HARRIS COUNTY UTILITY DISTRICT NO. 16
Minutes of Meeting of Board of Directors
September 29, 2025

The Board of Directors of Harris County Utility District No. 16 met at 3700 Buffalo Speedway, Suite 830, Houston, Harris County, Texas on Friday, September 29, 2025, in accordance with the posted notice of meeting, and the roll was called of the members of the Board:

Patricia A. Tope, President
Susan Wescott, Vice President
Michele Z. Womack, Secretary
Manny Mones, Asst. Secretary
Marilyn Daniel, Treasurer

and all were present, thus constituting a quorum.

Also present were Nikki Moore of B&A Municipal Tax Services, LLC ("B&A"); Fandi Tjhiu of Municipal Accounts & Consulting, L.P. ("MAC"); Loren Morales of Rathmann & Associates, L.P. ("Rathmann"); and Rebecca Donaldson and Jacquelyn Goodwin of Marks Richardson PC ("MRPC").

The President called the meeting to order and declared it open for such business as might regularly come before it.

The Board deferred comments from the public after noting no one from the public was present.

The Board next considered matters related to the District's $2,720,000 Unlimited Tax Bonds, Series 2025 Bonds (the "Series 2025 Bonds"). Mr. Morales reported that, pursuant to the Notice of Sale published by the District, Rathmann received public bids for the sale of the District's Series 2025 Bonds. He stated that the District received seven (7) bids, and reviewed the attached bid tabulation with the Board. Mr. Morales advised the Board that The Baker Group submitted the low bid at a net effective interest rate of 4.769026% and stated that Rathmann confirmed the accuracy of the bids. He advised that Build America Mutual Inc. ("BAM") is offering insurance on the Series 2025 Bonds. Mr. Morales further advised that the District received an A- rating from S&P Global Ratings and recommended that the Board award the sale of the Series 2025 Bonds to The Baker Group. After discussion, Director Mones moved to accept the low bid from The Baker Group for the purchase of the Series 2025 Bonds at a net effective interest rate of 4.769026% with insurance provided by BAM. Director Womack seconded the motion, which passed unanimously.

Mr. Morales next presented and reviewed the attached debt service schedule with the Board.

The Board next considered adoption of an Order authorizing the issuance, sale and delivery of the District's Series 2025 Unlimited Tax Bonds. Ms. Goodwin reviewed the terms and provisions of the Bond Order with the Board. Director Mones moved to approve and adopt the Bond Order. Director Womack seconded the motion, which passed unanimously.

The Board next considered authorizing the completion and distribution of a Final Official Statement to be prepared by Rathmann in connection with the District's Series 2025 Bonds. After review and discussion, Director Mones moved to authorize the completion and distribution of a Final Official Statement. Director Womack seconded the motion, which passed unanimously.

The Board next considered approval of a Paying Agent/Registrar Agreement by and between the District and The Bank of New York Mellon Trust Company, N.A., relative to the Series 2025 Bonds. Ms. Goodwin reviewed the provisions of the Agreement. After discussion, Director Mones moved to approve the Paying Agent/Registrar Agreement. Director Womack seconded the motion, which passed unanimously.

The Board next considered acting upon any other matters required in connection with the Series 2025 Bonds. Ms. Goodwin reviewed and discussed the General Certificate, the Signature and No-Litigation Certificate with Letter of Instruction to the Attorney General, and the initial bond relative to the sale of such bonds. After further discussion, Director Mones moved to authorize the District's officers to execute the documents and to authorize MRPC to handle all matters relative to the sale of the Series 2025 Bonds, including submission of a transcript of proceedings to the Attorney General of the State of Texas. Director Womack seconded the motion, which passed unanimously.

The Board next received the Financial Advisor's recommendation concerning the establishment of the District's 2025 tax rate. In that regard, Mr. Morales distributed to the Board the attached Tax Rate Analysis, which included the financial advisor's recommendation that the District levy a 2025 debt service tax rate of $0.34 per $100 of valuation and a 2025 maintenance and operations tax rate of $0.30 per $100 of valuation. Ms. Goodwin suggested that the Board consider increasing the maintenance and operations tax rate by $0.01 to be able to fund major repairs that may arise unexpectedly. After discussion, Director Tope made a motion authorizing the District's Tax Assessor/Collector to publish notice of a public hearing to be held at the District's next regular meeting on the adoption of a proposed 2025 debt service tax rate of $0.34 per $100 of valuation and a 2025 maintenance and operations tax rate of $0.31 per $100 of valuation for a total tax rate of $0.65 per $100.00 of assessed valuation. Director Womack seconded the motion, which passed unanimously.

