did you know that BrightView now offers auto ACH as a payment method? Discover the convenience and safety of automatic ACH bill payment for your recurring billing. Please contact autopay@brightview.com or your branch point of contact for more information on how to sign up on Auto Pay.

Payment Stub

Customer Account#: 27506984
Invoice #: 9769915
Invoice Date: 5/1/2026

Amount Due: \$7,952.58

Thank you for allowing us to serve you

Please reference the invoice # on your check
and make payable to:

KCFWSD No 1D Drainage Maintenance
3001 Spyglass Dr
Forney TX 75126

BrightView Landscape Services, Inc.
P.O. Box 31001-2463
Pasadena, CA 91110-2463

KCFWSD No 1D Drainage Maintenance
3001 Spyglass Dr
Forney TX 75126

Customer #: 27506984
Invoice #: 9807189
Invoice Date: 6/1/2026
Cust PO #:

Job Number	Description	Amount
331100184	BGE Drainage Landscape Maintenance For June	7,952.58
	 Ryan Robbins, Lic # LI22640, 1464 West 1st Street, Prosper, TX 75078, 214.458.5117 Irrigation in Texas is regulated by the Texas Commission on Environmental Quality (TCEQ) P.O. 2309 Gravel Dr, Fort Worth, Texas 43118-6951. www.tceq.state.tx.us Service Delivery Fee 0.00 Total invoice amount 7,952.58 Tax amount Balance due 7,952.58	

Standard payment terms of net 30 days apply unless otherwise agreed. In the absence of a preceding set of terms and conditions being in effect between the parties, the Maintenance Service Terms and Conditions located at www.brightview.com/terms-conditions/landscape-services-terms shall hereby be incorporated by reference and will govern the transaction between the parties and Services being performed by BrightView.

Please detach stub and remit with your payment. For questions, please call 469-446-1595.

Did you know that BrightView now offers auto ACH as a payment method? Discover the convenience and safety of automatic ACH bill payment for your recurring billing. Please contact autopay@brightview.com or your branch point of contact for more information on how to sign up on Auto Pay.

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Please reference the invoice # on your check
and make payable to:

KCFWSD No 1D Drainage Maintenance
3001 Spyglass Dr
Forney TX 75126

BrightView Landscape Services, Inc.
P.O. Box 31001-2463
Pasadena, CA 91110-2463



June 25, 2026

SUPPLEMENTAL LETTER

Board of Directors
Kaufman County Fresh Water Supply District No. 1-A
2728 N. Harwood Street, Suite 500
Dallas, Texas 75201

Re: Comprehensive Evaluation
Kaufman County Fresh Water Supply District 1A Water Treatment Plant
Supplemental Letter

Dear Board of Directors:

LJA Engineering, Inc. is providing this letter to supplement the Comprehensive Evaluation for the Kaufman County Fresh Water Supply District 1A Water Treatment Plant delivered to the district on April 24, 2026. The intent of this letter is to (1) provide clarifications to the purpose of the above-mentioned Evaluation, (2) provide corrections to the findings presented in this Evaluation following review of additional documentation and correspondence with BGE, Inc, the District Engineer for KCFWSD 1C & 1D, and (3) provide an expected timeline of budgetary encumbrance necessary to address the maintenance items identified in this Evaluation.

CLARIFICATIONS

The following clarifications are provided for the Comprehensive Evaluation:

- The intent of this Evaluation was to review the condition of the plant and provide maintenance and repair recommendations, not overall improvements to the facility, following this visit. These recommendations were made following a visit to the site on December 15, 2025. Operations and processes at the plant were not reviewed.
- The costs presented in this Evaluation are considered worst case scenarios, requiring full replacement. While the recommended costs are often associated with full replacement of the items of concern, there is an expectation that costs will be less when opportunities to repair over replace are identified and selected. While this statement is explicitly made for some of the items in the Evaluation, this remains the intent for all items identified as maintenance concerns and the most economical approach will be taken for each of these items.
- It is LJA's understanding that the District will seek opportunities to include maintenance items under other, ongoing improvement efforts to the plant.

CORRECTIONS & EDITS

The following corrections and edits are provided for the Comprehensive Evaluation. These items are considered to supersede any statements conflicting statements made in that Evaluation.

- The previous recommendation to repaint the two (2) 30,000-gallon pressure tanks did not include surface preparation. This increases the previous estimated cost from \$22,000 to \$60,000.

- Inframark confirmed the presence of pressure transducers on the steel ground storage tanks. LJA has removed the recommendation to replace the float level indicator on the steel ground storage tanks and the associated, expected cost of \$10,000.
- Inframark has confirmed that internal tank inspections are currently completed on an annual basis. LJA has removed the recommendation for a diver investigation and the associated expected cost of \$4,800.
- There is no evident maintenance contract between AUC and the district with regards to the skid pump. There is no expected cost change with this correction, but Inframark should be directed to replace the insulation on pump #8.

A revised table reflecting these corrections and edits is provided below.

Item No.	Maintenance Item of Asset Subset	Likelihood of Failure	Consequence of Failure	Risk Score	Cost
Water Supply Control Valve Vault					
1	Access hatch replacement	3	2	5	\$5,000
2	Sump pump replacement	3	3	6	\$4,000
3	24" Watermain leak repair	4	4	8	\$35,000
4	Vent pipe painting	1	4	5	\$2,000
Chlorination Systems					
1	Sump Pump Relocation	2	2	4	\$1,500
2	Repair Cement Grout Seal	2	3	5	\$2,000
3	Chlorine Gas Scale Replacement	5	4	9	\$6,000
4	Corroded Water Line Replacement	3	4	7	\$3,000
5	Chlorine Gas Monitor	5	5	10	\$5,000
6	LAS Storage Improvements	2	4	6	\$4,000
Ground Storage Tanks					
1	External (steel) GST DI piping re-coating	1	4	5	\$4,000
2	External (concrete) GST DI piping re-coating	1	4	5	\$3,000
3	Concrete tank coating crack seal	1	4	5	\$2,000
Distribution Pumps (LJA)					
1	Pump #6 leak repair	3	4	7	\$5,000
2	Pump #5 piping insulation	2	3	5	\$500
3	Pump #8 piping insulation replacement	1	3	4	\$500
Distribution Pumps (BGD)					
1	Pumps 1, 2, & 3 Disconnect Replacements	High Risk			\$4,500
2	Repair Flexible Conduit Connections	High Risk			\$3,000
3	Pump 4 Disconnect Unistruct Post Repair/Replacement	Medium Risk			\$1,000
4	Outdoor Skid/Panel Shading or Canopies	Medium Risk			\$10,000
Distribution Meter Vault (LJA)					
1	16" Flow meter replacement	2	1	3	\$13,000
2	Sump pump replacement	2	3	5	\$4,000
Distribution Meter Vault (BGD)					
1	Flow Meter Error S840 Troubleshooting/Repair	Medium Risk			\$1,000
Pressure Tanks					
1	Repaint 30,000-gallon pressure tanks (x2)	1	2	3	\$60,000
Utility Building					
1	Demolish building	3	1	4	\$15,000

Item No.	Maintenance Item of Asset Subset	Likelihood of Failure	Consequence of Failure	Risk Score	Cost
Electrical Building (LJA)					
1	Replace Metal Siding	4	3	7	\$22,100
2	Miscellaneous Weatherproofing	4	3	7	\$600
Electrical Building (BGD)					
1	Arc Flash Hazard Study Equipment Labeling	High Risk			\$15,000
2	MCC-1 & MCC-2 Maintenance/Cleaning	Medium Risk			\$5,000
3	MCC-1 Replacement	Low Risk			\$200,000
4	MCC-2 Replacement	Low Risk			\$125,000
5	SCADA Panel & PLC Replacement	Low Risk			\$150,000
6	New Electrical Building	Low Risk			\$100,000
7	Arc Flash Hazard Study	Low Risk			\$15,000
Site Conditions					
1	6' tall intruder-resistant fence	4	4	8	\$153,750
2	Site cleanup & haul-off	1	1	2	\$2,000
Site Access Condition					
1	8" Crushed gravel access drive	1	2	3	\$109,200
Miscellaneous					
1	Removal of decommissioned assets	2	1	3	\$80,000
LJA Subtotal					\$542,150
BGD Subtotal					\$629,500
Total					\$1,171,650

MAINTENANCE ITEMS RECOMMENDED TIMELINE

While the Evaluation provided on April 24 covers those costs associated with recommendations over the next year, the table below provides some recommendation of how costs might be distributed over the next five years. Note that while the Evaluations provides a Risk Score for each identified maintenance item and provides further recommendations on when an item of a certain risk category should be replaced, this supplemental letter provides a more granular timeline of expected budgetary encumbrance over the next 5 years.