There being no further business to come before the meeting, it was adjourned.

Secretary

ATTACHMENTS

(1) Bid Summary
(2) Tax Rate Recommendation

S&P Global
Ratings

RatingsDirect®

Research Update:

Harris County Utility District No. 16, TX Series 2025 Unlimited-Tax GO Bonds Rated 'A-'; Outlook Is Stable

September 15, 2025

Primary Contact

Lora Abeyta
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Secondary Contact

Adam Steele
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Overview

- S&P Global Ratings assigned its 'A-' long-term rating to Harris County Utility District No.16, Texas' $2.7 million unlimited-tax general obligation (GO) bonds, series 2025.
- At the same time, S&P Global Ratings affirmed its 'A-' underlying rating on the district's existing GO debt.
- The outlook is stable.

Rationale

Security

Revenue from a continuing direct annual ad valorem tax, without legal limitation as to rate or amount, levied on all taxable property within the district secures the bonds.

Proceeds from the bonds will be used to fund construction and engineering expenses for the replacement and coatings of two hydropneumatics tanks, re-coating of the ground storage tank, wastewater treatment tank as well as an emergency water interconnect with North Green Municipal Utility District, and emergency generators at lift station Nos. 1 through 3.

Credit highlights

The rating reflects our view of the district's mature tax base, very strong general fund reserves, and elevated debt metrics. The district consists of 644.17 acres and is approximately 14 miles north of the Houston's central business district. Composed of wholesale suppliers/distribution centers and residential developments, the tax base has demonstrated consistent growth, averaging 6.3% since fiscal 2023. This growth is underpinned by a moderately concentrated tax base, largely fueled by the district's prominence in wholesale supply and distribution. We expect assessed valuation will continue to experience moderate growth with any potential increases stemming from the district's mature status of development and property reappraisals.

For fiscal 2025 the district is outperforming the $579,000 budgeted surplus. The district has no plans to spend down reserves within our outlook period. As the district has no plans to issue additional debt, we expect the district's direct debt will remain affordable. However, we note that the district's overall net debt metrics are moderately high as it overlaps with Aldine Independent School District, which has a significant debt burden. Following this issuance the district will have approximately $1.23 million in authorized but unissued bonds for waterworks, wastewater, and drainage facilities, and $32.38 million in authorized but unissued bonds for refunding purposes.

The rating reflects our opinion of the district's:

- Mature status of development and moderately concentrated tax base with participation in and access to the deep and diverse economy of the Houston metropolitan statistical area.
- Very strong available fund balance, based on fiscal 2024 results, with a budgeted surplus of $183,474 for fiscal 2026. Coupled with a low direct property tax rate providing additional revenue raising flexibility.
- Moderately high overall debt, which we consider manageable, and no additional debt plans.

Environmental, social, and governance

We believe the district is exposed to elevated physical risks from severe weather events, particularly hurricanes and flooding, which could lead to infrastructure and tax base damage given its proximity to the coast. However, the district has not been materially affected by any recent storms, and we believe that its financial position insulates it somewhat from most unexpected expenses or short-term revenue disruptions. We view social and governance factors as neutral in our credit analysis.

Outlook

The stable outlook reflects our expectation that the district will continue to realize economic growth and maintain its very strong financial position, supported by its positive operating performance.

Downside scenario

We could lower the rating if the debt burden increases significantly, without sufficient tax base growth to support it or if its reserve position deteriorates materially.

Upside scenario

We could raise the rating if the district's debt continues to moderate, coupled with tax base growth.

Harris County Utility District No. 16, Texas--key credit metrics

	Characterization	Most recent	Historical information		
			2024	2023	2022
Economic indicators					
AV ($000)		496,703	466,215	412,882	376,962
Top 10 taxpayers as % of taxable value	Moderately concentrated	26.1	27.5	27.9	27.39

Harris County Utility District No. 16, Texas--key credit metrics

	Characterization	Most recent	Historical information		
			2024	2023	2022
Status of development (%) (infrastructure)	Mature	96.8			
Financial indicators					
Available general fund balance ($000)			3,079	2,531	2,576
Operating expenditures ($000)			3,076	3,068	2,565
Available reserves as % of operating expenditures	Very strong		100.1	82.5	100.4
Debt service fund balance as a % of MADS	Very strong		108.0	111.5	105.7
Direct property tax rate ($ per $100 of AV)	Low	0.64	0.64	0.67	0.69
Total property tax rate ($ per $100 of AV)	Very low			2.72	2.69
Debt and long-term liabilities					
Overall net debt as % of market value	Moderately high	10.0	9.3	10.8	11.6

AV--Assessed value. MADS--Maximum annual debt service. MADS year: 2033.

Ratings List	
New Issue Ratings	
US$2.72 mil unltd tax bnds ser 2025 dtd 10/01/2025 due 09/01/2054	
Long Term Rating	A-/Stable
Ratings Affirmed	
Local Government	
Harris Cnty Util Dist #16, TX Unlimited Tax General Obligation	A-/Stable

The ratings appearing below the new issues represent an aggregation of debt issues (ASID) associated with related maturities. The maturities similarly reflect our opinion about the creditworthiness of the U.S. Public Finance obligor's legal pledge for payment of the financial obligation. Nevertheless, these maturities may have different credit ratings than the rating presented next to the ASID depending on whether or not additional legal pledge(s) support the specific maturity's payment obligation, such as credit enhancement, as a result of defeasance, or other factors.

RATHMANN & ASSOCIATES, L.P.

8584 Katy Freeway, Suite 250
Houston, Texas 77024
Phone 713-751-1890
Fax 713-751-1891

Loren Morales
(713) 751-1894
loren@rathmannassociates.com

September 29, 2025

Board of Directors
Harris County Utility District No. 16
c/o Ms. Kara Richardson
Marks Richardson PC
3700 Buffalo Speedway, Ste. 830
Houston, Texas 77098

Re: $2,720,000 Harris County Utility District No. 16 (the "District") Unlimited Tax Bonds, Series 2025 (the "Bonds")

Directors:

The District has today received bids for the purchase of the Bonds described above, the proceeds of which will be utilized by the District to finance the acquisition and construction of water, sanitary sewer and drainage facilities to serve the District. As your Financial Advisor, Rathmann & Associates, L.P. ("Rathmann") has participated in the preparation of the District's Bond Application, which has been approved by the Texas Commission on Environmental Quality (the "TCEQ"). The TCEQ has determined that the Bond Application complies with the bond issuance feasibility requirements that are set forth in the rules of the TCEQ and has granted the District the authority to issue the Bonds. Rathmann has also participated in the compilation of the Preliminary Official Statement (the "POS") and Official Notice of Sale dated August 15, 2025 (together, the "Offering Documents"), by which the District has offered the Bonds for sale, which include information provided by the District's consultants and other parties.

The maturity schedule, structure of the Bonds, underlying credit rating of the Bonds and eligibility of the Bonds for municipal bond insurance, have been determined after consideration of the project to be financed with the proceeds of the Bonds, the current financial condition of the District, including its outstanding indebtedness, the status of development of the District as set forth in the POS, as well as the rules of the TCEQ, the consent conditions and other requirements of the City of Houston and the District's long-term financial plan. In connection with the Board's approval of the Offering Documents, Rathmann reviewed with the Board the current financial position of the District as set forth in the POS under the caption "SELECTED FINANCIAL INFORMATION." Rathmann also reviewed with the Board the investor risks as set forth in the POS under the caption "INVESTMENT CONSIDERATIONS" as well as material issuer risks involved in the issuance of the Bonds, including, but not limited to, default risk, redemption risk, refinancing risk, tax compliance risk, and disclosure compliance risk.

The Bonds were offered at competitive sale. The bids that were received are delineated in the bid tabulation attached hereto. Based upon the foregoing information and events, Rathmann reasonably believes that the issuance of the Bonds is suitable for the District from a financial perspective and Rathmann recommends that the sale of the District's Bonds be awarded to The Baker Group LP, which has submitted the bid that produces the lowest net effective interest rate for the Bonds in accordance with the Conditions of Sale as set forth in the Official Notice of Sale, subject to a determination of your counsel that the bid is a qualified bid.

Thank you for giving us the opportunity to provide our services to the District since April 16, 2003, including the issuance of the Bonds and the issuance of the outstanding bonds that have been previously issued by the District.