Fiscal Year	Calendar Years	Expected Maintenance Costs
1	2026-2027	\$248,450
2	2027-2028	\$69,000
3	2028-2029	\$264,200
4	2029-2030	\$295,000
5	2030-2031	\$295,000
Total		\$1,171,650

Note that those costs associated with the replacement of the electrical building per BGD's recommendation are spread across the fiscal years 4 and 5 (2029 through 2031) to minimize the expected budgetary encumbrance on the district on a per year basis.

Board of Directors
June 25, 2026
Page 4 of 4

We appreciate this opportunity to work with the District. If you have questions, please reach me at 469.421.6086 or at jvanhoosier@lja.com.

Sincerely,



 06/25/2026

John Van Hoosier, P.E.
Senior Project Engineer
4700 Syracuse Street, Suite 500
Denver, Colorado 80237

LANDSCAPE SERVICES AGREEMENT

Date: June 5, 2026

BrightView: BrightView Landscape Services, Inc.

Client: KCFWSD No 1-D Drainage Maintenance Contract

Owner; Management Company or c/o (if applicable):

Contract Start Date: August 1, 2026

Contract End Date: July 31, 2027

Service Fee*: \$95,430.96

*Plus, sales tax where applicable

THIS LANDSCAPE SERVICES AGREEMENT (the "Agreement") is entered into as of the Date above between BrightView and Client. If Client is not the record owner of each property where BrightView will deliver goods or perform services under this Agreement, then Client is executing this Agreement on its own behalf and as a duly authorized agent for the record owner(s) of each property and is the financially responsible party for all fees due under this Agreement.

NOW, THEREFORE, Client and BrightView mutually agree to the following terms and conditions:

LANDSCAPE SITE NAME: Kaufman County Fresh Water Supply District 1-D 3001 Spyglass Drive ADDRESS: Forney Texas 75126
CLIENT "BILL TO" NAME: CLIENT BILLING ADDRESS: ATTN: PHONE: BILLING EMAIL:
BRIGHTVIEW CONTACT: Juan Tello, juan.tello@brightview.com 972.741.3925

The Term shall begin on the Contract Start Date and conclude on the Contract End Date. Thereafter, this Agreement shall (**select one**)

- ☒ renew automatically for successive one-year periods, (each, a "*Renewal Term*"), unless either party gives written notice to the other party of its intent not to renew at least 30 days prior to the start of the next Renewal Term.
- ☐ terminate on the Contract End Date.

BrightView shall email all invoices to the Billing Email above. Client is responsible to notify BrightView immediately regarding any change to the Billing Email. Client shall pay all invoices within fifteen (15) days of invoice date.

BrightView and Client agree to all of the Terms and Conditions set forth in this Agreement, including any schedules and exhibits attached hereto, as of the date first set forth above.

By signing this Agreement in the space provided below, the undersigned Client signatory hereby represents and confirms that it has full power and authority to enter into this Agreement on its own behalf and on behalf of the record owner of each Landscape Site, and that this Agreement is a legally binding obligation of the undersigned and the record owner of each Landscape Site.

BRIGHTVIEW (as defined in the preamble)

CLIENT

By: _____

By: _____

Name: _____

Name: _____

Title: _____

Title: _____

Date: _____

Date: _____

Scope of Landscape Services

Vegetation Management													
Mo,wtng Native Drainage Areas													36
Remô,ve naslll and Detx is in Native/ Drainage Areas													36
Weed Eafing A,tong lMain Road Drainage Areas													As Needed

Terms and Conditions

1. Services.

- (a) For purposes of this Agreement: (i) the "Services" consist of the landscape maintenance, construction, irrigation, and/or other general landscape services described in the "Scope of Landscape Services" attached hereto, together with delivery or installation of any associated goods and materials, and (ii) the "Landscape Site(s)" consist of the exterior landscaped areas for each of the site(s) identified in the attached Scope of Landscape Services, where Services will be furnished by BrightView in accordance with the Scope of Landscape Services. More than one Scope of Landscape Services may be attached hereto, in the event of multiple Landscape Sites.
- (b) During the Term (as defined on page 1), BrightView shall furnish the Services or arrange for the Services to be furnished in accordance with applicable professional horticulture standards and any local requirements or regulations in effect, using appropriately trained, uniformed, and supervised personnel, and properly maintained equipment.
- (c) All tools, equipment, surplus materials, landscape waste materials and rubbish will be removed from each Landscape Site after Services are completed.

2. Work Orders. If Client requests services from BrightView that are not set forth on the Scope of Landscape Services or at a worksite for which there is no attached Scope of Landscape Services, then BrightView may elect in its sole discretion to furnish such additional services and any related goods and materials pursuant to a written work authorization signed by Client (each signed written work authorization, a "Work Order"). For services, goods, or materials furnished pursuant to a Work Order, payment shall be due from Client to BrightView as specified by such Work Order or, if unspecified in such Work Order, then upon delivery of the services, goods, and materials identified in the Work Order (the "Work Order Charges").

3. Insurance. During the Term, BrightView will maintain general liability insurance, automobile liability insurance, and workers' compensation insurance covering its activities in connection with the Services and any Work Order. Such insurance shall be in commercially reasonable amounts. Evidence of such insurance will be provided to Client upon request.

4. Cooperation.

- (a) Client will cooperate with BrightView to facilitate the Services and will permit or schedule adequate access to the Landscape Site(s) as required to perform the Services safely, efficiently, and within any specified timeframes. Client will notify BrightView in writing of any limitation on access to Landscape Site(s) as soon as possible, and in any event at least 48 hours to any scheduled delivery of services, goods, or materials.
- (b) If required, Client will provide water with adequate spigots or hydrants or such other items as identified on the Scope of Landscape Services.
- (c) Client shall provide written notice to BrightView of any proposed change in the ownership or management of the Landscape Site(s) at least 30 days prior to the effective date of any such change. A change in the ownership or management of the Landscape Site(s) shall not relieve Client of its obligations hereunder, including but not limited to the payment of the Service Fee and any amounts due to BrightView with respect to any Work Order, unless Client shall have given proper notice of termination pursuant to this Agreement.

5. Service Fee.

- (a) Overdue Service Fees or Work Order Charges shall be subject to an administrative charge equal to the lower of: (i) 1.5% per month (18% per year) or (ii) the highest rate permitted by law, in either case multiplied by the unpaid balance. In addition to this administrative charge, Client shall reimburse BrightView for all costs and expenses (including but not limited to attorneys' fees and court costs) which are reasonably incurred by BrightView in collecting an overdue Service Fee, Work Order Charges, and administrative charges.
- (b) If tax laws increase applicable sales taxes, BrightView may adjust the Service Fee to reflect such change.