Sincerely,

RATHMANN & ASSOSSICATES, L.P.
Financial Advisor to the District

By: ______________________
Loren Morales

Bid Results

Harris Co Util Dt #16
$2,720,000 Unlimited Tax Bonds, Series 2025

The following bids were submitted using ***PARITY***® and displayed ranked by lowest NIC.

Bid Award*	Bidder Name	NIC
	The Baker Group	4.769026
	SAMCO Capital Markets	4.846822
	Raymond James & Associates, Inc.	4.851417
	Stifel, Nicolaus & Co., Inc.	4.854091
	Fidelity Capital Markets	4.858236
	Robert W. Baird & Co., Inc.	4.863311
	HilltopSecurities	4.895982

The Baker Group - Oklahoma City , OK's Bid

Harris Co Util Dt #16
$2,720,000 Unlimited Tax Bonds, Series 2025

For the aggregate principal amount of $2,720,000.00, we will pay you $2,638,536.21, plus accrued interest from the date of issue to the date of delivery. The Bonds are to bear interest at the following rate(s):

Maturity Date	Amount $	Coupon %	Bond Insurance
09/01/2049			
09/01/2050	815M	4.6000	BAM
09/01/2051			
09/01/2052	905M	4.6500	BAM
09/01/2053			
09/01/2054	1,000M	4.7000	BAM

Total Interest Cost:	$3,352,902.31
Discount:	$81,463.79
Net Interest Cost:	$3,434,366.10
NIC:	4.769026
Total Insurance Premium:	$15,800.00

Time Last Bid Received On:09/29/2025 8:49:03 CDST

This proposal is made subject to all of the terms and conditions of the Official Bid Form, the Official Notice of Sale, and the Preliminary Official Statement, all of which are made a part hereof.

Bidder: The Baker Group, Oklahoma City , OK
Contact: James Virgona
Title:
Telephone:405-415-7309

Bids Comparison

Harris Co Util Dt #16
$2,720,000 Unlimited Tax Bonds, Series 2025

The Baker Group - Oklahoma City, OK

Maturity	Amount	Coupon
09/01/2049		
09/01/2050	815M	4.6000
09/01/2051		
09/01/2052	905M	4.6500
09/01/2053		
09/01/2054	1,000M	4.7000

Purchase Price$2,638,536.21

SAMCO Capital Markets - Dallas, TX

Maturity	Amount	Coupon
09/01/2049	395M	4.6250
09/01/2050	420M	4.7500
09/01/2051		
09/01/2052	905M	4.7500
09/01/2053		
09/01/2054	1,000M	4.7500

Purchase Price$2,638,511.00

Raymond James & Associates, Inc. - Dallas, TX

Maturity	Amount	Coupon
09/01/2049	395M	4.7500
09/01/2050	420M	4.7500
09/01/2051	440M	4.7500
09/01/2052	465M	4.7500
09/01/2053	485M	4.7500
09/01/2054	515M	4.7500

Purchase Price$2,646,965.70

Stifel, Nicolaus & Co., Inc. - Birmingham, AL

Maturity	Amount	Coupon
09/01/2049		
09/01/2050		
09/01/2051		
09/01/2052		
09/01/2053		
09/01/2054	2,720M	4.7500

Purchase Price$2,645,040.00

Fidelity Capital Markets - Boston, MA

Maturity	Amount	Coupon
09/01/2049	395M	4.7500
09/01/2050	420M	4.7500
09/01/2051	440M	4.7500
09/01/2052	465M	4.7500
09/01/2053	485M	4.7500
09/01/2054	515M	4.7500

Purchase Price$2,642,055.20

Robert W. Baird & Co., Inc. - Milwaukee, WI

Maturity	Amount	Coupon
09/01/2049	395M	4.7500
09/01/2050		
09/01/2051		
09/01/2052	1,325M	4.7500
09/01/2053	485M	4.7500
09/01/2054	515M	4.7500

Purchase Price$2,638,400.00

HilltopSecurities - Dallas, TX

Maturity	Amount	Coupon
09/01/2049	395M	5.0000
09/01/2050	420M	4.7500
09/01/2051		
09/01/2052	905M	4.7500
09/01/2053		
09/01/2054	1,000M	4.7500

RATHMANN & ASSOCIATES, L.P.

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September 29, 2025

Board of Directors
Harris County Utility District No. 16
c/o Ms. Kara Richardson
Marks Richardson P.C.
3700 Buffalo Speedway, Ste. 830
Houston, TX 77098

Re: 2025 Tax Recommendation

Directors:

Having reviewed the debt service requirements of the District's bonded indebtedness, the status of development of the District, the District's future debt needs, if any, and the trend of the District's Assessed Valuation, it is the recommendation of the undersigned that the District levy a debt service tax for 2025 of $0.34 per $100 of Assessed Valuation. Such a levy, together with interest earned from the investment of monies currently being held in the District's Debt Service Fund, will enable the District to adequately cover the District's 2026 debt service requirements. The undersigned reasonably believes that such debt service tax rate is suitable for the District from a financial perspective.

For an analysis that assumes a maintenance tax of $0.30 per $100 of Assessed Valuation for 2025, see "Operating Fund Maintenance Tax Rate Analysis" attached hereto.

The following calculations address the District's total 2024 tax levy and the recommended 2025 tax levy

	2024	2025
Debt Service	$0.32	$0.34
Maintenance	0.32	0.30
Total	$0.64	$0.64

Kindly contact the undersigned should you have any questions regarding this matter, or if I may be of any further service. Thank you for the opportunity to provide our services to the District since April 11, 2003, including the issuance of the outstanding bonds that have been previously issued by the District.

Sincerely,

RATHMANN & ASSOCIATES, L.P.

Financial Advisor to the District

By: ____________________________

Loren Morales

cc: Danielle Harleston, B&A Municipal Tax Service
Ravi Patel, Municipal Accounts & Consulting, L.P.
Rebecca Donaldson, Marks Richardson P.C.

HARRIS COUNTY UTILTY DISTRICT NO. 16

Tax Year 2025

Certified	$459,983,735
Uncertified	$29,206,365
	$489,190,100

HISTORICAL ASSESSED VALUATIONS AND TAX RATES

Year	Assessed Valuation	Difference	Growth	D/S	M&O	Total
2024	$471,161,681	$9,126,167	1.98%	$0.32	$0.32	$0.64
2023	$462,035,514	$49,638,437	12.04%	$0.32	$0.32	$0.64
2022	$412,397,077	$35,547,021	9.43%	$0.40	$0.27	$0.67
2021	$376,850,056	$35,717,958	10.47%	$0.42	$0.27	$0.69

HARRIS CENTRAL APPRAISAL DISTRICT
HOUSTON, TEXAS

THE STATE OF TEXAS, }
COUNTY OF HARRIS. }

2025
CERTIFICATION OF APPRAISAL ROLL AND
LISTING OF PROPERTIES UNDER SECS. 26.01(c) AND (d)
FOR
HC UD 16

Pursuant to Section 26.01(a), Texas Tax Code, I hereby certify the 2025 appraisal roll of properties taxable by HC UD 16. The roll is delivered in electronic form.

The total appraised value now on the appraisal roll for this unit is: $504,182,592

The taxable value now on the appraisal roll for this unit is: $459,983,735

As required by Section 26.01(c), Texas Tax Code, I have included with your roll a listing of those properties which are taxable by the unit but which are under protest and are therefore not included in the appraisal roll values approved by the appraisal review board and certified above. My estimate of the total taxable value which will be assigned to such properties if the owners' claims are upheld by the appraisal review board is: $20,447,144

Pursuant to Section 26.01(d), Texas Tax code, the estimated value of taxable property not under protest and not yet included on the certified appraisal roll, after hearing loss, is $8,759,221

Signed this 5th day of September, 2025

Roland Altinger

CR	459,983,735.*T
HCS	20,447,144. +
P.TS/OTH	8,759,221. +
003	
	489,190,100. *

Roland Altinger, CAE, RPA, CTA
Chief Appraiser

ASSESSOR'S ACKNOWLEDGEMENT

As tax assessor/collector of the above-named taxing unit, I hereby acknowledge receipt of the certified 2025 appraisal roll on this the ______ day of ______________________________, 2025

B&A
MUNICIPAL TAX SERVICE, LLC

2025 Water District Voter-Approval Tax Rate Worksheet for Low Tax rate and Developing Districts

Form 50-858

Harris County UD 16
Water District

13333 Northwest Freeway #620
Water Distrct's Address, City, State, Zip code

713-900-2680
Phone*(area code and Number)*

info@bamunitax.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.