(c) BrightView has not included and reserves the right to add at a later time should they materialize, costs attributable to tariffs levied on goods from Canada, Mexico, China, or any other country subject to current or future tariffs.

(d) The parties hereby acknowledge that the Service Fee, the monthly installment plan, and the types and frequency of services, goods, and materials furnished each month throughout the year may vary according to seasonal requirements and best horticultural practices. The monthly installment plan is for Client's convenience of payment only and billings do not necessarily reflect the actual cost or value of Services performed during any particular month or other billing period. If this Agreement is terminated for any reason on a date other than an Anniversary Date, then all sums paid by Client to BrightView for Services performed since the most recent Anniversary Date shall be subtracted from the time-and-materials value (as determined in good faith by BrightView) of Services performed since that date and, if the result is a positive number (a "Shortfall"), the Shortfall shall become due and payable and Client shall promptly pay such Shortfall to BrightView. If the result is a negative number (an "Overage"), the Overage shall become due and payable and BrightView shall promptly pay such Overage to Client. Neither a Shortfall nor an Overage are liquidated or other damages arising from a termination of this Agreement but represents the portion of the charges for Services, (i) performed prior to but unpaid by Client as of the Termination Date or (ii) not performed prior to but paid by Client as of the Termination Date. For the avoidance of doubt, in no event will a Shortfall or an Overage exceed the total amount that would have been received by BrightView had the terminated Agreement continued uninterrupted until the end of its then current term.

(e) Unless specified otherwise hereunder, BrightView reserves the right to increase the Service Fee every 12 months by an amount calculated by multiplying the Service Fee for the immediately preceding 12 months by the greater of (i) 5% or (ii) CPI. If applicable, CPI is defined as the percentage increase in the Consumer Price Index between the most recently published CPI and the CPI published for the same month for the preceding calendar year. "Consumer Price Index" and "CPI" means the Consumer Price Index for Urban Wage Earners and Clerical Workers (1982-84 = 100) released by the United States Department of Labor, Bureau of Labor Statistics, relating to Consumer Prices for All Items for All Cities.

(f) In the event that, during the performance of Services, the cost of materials or fuel (collectively, "Variable Costs") required by BrightView to perform the Services increases by more than twenty percent (20%) over the Variable Costs on the Contract Start Date, the Service Fee shall be increased by an amount equal to the increase in the Variable Costs. In addition to the fees for services, BrightView may assess a "Service Delivery Fee" in connection with the performance of the services under this agreement. This fee is intended to cover costs related to operations, compliance, and delivery of services, and may vary depending on requirements of the Agreement and external factors such as tariffs, fuel cost, and other changes in applicable law. Any such fee may be applied without prior written notice to Client.

(g) BrightView shall be entitled to a reasonable increase the Service Fee in the event of any increase in the minimum wage applicable to any of BrightView's employees performing work under this Agreement.

(h) Client must provide at least 10 days' prior written notice to BrightView, Attn.: Legal Department/Contracts, 980 Jolly Road, Suite 300, Blue Bell, PA 19422 if: (i) Service Fee required to be paid hereunder are subject to a bona fide dispute and (ii) Client intends to pay, in full satisfaction of such disputed Service Fee, less than the amount invoiced by BrightView.

6. Termination.

- (a) Either BrightView or Client may terminate this Agreement without cause upon 30 day's prior written notice to the other party. Upon termination, Client will, within fifteen (15) days of the Termination

Terms and Conditions

Date, pay BrightView all amounts owed to date for Services performed.

- (b) If either party materially breaches the terms of this Agreement and fails to cure such breach within 30 days after written notice from the non-breaching party specifying such breach, then the non-breaching party may elect to immediately terminate this Agreement by written notice to the breaching party. In addition to and without limiting the foregoing, if Client fails to timely pay any Service Fee, Work Order Charges, or administrative fees due under this Agreement, then BrightView may elect, in its sole discretion, to delay, withhold, suspend or cancel Services without further notice to Client, and BrightView shall have no responsibility whatsoever for any consequences thereof, in respect of which the Client hereby indemnifies BrightView, and fees (as set out hereunder) shall continue to accrue and any extra expenses resulting from such withholding shall be for the Client's responsibility.
- (c) Either BrightView or Client may immediately terminate this Agreement upon written notice to the other party if (i) the other party makes an assignment for the benefit of creditors, (ii) a petition of bankruptcy is filed by or against the other party or (iii) all or substantially all of the other party's property is levied upon or scheduled to be sold in a judicial proceeding.

7. General Provisions.

- (a) During the Term of this Agreement and for a period of 12 months following this Agreement's termination, the Client shall not, without the written permission of BrightView or an affected affiliate, directly or indirectly (i) solicit, employ or retain, or have or cause any other person or entity to solicit, employ or retain, any person who is employed by BrightView and performing Services hereunder, or (ii) encourage any such person not to devote his or her full business time to the Client, or (iii) agree to hire or employ any such person. Recognizing that compensatory monetary damages resulting from a breach of this section would be difficult to prove, Client agrees that such breach will render it liable to BrightView for liquidated damages in the amount of \$10,000.00 for each such employee.
- (b) This Agreement shall be governed by the law of the State of Texas, except with regard to its conflicts of laws doctrines. Both parties expressly agree that any and all legal proceedings arising under this Agreement will be brought exclusively in the state and federal courts located where Services will be furnished.
- (c) This Agreement, together with attached Scope of Landscape Services, Work Order hereunder, and any other schedules and exhibits attached hereto, constitute the entire agreement of the parties with respect to the Services and Work Orders and supersedes all prior contracts or agreements with respect to the Services or Work Orders, whether oral or written.
- (d) Except as otherwise provided herein, this Agreement may be amended or modified from time to time only by a written instrument executed and agreed to by both Client and BrightView.
- (e) The waiver by Client or BrightView of a breach of any provision of this Agreement shall not operate or be construed as a waiver of any other or subsequent breach by Client or BrightView of such provision or any other provision.
- (f) BrightView's total liability for any losses, damages, and expenses of any type whatsoever, including indemnification obligations, if applicable, incurred by Client or any of its affiliates, guests, tenants, invitees, and lessees ("Losses"), which are caused by wrongful acts or omissions of BrightView in connection with, or related to, BrightView's performance of the Services, shall be limited solely to proven direct and actual damages in an aggregate amount not to exceed the total amount actually paid to BrightView hereunder in the twelve (12) months preceding the date the claim arose. Further, in no event will either party be liable for special, indirect, incidental, or consequential damages, irrespective of the form or cause of action, in contract, tort or otherwise, whether or
- not the possibility of such damages has been disclosed in advance or could have been reasonably foreseen. BrightView, its subcontractors, or agents shall not be liable for any Losses resulting from the provision of services or performance of any work hereunder, if such Losses are due to causes of conditions beyond its reasonable control, or where such Losses arise from the Client's delay, rejection, or refusal of any Services. BrightView shall only be responsible for Losses determined by a court of competent jurisdiction to have been caused solely by BrightView's gross negligence or willful misconduct.
- (g) BrightView's performance will be excused without penalty to the extent BrightView is unable to perform as a result of accidents, acts of God, extreme weather conditions, inability to secure products, fire, earthquake and rules, regulations or restrictions imposed by any government or governmental agency, national or regional emergency, epidemic, pandemic, health related outbreak or other medical events not caused by one of the Parties, or other delays or failure of performance beyond the commercially reasonable control of BrightView.
- (h) Unless otherwise expressly provided in a provision that cross-references this Section 7(h), in the event of any conflict or inconsistency between this Agreement, any Statement of Work ("SOW") and/or any exhibit to this Agreement or any SOW, the order of precedence will be: this Agreement, an exhibit to this Agreement, an SOW and an exhibit to that SOW.
- (i) **Notices.** Except as otherwise specified in this Agreement, all notices and other communications under this Agreement must be in writing and sent by overnight courier service such as FedEx or sent by U.S. registered or certified mail, postage prepaid, return receipt requested, and shall be deemed received the next business day following timely deposit with an overnight courier, or three (3) days after timely deposit in the U.S. mail, with the communication addressed as follows:

If to BrightView:

Attn: Branch Manager
Address: 1464 W First Street
Prosper Texas 75078

With a copy to:

Office of the General Counsel
980 Jolly Rd., Suite 300
Blue Bell, PA 19422

If to Client:

Attn: _____
Address: _____

With a copy to: _____

Attn: _____
Address: _____

- (j) Client agrees that BrightView may use images, videos, and stories of the work BrightView performs on Client's Property, for various marketing purposes, including corporate brochures, digital media campaigns, trade show booths, advertising, web, public relations, news stories, and award submissions.
- (k) BrightView is committed to taking care of each other, our clients and communities. The BrightView Code of Conduct, which is located at: https://www.brightview.com/sites/default/files/bv_code_of_conduct.pdf, keeps us true to our values. If you become aware of a violation of the BrightView Code, we encourage you to report it by: (I) Filing a report at www.brightviewconcerns.com; or (II) Calling our 24-hour, 7-day per week compliance hotline at (800) 461-9330. Thank you for your confidence in partnering with BrightView.

DATE: 7/22/2026
 ESTIMATOR: JAMES GLEASON
 PHONE: 817-948-0034
 EMAIL: James.Gleason@sitebarricades.com



TO: BGE INC
 ATTN: DAVID LACY

SALES QUOTE

S I T E B A R R I C A D E S
 T R A F F I C . C O N T R O L . S O L U T I O N S .

PROJECT NAME	PEDESTRIAN CROSSING FLASHING BEACON ASSEMBLY *(DOUBLE SIDED RRFB)
CITY / COUNTY	KAUFMAN CO (ACTUAL LOCATION IS TBD)
STREET / ROAD	
DESCRIPTION:	SOLAR DOUBLE-SIDED WIRELESS RRFB (PED X-IGN) ASSY ON EXISTING TXDOT POST.
	*CABINET & SOLAR RACK WILL BE BARE GALV. METAL UNLESS OPTIONAL BLACK IS ADDED.

ITEM	DESCRIPTION	QTY	UNIT	UNIT PRICE	TOTAL
NI	F & I - SOLAR RRFB (PED X-ING) ASSY ON EXT. POST	2	EA	\$ 7,795.00	\$ 15,590.00
	* Solar RRFB Flasher Cabinet Assy w/ FS-5 Flasher, Timer, Radio	2			
	* Back to Back Mount RRFB 2 LEDS, 1 PED Maxxima LEDS, BLK Housing,	4			
	3x7 LEDS.	2			
	* Double-Sided Sign PED Crossing, W11-2 (30x30), W16-74 (24x12)	2			
	* Push Button, Polara Inx, Frame (9x12) BLK, Sign R10-25	2			
	* Installed on Existing TxDOT 2.78" Round Post.				
OPT.					
	BLACK POWDER COATING - SMALL CABINET	2	EA	\$ 165.00	\$ 330.00
	BLACK POWDER COATING - SOLAR PANEL RACK & POST ADAPTER	2	EA	\$ 165.00	\$ 330.00

NOTE:

- *Material Lead Time of around 12 Weeks from date the order is placed.
- * The above assemblies are to be used for ONE (2 pole crosswalk).
- * The above assemblies will be installed on existing TxDOT 2.7/8" post.
- *Solar Pedestrian Crossing Assy. is quoted for the ELTEC brand only. If another brand / style is requested, pricing is subject to change.
- ***Excludes any and all traffic control services for completion of the above scope. If requested and or required, additional pricing will apply.

INCLUSION/EXCLUSION:

- * The above quote is valid for (30) days. Pricing is subject to change after (30) day period.
- * This is an estimate only. Invoices will be for actual quantities installed, at the above unit pricing.
- * Changes and/or Revisions to the plans will alter prices quoted.
- * Trip charge of \$600 will be billed for the following: If we arrive and are unable to complete the above scope due to the area not being ready, canceled without prior communication, contractor and/or developer negligence, or any other reason outside of our control. (Excluding Weather / Act of God)
- * The above quoted scope will be completed within (1) phase. If phasing is required, additional Mobilization charges will apply. (\$850 each mob.)
- * Pavement marking minimum charge of \$1,000 will be billed for any and all striping installations.
- * UNLESS OTHERWISE METNTIONED ABOVE, THIS QUOTE EXCLUDES THE FOLLOWING:
 - ~ Traffic control services.
 - ~ Decorative Signs, Post, or Trim.
 - ~ Concrete coring. If necessary blockouts are to be provided by the customer.
 - ~ No prior cleaning, surface prep, or sandblasting of any kind.
 - ~ Long liner installation. (All pavement marking installation by handcart only.)

PAYMENT TERMS: NET 30 DAYS (based on account / credit terms approval)

- * Any Discrepancy between the Site Barricades Quote, this document, and the contract documents, this Quote will supercede and prevail. This quote will become an attachment to any contract issued.

* Acceptance of proposal - The above pricing, specifications, and conditions are satisfactory and are hereby accepted. Lessor is authorized to do the work as specified. Payment will be made as outlined above. Acceptance of this proposal is expressly limited to the terms herein.

James Gleason

James Gleason / Estimator

7/22/2026 14:34

Date

Accepted by Authorized Representative

Date

THANK YOU FOR YOUR BUSINESS



Davton Dr

FM 548

Pyramid Dr

Chico Dr



1-D District

Townsend Rd

Chillingham
Angus Dr

Boran Dr

Sumac Dr

Wildwood Dr
Iron Gate Blvd

Aster Trl

Rose May Dr
Northridge Dr

Songbird Dr

Preston Trl

Chisolm Trl

Reeder Rd

at Tail Way

Elderberry St

Shenandoah Way

Granite Rock Trl

Marble Falls Dr

Halifax Ln

Iron Gate Blvd

Concord St

Buckingham Dr

Warrington Way

N Gatew

7/9/2026

KCFWSD No. 1-D Striping Assessment

Street Name	Striping Quality	Lane Dividing (ft)	Crosswalks (ft)	Stop Bars (EA)	Words (EA)	Arrows (EA)
Falcon Way	Good		215	6	8	4
	Fair	6184		3	2	6
	Bad	7176		2	6	6
Windmill Farms Blvd	Good	992	203	5	2	8
	Fair	1718	208	3		
	Bad	27471	103			1
Irongate Blvd	Good	947	200	5	4	13
	Fair	998	163	1		
	Bad	351	49	1	1	

Kaufman County Fresh Water Supply District No. 1-D
Bookkeeper's Report
July 30, 2026



General Fund

PCB General Operating Account	(62,031.41)
Logic - 3.7528%	4,021,119.58
Texas Class Capital Improvements Reserve	2,648,856.31
Total Available Operating	\$ 6,607,944.48

Capital Projects Fund

Srs 2024 Road	683,162.76
Srs 2024 Utility	594,888.89
Total Available Capital Projects Funds	\$ 1,278,051.65