☐ 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 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) 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 the Water Code Section 49.23601(a) and determine whether an election is required to approve the adopted tax rate in the manner provided in the Water Code Section 49.23601(c). In such cases, the developed water district may use this form to calculate its voter-approval tax rate.

1.	2024 average appraised value of residence homestead	$249,705
2.	2024 general exemptions available for the average homestead. Excluding age 65 or older or disabled person exemptions.	$24,971
3.	2024 average taxable value of residence homestead. Line 1 minus Line 2.	$224,734
4.	2024 adopted M&O tax rate.	0.320000 /$100
5.	2024 M&O tax on average residence homestead. Multiply Line 3 by Line 4, divide by $100	$719.15
6.	Highest M&O tax on average residence homestead with increase. Multiply Line 5 by 1.08	$776.68
7.	2025 average apprasied value of residence homestead.	$254,487
8.	2025 general exemptions available for the average homestead. Excluding age 65 or older or disabled person exemptions.	$25,448
9.	2025 average taxable value of residence homestead. Line 7 minus Line 8.	$229,039
10.	Highest 2025 M&O tax rate. Line 6 divided by Line 9, multiply by $100.	0.339103 /$100
11.	2025 debt tax rate.	0.000000 /$100
12.	2025 contract tax rate.	0.000000 /$100
13.	2025 voter-approval tax rate. Add lines 10, 11 and 12.	0.339103 /$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 rates 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.

14. 2024 average taxable vaule of residence homestead. Enter the amount from line 3.	$224,734
15. **2024 adopted total tax rate.**	0.640000 /$100
16. 2024 total tax on average residence homestead. Multiply Line 14 by 15	$1,438.30
17. 2025 Highest amount of taxes per average residence homestead. Multiply line 16 by 1.08	$1,553.36
18. 2025 tax election rate. Divide Line 17 by Line 9 and multiply by $100	0.678208

SECTION 3: Taxing Unit Repersentative name and Signature

Enter the name of the person preparing the voter-approval tax rate 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.

Avik Bonnerjee, RTA

Printed Name of Water District Repersentative

Water District Repersenative

Date

HARRIS COUNTY UTILITY DISTRICT NO. 16

Tax Rate Analysis

2025 Tax Rate Analysis
Incl. $2,720,000
Series 2025 Bonds

Year	Assessed Valuation	Tax Rate in $'s	Tax Income @ 99.000%	I&S Fund Earnings	"Other" Income		Current Debt Service	Ending Balance	Coverage
2025	489,190,100	0.340000						1,462,673	0.8667
2026	489,190,100	0.340000	1,646,614	29,253			1,687,622	1,450,918	0.8358
2027	489,190,100	0.340000	1,646,614	29,018			1,735,961	1,390,590	0.8040
2028	489,190,100	0.340000	1,646,614	27,812			1,729,560	1,335,455	0.7708
2029	489,190,100	0.340000	1,646,614	26,709			1,732,504	1,276,274	0.7372
2030	489,190,100	0.340000	1,646,614	25,525			1,731,248	1,217,166	0.7000
2031	489,190,100	0.340000	1,646,614	24,343			1,738,716	1,149,407	0.6531
2032	489,190,100	0.340000	1,646,614	22,988			1,759,936	1,059,073	0.5916
2033	489,190,100	0.340000	1,646,614	21,181			1,790,179	936,690	0.5254
2034	489,190,100	0.340000	1,646,614	18,734			1,782,853	819,185	0.5427
2035	489,190,100	0.340000	1,646,614	16,384			1,509,467	972,716	0.6388
2036	489,190,100	0.340000	1,646,614	19,454			1,522,779	1,116,005	0.7298
2037	489,190,100	0.340000	1,646,614	22,320			1,529,292	1,255,648	0.8184
2038	489,190,100	0.340000	1,646,614	25,113			1,534,204	1,393,171	0.8983
2039	489,190,100	0.320000	1,646,614	27,863			1,550,892	1,516,757	0.9856
2040	489,190,100	0.310000	1,549,754	30,335			1,538,986	1,557,861	0.9888
2041	489,190,100	0.310000	1,501,324	31,157			1,575,454	1,514,889	0.9879
2042	489,190,100	0.310000	1,501,324	30,298			1,533,454	1,513,058	0.9507
2043	489,190,100	0.310000	1,501,324	30,261			1,591,454	1,453,190	0.9104
2044	489,190,100	0.310000	1,501,324	29,064			1,596,267	1,387,311	0.8266
2045	489,190,100	0.310000	1,501,324	27,746			1,678,329	1,238,054	0.7368
2046	489,190,100	0.290000	1,501,324	24,761			1,680,392	1,083,748	0.8990
2047	489,190,100	0.100000	1,404,465	21,675			1,205,473	1,304,415	0.9805
2048	489,190,100	0.100000	484,298	26,088			1,330,361	484,441	0.9288
2049	489,190,100	0.100000	484,298	9,689			521,573	456,855	0.8646
2050	489,190,100	0.100000	484,298	9,137			528,403	421,888	0.7974
2051	489,190,100	0.100000	484,298	8,438			529,083	385,542	0.7225
2052	489,190,100	0.100000	484,298	7,711			533,623	343,928	0.6465
2053	489,190,100	0.100000	484,298	6,879			532,000	303,105	0.5621
2054	489,190,100	0.100000	484,298	6,062			539,205	254,260	0.0000
Totals			*$38,404,847*	*$636,000*			*$40,249,260*		