Debt Service Fund

Srs 2020 Road	109,150.85
Srs 2021 Road	207,227.52
Srs 2024 Road	49,928.19
Srs 2024 Utility	83,088.35
Total Available Debt Service Funds	\$ 449,394.91


Dye & Tover, LLC
PO Box 863657, Plano, TX 75086-3657
(972) 612-0088 fx: (972) 612-0098
Kerry@DyeToveryCPA.com

245,939.95	Water & Sewer Collections thru 07/09/26	
(4,243.44)	Water & Sewer NSF	
(5.00)	Bank Fees	
100.00	Void Ck #8278 Luke Lu - Reissue check	
15,905.16	Void Ck #8337 Brightview - Invoice adjustment requested	
89.76	Interest Income	
311,795.14	Adjusted Cash Balance	
(373,826.55)	Total of All Bills	
(62,031.41)	Balance After Bills Paid	
<i>commend transferring \$63,000 from Logic</i>		
4,021,119.58	Logic - 3.7528%	
2,648,856.31	Texas Class - Amenity Center & Entry Signs	
te Check(s) Paid at last meeting:		
1,404.20	8346 Director - Jasmine Sosa	2026 Summer Conference Expense
1,526.05	8347 Director - Shena Mitchell	2026 Summer Conference Expense
34,600.50	8348 LF Miller Construction	2025 CIP Repairs
100.00	8349 Luke Lu	Acct #565763 - Reissue
1,481.07	8350 Director - Neima Gas	2026 Summer Conference Expense
39,111.82	Total Late Checks Paid at last meeting	
Bills Paid:	Ck #	
212.94	8352 Director - Jasmine Sosa	Current Meeting
212.95	8353 Director - Neima Gas	Current Meeting
212.95	8354 Director - Robert Branyan Jr	Current Meeting
192.94	8355 Director - Shena Mitchell	Current Meeting
408.18	8356 Director - Neima Gas	Parks Webinar 07/10 & Industry Webinar 07/24
184.10	8357 Director - Shena Mitchell	Parks Webinar 07/10
45.00	8358 Association of Water Board Directors	Inv #239996 July Parks Webinar
45.00	8358 Association of Water Board Directors	Inv #240021 July Parks Webinar
45.00	8358 Association of Water Board Directors	Inv #240022 July Industry Webinar
15,879.32	8359 BGE Inc.	Inv #49144 Engineering thru 06/30/26
12,641.95	8359 BGE Inc.	Inv #49152 2025 CIP Project thru 06/30/26
26,252.26	8360 Community Waste Disposal	Inv #404348 Trash thru 05/31/26
26,515.71	8360 Community Waste Disposal	Inv #444081 Trash thru 04/30/26
23.12	8361 Dye & Toverly, LLC	Inv #10466 Federal Express
3,987.67	8361 Dye & Toverly, LLC	Inv #10585 Bookkeeping thru 06/30/26
145.00	8362 Eurofins Built Environment Testing Central	Inv #5850189271 Water testing thru 06/30/26
13,167.90	8363 Inframark - Operations Services	Inv #184837 Thru 06/3/26
29,475.45	8364 Inframark - Maint & Repairs	Inv #1168915 Thru 06/30/26
9,621.14	8365 Kaufman 1A - General Operating	Inv #356 June WTP Cost Share
171,575.45	8366 K1-A - Joint Facilities	Inv #822 Cost Share June 2026
518.00	8367 Lower Colorado River Authority	Inv #LAB-0092769 Water Testing thru 06/30/26
13,000.00	8368 McCall Gibson Swedlund Barfoot	Interim FYE 2026 Audit
447.00	8369 Triton Consulting Group LLC	Inv #61478 Website thru 06/30/26
739.95	8369 Triton Consulting Group LLC	Inv #61543 Communications thru 06/30/26
957.32	Epay United States Treasury	Q2 2026 Payroll Liability
7,873.20	8370 Winstead PC	Inv #4061922 Legal thru 05/31/26
ility Refunds:		
71.32	8371 31 Realty Property Management	768375

Kaufman County Fresh Water Supply District No. 1-D
Capital Improvements Reserve
July 30, 2026

Total Permits Received to date	<u>\$ 4,369,089.99</u>
2/3 Reserved for Projects	2,912,726.66
Total Paid for Amenity Center	(158,079.83)
Total Paid for Parks & Entry Signs	(254,637.67)
Interest Earned	148,847.15
Total Amount Reserved for CIP	<u><u>\$ 2,648,856.31</u></u>
 Beginning Account Balance #0001	 <u>\$ 2,640,716.27</u>
Interest Income	8,140.04
Total Amount Reserved for CIP	<u><u>\$ 2,648,856.31</u></u>

Kaufman County Fresh Water Supply District No. 1-D
Capital Projects Funds
July 30, 2026

Capital Projects Fund - PCB #1903	
Beginning Balance	\$ 903.18
Interest	1.77
Ending Balance	\$ 904.95
Logic - 3.7528%	\$ 1,277,146.70
Total Capital Projects	\$ 1,278,051.65

Plains Capital Bank	Beginning Balance	Interest	Ending Balance
Series 2024 Road	487.72	\$ 0.96	488.68
Series 2024 Utility	415.46	\$ 0.81	416.27
	\$ 903.18	\$ 1.77	\$ 904.95

Logic Investment	Beginning Balance	Interest	Ending Balance
Series 2024 Road	680,545.01	2,129.08	682,674.09
Series 2024 Utility	592,618.61	1,854.00	594,472.61
	\$ 1,273,163.62	\$ 3,983.08	\$ 1,277,146.70

Kaufman County Fresh Water Supply District No. 1-D

Debt Service Funds

July 30, 2026

DSF Admin #5802

Beginning Balance

\$ 1,787.86

Interest

0.41

BOKF, NA. Srs 2020 Road 03.01.26 DS Pmt Wire (271,415.63)

BOKF, NA. Srs 2021 Road 03.01.26 DS Pmt Wire (479,875.00)

BOKF, NA. Srs 2024 Road 03.01.26 DS Pmt Wire (184,490.63)

BOKF, NA. Srs 2024 Utility 03.01.26 DS Pmt Wire (503,025.00)

BOKF, NA. Srs 2020 Road Paying Agent Fee Wire (175.00)

BOKF, NA. Srs 2021 Road Paying Agent Fee Wire (175.00)

BOKF, NA. Srs 2024 Road Paying Agent Fee Wire (200.00)

BOKF, NA. Srs 2024 Utility Paying Agent Fee Wire (200.00)

Ending Balance

\$ (1,437,767.99)

Recommend transferring \$1,439,000 from Logic

Logic - 3.7528%

\$ 1,887,162.90

Total Debt Service

\$ 449,394.91

Plains Capital	Beginning Balance	Paying Agent Fees	DS Pymt	Interest	Ending Balance
Series 2020 Road	297.54	(175.00)	(271,415.63)	0.07	(271,293.02)
Series 2021 Road	554.20	(175.00)	(479,875.00)	0.13	(479,495.67)
Series 2024 Road	323.77	(200.00)	(184,490.63)	0.07	(184,366.78)
Series 2024 Utility	612.34	(200.00)	(503,025.00)	0.14	(502,612.51)
\$	1,787.86	\$ (750.00)	\$ (1,438,806.26)	\$ 0.41	\$ (1,437,767.99)

Logic	Beginning Balance	Interest	Ending Balance
Series 2020 Road	379,273.88	1,169.99	380,443.87
Series 2021 Road	684,611.28	2,111.90	686,723.19
Series 2024 Road	233,574.44	720.54	234,294.97
Series 2024 Utility	583,899.64	1,801.23	585,700.87
\$	1,881,359.24	\$ 5,803.66	\$ 1,887,162.90

Kaufman County Fresh Water Supply District No. 1-D

Schedule of Debt Service Obligations

3.112335%

Series 2020 - Road \$5,700,000	Principal Payment	Interest Payment	Annual Debt Service
3/1/2026	-	81,415.63	
9/1/2026	190,000	81,415.63	352,831.26
3/1/2027	-	78,565.63	
9/1/2027	195,000	78,565.63	352,131.26
3/1/2028	-	75,650.63	
9/1/2028	205,000	75,640.63	356,291.26
2029-2045	4,570,000	1,444,771.42	6,368,152.68
	\$ 5,160,000.00	\$ 1,916,025.20	\$ 7,429,406.46

2.876588%

Series 2021 - Road \$13,550,000	Principal Payment	Interest Payment	Annual Debt Service
3/1/2026	-	179,875.00	
9/1/2026	300,000	179,875.00	659,750.00
3/1/2027	-	176,875.00	
9/1/2027	305,000	176,875.00	658,750.00
3/1/2028	-	173,825.00	
9/1/2028	310,000	173,825.00	657,650.00
2029-2051	12,055,000	5,183,406.26	17,899,056.26
	\$ 12,970,000.00	\$ 6,244,556.26	\$ 19,875,206.26

4.582236%

Series 2024 - Road \$6,000,000	Principal Payment	Interest Payment	Annual Debt Service
3/1/2026	-	134,490.66	
9/1/2026	50,000	134,490.63	318,981.29
3/1/2027	-	133,240.63	
9/1/2027	50,000	133,240.63	316,481.26
3/1/2028	-	131,990.63	
9/1/2028	50,000	131,990.63	313,981.26
2029-2054	5,850,000	5,444,237.65	11,294,237.65
	\$ 6,000,000.00	\$ 6,437,198.53	\$ 12,243,681.46

4.469288%

Series 2024 - Utility \$10,400,000	Principal Payment	Interest Payment	Annual Debt Service
3/1/2026	-	232,025.00	
9/1/2026	180,000	323,025.00	735,050.00
3/1/2027	-	227,525.00	
9/1/2027	190,000	227,525.00	645,050.00
3/1/2028	-	222,775.00	
9/1/2028	195,000	222,775.00	640,550.00
2029-2054	9,835,000	7,020,812.52	16,855,812.52
	\$ 10,400,000.00	\$ 8,578,295.71	\$ 18,876,462.52

Total Debt Service \$35,650,000	Principal Payment	Interest Payment	Annual Debt Service
3/1/2026	-	627,806.29	
9/1/2026	720,000	718,806.26	2,066,612.55
3/1/2027	0	616,206.26	
9/1/2027	740,000	616,206.26	1,972,412.52
3/1/2028	0	604,241.26	
9/1/2028	760,000	604,231.26	1,968,472.52
2029-2054	32,310,000	19,093,227.85	51,403,227.85
	\$ 34,530,000.00	\$ 22,880,725.44	\$ 57,410,725.44

Kaufman Co FWSD No 1-D
Analysis of Kaufman County Property Tax Levied vs. Collected
Tax Year 2025 (10/01/2025 - 9/30/2026)

Amount Levied on 10/01/25:		\$	3,097,884.03	
<i>Adjustments & supplements</i>		\$	10,213.90	
Adjusted levy		\$	3,108,097.93	
Amount Collected as of:	6/30/2026	\$	3,099,804.41	99.73%
Amount Uncollected as of:	6/30/2026	\$	8,293.52	

Amount collected refers to current year levy.

Source: Kaufman County Tax Assessor-Collector

Tax Year 2025 (10/01/2025 - 9/30/2026)

Taxable Value of District Property		\$	310,809,793	
Tax to be levied per \$100 of value	\$ 1.0000	\$	3,108,098	
O & M - available for operating costs	\$ 0.3670	\$	1,140,672	
Road Debt Svc	\$ 0.4162	\$	1,293,590	
Utility Debt Svc	\$ 0.2168	\$	673,836	
		\$	3,108,098	
2024 Final Taxable Value		\$	299,043,966	
2023 Final Taxable Value		\$	271,468,060	
2022 Final Taxable Value		\$	232,189,689	
2021 Final Taxable Value		\$	86,759,857	
2020 Final Taxable Value		\$	17,805,950	

Kaufman Co FWSD No 1-D
Compilation of Operations Billing, as prepared by Operator (Inframark)
July 30, 2026

Activity for:	Apr-26	May-26	Jun-26
Billing Date:	April 8, 2026	May 8, 2026	June 8, 2026

Connections Counts

Water	1,171	1,178	1,178
-------	-------	-------	-------

Consumption

Water	7,562	6,856	6,543
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Operations Billings

Previous Months Receivables	341,449.73	362,710.74	374,105.06
Adj to agree to AR aging			*
Payments	(264,223.70)	(271,777.93)	(245,939.95)
Late fees, disconnects	6,671.03	6,560.97	7,374.43
Current Billing - Water	45,367.80	45,399.66	50,039.00
Current Billing - Sewer	50,369.13	50,615.46	50,454.81
Current Billing - Basic Service	128,913.35	131,443.80	133,103.62
Current Billing - Misc	54,163.40	49,152.36	14,218.87
Write-offs			
End of Month Receivables	362,710.74	374,105.06	383,355.84

* Adjustments done to prior billings

Operations Billings - Past Due Breakdown

30 Day; not yet applied	322,569.92	330,962.95	337,234.01
60 Day	9,383.98	7,215.57	8,341.18
90 Day +	47,040.49	54,127.72	57,167.12
Deposits/Overpayments	(16,283.65)	(18,201.18)	(19,386.47)
	362,710.74	374,105.06	383,355.84

Kaufman County FWSD No. 1-D
Budget to Actual Analysis
April 2026 - June 2026
3 Months

	Apr 26 - Jun 26	YTD Budget	\$ Over Budget	% of Budget	Annual Budget	
Revenue						
4200 · TCEQ Revenue	3,423	3,009	414	114%	12,032	
4332 · Property Tax Revenue	3,102	0	3,102	100%	1,167,114	
4333 · Electric Easement Fees	0	0	0	0%	23,117	
4334 · Gas Easement Fees	0	0	0	0%	15,704	
4500 · Water & Sewer Operations						
4500 · Water Revenue	140,525	109,337	31,188	129%	437,351	1
4505 · Sewer Revenue	151,118	142,681	8,437	106%	570,725	
4506 · Basic Services	393,681	349,576	44,106	113%	1,398,302	
4507 · Other Revenue	31,068	19,500	11,568	159%	78,000	2
4508 · Late Fees	20,606	10,500	10,106	196%	42,000	2
4512 · Transfer Fees	2,301	210	2,091	1,096%	840	2
Total 4500 Water & Sewer Operations	739,300	631,804	107,496	117%	2,527,218	
4701 · Builder Permits	66,300	0	66,300	100%	0	
4650 · Franchise Fees	0	0	0	0%	0	
5391 · Interest Revenue	63,034	56,250	6,784	112%	225,000	
Total Revenue	875,159	691,063	184,096	127%	3,970,185	

1. Water Revenue is over-budget due to more monthly activity than anticipated
2. Other revenue, late fees, and transfer fees are higher than anticipated