Average Tax Rate ...	**0.2677**
(a) Fund Balance at 09/02/2025 of	**$1,462,673.00**
Less D/S Payment	**0.00**
	$1,462,673.00

HARRIS COUNTY UTILITY DISTRICT NO. 16

Dated Date = 11/04/2025   Delivery Date = 11/04/2025

Maturity Dates	Term Bond Maturities	Bond Redemptions	Proceeds	Coupon Rate	Yield	Price	Interest Amount	Total Debt Service	FY(ends 12/31) Debt Service
	-	-	-	-	-	-	104,422.31	104,422.31	104,422.31
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
	-	-	-	-	-	-	126,572.50	126,572.50	126,572.50
09/01/2049	-	395,000.00	395,000.00	4.600	4.600000	100.000000	126,572.50	521,572.50	521,572.50
09/01/2050	-	420,000.00	420,000.00	4.600	4.600000	100.000000	108,402.50	528,402.50	528,402.50
09/01/2051	-	440,000.00	440,000.00	4.650	4.650000	100.000000	89,082.50	529,082.50	529,082.50
09/01/2052	-	465,000.00	465,000.00	4.650	4.650000	100.000000	68,622.50	533,622.50	533,622.50
09/01/2053	-	485,000.00	485,000.00	4.700	4.700000	100.000000	47,000.00	532,000.00	532,000.00
09/01/2054	-	515,000.00	515,000.00	4.700	4.700000	100.000000	24,205.00	539,205.00	539,205.00
Total	-	**2,720,000.00**	**2,720,000.00**				**3,352,902.31**	**6,072,902.31**	**6,072,902.31**
Acc Int	-	-	-				-	-	-
Grand Ttls	-	**2,720,000.00**	**2,720,000.00**				**3,352,902.31**	**6,072,902.31**	**6,072,902.31**

TIC (Incl. all expenses) .... 4.85757841%   Average Coupon 4.65590345%
TIC (Arbitrage TIC) .... 4.65508835%   Average Life (yrs) ... 26.48   IRS Form 8038-G NIC = 4.655903% (with Adjstmnt of $0.00).
Bond Years .... 72,014.00   WAM (yrs) .... 26.475735   NIC = 4.769026% (with Adjstmnt of $81,463.79).

Harris County Utility District No. 16

Operating Fund
Maintenance Tax Rate Analysis

General Fund Balance as of 8/15/25	$3,497,653
Annual Expenses from Proposed Budget (FYE 9/30/26)	$3,221,442
Operating Fund Coverage	109%
Proposed Budgeted Maintenance Tax Revenue	$1,486,700
Budgeted Surplus / (Deficit) (reflects $320,000 in capital expenditures)	$183,474

2025 Projected Maintenance Tax Revenue (@99% collections)

2025 Certified Value		Maintenance Tax Rate	Tax Revenue*	Surplus Revenue
$489,190,100	X	$0.30	$1,452,895	$149,669

* 1¢ = $48,430 in tax revenue

Effect of Total Tax Rate

2024 AVG Home Value	2024 AVG Bill @ $0.64	Difference	% Change
$224,734	$1,438.30		
2025 AVG Home Value	**2025 AVG Bill @* $0.64**		
$229,039	$1,465.85	$27.55	1.92%

* 1¢ = $22.90 in average bill

RATHMANN & ASSOCIATES

Financial Advisor