Operating Expense						
6001 · K1-A - General Fund Cost Share	16,685	35,382	(18,697)	47%	105,979	3
6002 · K1-A - Joint Utility Cost Share	484,722	478,724	5,998	101%	1,903,779	
6100 · Operations						
6122 · Monthly Services	40,067	30,160	9,907	133%	112,174	4
6123 · Inspections	13,818	0	13,818	100%	0	
6150 · Police Services	0	142,848	(142,848)	0%	571,392	
6300 · Trash Expense	78,637	73,800	4,837	107%	295,200	
6121 · Repairs & Maintenance	67,432	78,510	(11,078)	86%	314,040	5
6130 · Mowing	23,858	23,859	(1)	100%	95,436	
6731 · Drainage and Brush Clearing	0	7,500	(7,500)	0%	30,000	
6745 · R & M Signs	15,113	11,384	3,729	133%	45,540	6
Total 6100 · Operations	238,925	368,061	(129,136)	65%	1,463,782	
Total Operating Expense	740,332	882,167	(141,835)	84%	3,473,540	

3. K1-A General Fund Cost Share is under-budget due to less activity in April and May than anticipated
4. Monthly Services is over-budget due to more activity each month than anticipated
5. Repairs & Maintenance is under-budget due to less activity in May than anticipated
6. R & M Signs are over-budget due to school flashing lights in May

Kaufman County FWSD No. 1-D
Budget to Actual Analysis
April 2026 - June 2026
3 Months

Apr 26 - Jun 26	YTD Budget	\$ Over Budget	% of Budget	Annual Budget
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Administrative Expenses					
7001 · Accounting	11,393	12,300	(907)	93%	49,200
7070 · Auditing	13,000	12,000	1,000	108%	17,750
7100 · Bank Charges	25	522	(497)	5%	2,088
7190 · Delivery/Courier Services	0	33	(33)	0%	33
7200 · Directors' Fees					
7201 · Directors Mtg Fee	5,525	6,630	(1,105)	83%	18,785
7202 · Training	2,977	0	2,977	100%	0
7210 · Mileage	247	1,005	(758)	25%	2,820
7220 · Payroll Taxes	423	508	(85)	83%	1,437
Total 7200 · Director's Fees	9,171	8,143	1,028	113%	23,042
7205 · AWBD Expense	45	3,575	(3,530)	1%	7,150
7300 · Engineering	35,758	43,750	(7,992)	82%	175,000
7400 · Continued Disclosure	0	0	0	0%	3,500
7460 · Insurance	3,656	0	3,656	100%	3,600
7500 · Legal	17,538	45,000	(27,462)	39%	180,000
7520 · Meeting Exp	0	300	(300)	0%	600
7600 · Office Supplies	0	150	(150)	0%	150
7625 · Website	3,691	3,750	(59)	98%	15,000
7670 · Beaver Trapping	0	7,500	(7,500)	0%	7,500
8000 · TCEQ Expense	0	0	0	0%	12,032
Total Administrative Expense	94,276	137,023	(42,747)	69%	496,645

8. Engineering is under-budget due to less activity in April and May than anticipated

9. Legal is under-budget due less activity April - May than anticipated, June invoice has not been rec'd

Other Revenue					
8550 · Bond Revenue	67,524	0	67,524	100%	0
Total Other Revenue	67,524	0	67,524	100%	0

Other Expense					
9100 · Amenity Center	240	0	240	100%	0
9210 · CIP Projects	99,805	0	99,805	100%	0
Total Other Expense	100,045	0	100,045	100%	0

Kaufman County Fresh Water Supply District No. 1-D

Investment Report

For Quarter Ended: June 30, 2026

Certificates of Deposit

Fund	Bank	Acct #	Rate	Beginning Value for Qtr	Purchases this Qtr	Interest Accrued in Qtr	Adds. or (W/d's)	Ending Value for Period	Original Value	Term (Days)	Date of Purchase	Date of Maturity
GF	Logic	2001	Var	4,259,821.67		38,297.91	(277,000.00)	4,021,119.58	117,000	n/a	01/13/20	n/a
CPF	Logic	2003	Var	1,332,294.42	-	14,196.38	-	1,346,490.80	434,000	n/a	10/16/20	n/a
DSF	Logic	2002	Var	1,854,638.98	-	17,523.92	15,000.00	1,887,162.90	165,000	n/a	10/15/20	n/a
CIR	TXC	0001	Var	2,581,232.45		24,421.36	43,202.50	2,648,856.31	2,324,218	n/a	07/11/25	n/a
<i>total:</i>				10,027,987.52	-	94,439.57	(218,797.50)	9,903,629.59				

*Logic has a variable interest rate

Compliance Statement:

The investments reported on above for the Period of this report are in compliance with the investment strategy expressed in the District's Investment Policy and the Public Funds Investment Act.

Review:

This report and the District's Investment Policy are submitted to the Board for its review and to make any changes thereto as determined by the board to be necessary and prudent for the management of District funds.

Signatures:


Investment Officer


Bookkeeper



**Kaufman County Fresh Water Supply District 1-A
Joint Utility Facilities & Operations**

**Meeting Date
Wednesday, August 5, 2026**

June Operating Activity

D.T.
Dye & Tovery, LLC

P.O. Box 863657, Plano, TX 75086-3657

ph (972) 612-0088 fax (972) 612-0098

kerry@DyeTover CPA.com

Kaufman County Fresh Water Supply District 1-A
Joint Utility Facilities & Operations
June Operating Activity

\$ (336,793.16)	Beginning Balance
5,508.79	Kaufman FWSD 1-A: facilities cost sharing - prior month
67,295.70	Kaufman FWSD 1-B: facilities cost sharing - prior month
205,942.61	Kaufman FWSD 1-C: facilities cost sharing - prior month
163,364.21	Kaufman FWSD 1-D: facilities cost sharing - prior month
(7,750.00)	Late Check #16368 - Haag
186.99	Interest Income
\$ 97,755.14	Subtotal
(522,776.20)	Bills to be paid
\$ (425,021.06)	Ending Cash Balance

To be Deposited this month:

85,765.17	Cost sharing due from Kaufman 1B - current month
260,747.85	Cost sharing due from Kaufman 1C - current month
171,575.45	Cost sharing due from Kaufman 1D - Current Month
12,250.73	Cost sharing due from Kaufman 1A - current month
\$ 105,318.14	Adjusted Cash Balance

Kaufman County Fresh Water Supply District 1-A

Joint Utility Facilities & Operations

June Operating Activity

Bills to be paid at this month's board meeting

Check #

Administrative Expenses

16369	\$	5,323.65	Dye & Tovery, LLC	Bookkeeping	Inv #10582 June
16370		1,979.36	LJA	district - general exp	Inv #202629113 May
16371		16,000.00	McCall Gibson Swedlund	Audit	3/31/26 Interim Billing
16372		20,053.00	Winstead	Legal Services	Inv #4057905 - March - April 2026
16372		1,838.50	Winstead	Legal Services	Inv #4062352 - May 2026
	\$	45,194.51	Total Administrative		

Regional Line Expenses

16374	\$	95,391.30	City of Forney Sewer	Regional Line Sewage	Jun-26
16375		1,732.99	Inframark, LLC	Basic service fee	Inv #1168807 June 2026
16376		5,636.14	Inframark, LLC	Maintenance Regional Lift Station	Inv #1168828 June 2026
16378		1,405.74	TXU	Regional Lift Station	Inv #054204097816 May
	\$	104,166.17	Total Regional Line		

Water Related Expenses

16373	\$	2,035.00	AUC Group	Water Expansion #2	September
16374		186,667.08	City of Forney Water	for bill due by 15th of next month	Jun-26
16375		2,692.58	Inframark, LLC	Basic service fee	Inv #1168807 June 2026
16376		2,452.10	Inframark, LLC	Maintenance & Repairs	Inv #1168828 June 2026
16379		2,309.87	LJA	WTP Conditions Assessment	Inv# 20267850 May 2026
16377		11.70	Peoples	water plant telephone	6/30/2026
ACH		3,969.01	Farmers Electric CoOp	water plant, well #1 electricity	7/6/2026
	\$	200,137.34	Total Water		

Sewer Related Expenses

16380	\$	1,300.00	AUC Group	aeration basin lease	September
16381		850.00	Clear Chem Solutions LLC	Bleach	Inv #SX3878 6/5/26
16381		7,947.50	Clear Chem Solutions LLC	Bleach	Inv #SX3879 6/9/26
16381		1,572.50	Clear Chem Solutions LLC	Bleach	Inv #SX3951 6/17/26
16381		1,912.50	Clear Chem Solutions LLC	Bleach	Inv #SX3992 6/22/26
16381		1,700.00	Clear Chem Solutions LLC	Bleach	Inv #SX4094 7/1/26
16382		333.42	Dye & Tovery LLC	WWTP meeting	Inv #10586 June
16383		62.22	Everon	WWTP security system	August
16384		10,450.00	H&H Electrical Contractors	Flow Meter Circuit Addition	Invoice #14512
16375		8,122.32	Inframark, LLC	Basic service fee	Inv #1168807 June 2026
16376		75,837.46	Inframark, LLC	Maintenance & Repairs	Inv #1168828 June 2026
16385		1,312.19	LJA	Master Sewer Study	Inv #202628086 May 2026
16385		6,000.00	LJA	WWTP Permit Renewal	Inv #20268087 May 2026
16386		5,680.13	Magna Flow	Cleaned out Digester	Inv #105017 - 5/28/26
16386		16,730.84	Magna Flow	Sludgenet	Inv #105262 - 6/1/26 - 6/9/26
16386		14,758.14	Magna Flow	Sludgenet	Inv #105607 - 6/12/26 - 6/19/26
16387		5,595.29	Republic Services	Sludge Haul	Inv #0615-002757764 June
16388		4,094.00	Southern Petroleum Labs	Testing	Inv #60412604651 June
16378		9,019.67	TXU Energy	wastewater electricity	Inv #054204097816 May
	\$	173,278.18	Total Sewer		

\$ 522,776.20

Kaufman Cnty FWSD 1-A - Joint Utility Facilities

Stmnt of Rev & Exp - Modified Cash Basis - Budget to Actual

April - June 2026, 3 Months

	April 26- June 26	YTD Budget	\$ Over Budget	% of Budget	Annual Budget
Revenue					
Franchise Fee Rev - Elect	0	0	0	0%	2,750
Interest Revenue	424	525	(101)	81%	2,100
Walden Pond Wastewater Usage	33,551	24,845	8,706	135%	102,003
Walden Pond Water Usage	22,149	34,015	(11,866)	65%	139,650
Kauf 1-A - Jt Facil	20,827	34,821	(13,993)	60%	91,447
Kauf 1-B - Jt Facil	196,639	227,101	(30,462)	87%	888,552
Kauf 1-C - Jt Facil	1,046,615	669,828	376,787	156%	2,620,617
Kauf 1-D - Jt Facil	484,722	478,724	5,998	101%	1,903,780
Total Revenue	1,804,928	1,469,859	335,070	123%	5,750,899

1 Did not budget for damage to digesters

Administrative Expense					
Accounting	11,629	5,505	6,124	211%	22,020
Auditing	16,000	12,000	4,000	133%	22,250
Appraisal	3,750	0	3,750	100%	0
Engineering	27,680	64,245	(36,565)	43%	257,000
Insurance	0	60,517	(60,517)	0%	60,517
Insurance - WTP	0	0	0	0%	0
Legal	21,892	1,725	20,167	1,269%	6,900
Office supplies	0	183	(183)	0%	183
Total Administrative Expenses	80,950	144,175	(63,225)	56%	368,870

2 Accounting - over budget due to increased time on digesters issues and audit preparation

3 Engineering - under budget invoices run a month behind

4 Legal - overbudget due increased time on digesters and insurance issues

Operating Expenses					
Operator's Expenses					
Admin Fees	4,862	975	3,887	499%	3,900
Total Operator's Expenses	4,862	975	3,887	499%	3,900
Regional Line					
Electricity (8120 US Hwy 80)	3,782	3,750	32	101%	15,000
Lift Station Operation	5,199	8,250	(3,051)	63%	33,000
Regional Line R&M	7,521	20,745	(13,224)	36%	82,980
Regional Line WW Rate	282,960	235,255	47,705	120%	961,422
Total Regional Line	299,462	268,000	31,462	112%	1,092,402
Wastewater					
AB lease	3,900	3,900	0	100%	15,600
Basic Fees- WWTP	24,337	24,300	37	100%	97,200
Chemicals WWTP	21,909	21,600	309	101%	86,400
Electricity	26,556	24,000	2,556	111%	96,000
Sludge Haul	79,823	71,250	8,573	112%	285,000
TCEQ License - WWTP	0	0	0	0%	5,593
Testing - wwtp	11,211	13,500	(2,289)	83%	54,000
WasteWtr - R & M	155,335	150,000	5,335	104%	600,000
WW R&M - Spcl Proj	10,450	40,050	(29,600)	26%	160,000
WWTP specialty items-Security	180	168	12	107%	672
Total Wastewater	333,700	348,768	(15,068)	96%	1,400,465
Water					
Basic Fees-Water	8,051	7,635	416	105%	30,540
AUC WTP Lease	0	0	0	0%	0
AUC WTP Expansion	6,105	6,105	0	100%	24,420
Chemicals	0	900	(900)	0%	3,600
TCEQ License - W	0	0	0	0%	9,202
Telcomm -water plt	35	39	(4)	90%	156
Testing- Water	0	3,000	(3,000)	0%	12,000
Water - Major Project	0	0	0	0%	0
W Plant Electric (Farmers)	8,454	12,750	(4,296)	66%	51,000
Water - R & M	13,061	57,510	(44,449)	23%	230,040
Wholesale Purch.	560,001	560,001	0	100%	2,284,805
Total Water	595,708	647,940	(52,232)	92%	2,645,763
Total Operating Expenses	1,233,732	1,265,683	(31,951)	97%	5,142,530

Other Expense					
WWTP Emergency Clean Up	343,818	0	343,818	100%	0
Special Project R&M	0	60,000	(60,000)	0%	239,500
Total Other Expense	343,818	60,000	283,818	6	239,500

Windmill Farms
Wastewater Treatment Plant Committee Report
July 21, 2026 **June Operating Activity**

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16386		16,730.84	Magna Flow	<i>Sludgenet</i>	Inv #105262 - 6/1/26 - 6/9/26
16386		14,758.14	Magna Flow	<i>Sludgenet</i>	Inv #105607 - 6/12/26 - 6/19/26
16387		5,595.29	Republic Services	<i>Sludge Haul</i>	Inv #0615-002757764 June
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16378		9,019.67	TXU Energy	<i>wastewater electricity</i>	Inv #054204097816 May
	\$	173,278.18	Total Sewer		

Late Checks - 7/8/26 Meeting

WWTP Emergency Clean up and Repair

16368		7,750.00	Haag	<i>Forensic Engineer</i>	Inv #SIN133522 - Investigation Report Retainer
	\$	7,750.00	Total WWTP Emergency Clean up and Repair		
	\$	7,750.00	Total Late Checks		

We, the Wastewater Treatment Plant committee have reviewed these invoices and are recommending for payment to our boards. If it is not approved it has been lined out and initialed.

 Danny Prasauskas
 Kaufman 1C Representative

 Heather Gould
 Kaufman 1C Representative

 Marc Coelho
 Kaufman 1B Representative
