

HARRIS COUNTY UTILITY DISTRICT NO. 16
NOTICE OF PUBLIC MEETING

The Board of Directors of Harris County Utility District No. 16 will hold a public meeting on Friday, September 11, 2026, at 11:00 a.m. at 3355 W. Alabama Street, Suite 350, Houston, Texas 77098, said address being a meeting place of the District.

The subject of the meeting will be as follows:

1. Comments from the public (the Board imposes a three-minute speaking limit for each member of the public wishing to address the Board; comments will be closed after this item);
2. Consider approval of the minutes of the August 14, 2026, Board of Directors meeting;
3. Review Harris County Constable Report on District security services, including ratification of Interlocal Agreement for Law Enforcement Service;
4. Receive the Financial Advisor's recommendation concerning the establishment of the District's 2026 tax rate, consider proposal of District's 2026 tax rate, and authorize publication of notice of public hearing to set the District tax rate, and the taking of any actions required in connection therewith;
5. Review report on status of collection of taxes, the status of collection of delinquent tax accounts, and the payment of invoices in connection therewith, and the taking of any actions required in connection therewith, including authorizing the termination of water service to the properties of delinquent taxpayers;
6. Review financial, investment, and bookkeeping reports, and the taking of any actions required in connection therewith, including authorizing payment of invoices presented;
7. Adoption of operating budget for fiscal year ending September 30, 2026, (a copy of the proposed budget and the taxpayer impact statement required by Section 551.043 of the Texas Government Code, as amended, are attached hereto as Exhibit "A");
8. Continuation of engagement of auditor for the fiscal year ending September 30, 2026, and the taking of any action required in connection therewith;
9. Review report on District's water, sanitary sewer and storm sewer systems, including:
 - (i) Authorizing the repair and maintenance of District facilities;
 - (ii) Status of pending repairs;
 - (iii) Review of monthly service billing and collections;
 - (iv) Compliance with permits;
 - (v) Appeals of District charges; and
 - (vi) Status of request for waiver of import fees to CHCRWA;
 - (vii) Status of generator rental cost reimbursement;

10. Engineer's report, including:
- (i) Authorizing the design, advertisement for bids and/or award of construction contracts or concurrence in the award of a contract for the construction of water, sanitary sewer and drainage facilities within the District, including:
 - (a) Status of preparation of plans and specifications for the installation of generators at the District's Lift Stations;
 - (ii) Status of construction contracts previously awarded and the approval of any change orders, including:
 - (a) Status of rehabilitation of wastewater treatment plant and contract with Rage, Inc. for same;
 - (iii) Acceptance of site and/or easement conveyance and acceptance of conveyance of facilities constructed for operation and maintenance purposes;
 - (iv) Status of Storm Water Quality Permits and detention ponds;
 - (v) Status of development in District;
 - (vi) Review and approval of requests for issuance of utility commitments;
 - (vii) Status of trespass in and around the District's outfall channel;
 - (viii) Status of erosion repairs;
 - (ix) Status of chloramine conversion and take any action required in connection with same; and
 - (x) Other engineering matters, and the taking of any actions required in connection therewith;
11. Consider the status of park maintenance and review report from Preventive Services;
12. Consider annual review of Order Establishing Policy for Investment of District Funds and Appointing Investment Officer, and adoption of Resolution in connection therewith;
13. Update from Touchstone District Services; and
14. Matters for placement on future agendas.

MARKS RICHARDSON PC

(Seal)



By: Kara Richardson/RMD
Kara Richardson
Attorney for the District

EXHIBIT "A"

Proposed Budget

Harris County Utility District 16 - Fiscal Year Ending September 2027

	Ten Month Actuals 10/25 - 07/26	Twelve Months Annualized FYE 09/26	Approved 2026 Budget	Proposed 2027 Budget
Revenues				
14101 · Water- Customer Service Revenue	\$503,234	\$607,234	\$602,800	\$806,200
14102 · Water Authority Revenue	534,524	659,524	636,500	725,500
14105 · Connection Fees	6,918	8,301	7,800	8,400
14201 · Wastewater-Customer Service Rev	438,676	526,412	525,600	840,600
14203 · Grease Trap Inspection Fees	240	290	300	300
14301 · Maintenance Tax Collections	1,488,926	1,488,926	1,486,700	1,440,000
14501 · Tap Connections	255,968	255,968	0	0
14502 · Inspection Fees	730	730	0	700
14702 · Penalties & Interest	102,873	123,447	110,300	124,700
14801 · Interest Earned on Checking	227	272	300	300
14802 · Interest Earned on Temp. Invest	115,848	135,020	147,400	131,600
15801 · Miscellaneous Income	59,845	59,845	200	0
15902 · Transfer from Capital Projects	240,756	240,756	0	0
Total Revenues	\$3,748,765	\$4,106,726	\$3,517,900	\$4,078,300
Expenditures				
16101 · Billing Service Fees - Water	\$41,504	\$55,339	\$132,000	\$57,600
16102 · Operations - Water	57,519	76,692	24,000	79,800
16105 · Maintenance & Repairs - Water	385,540	462,648	374,700	481,200
16107 · Chemicals - Water	22,044	26,453	54,500	27,500
16108 · Laboratory Expense - Water	4,194	5,033	13,900	5,200
16109 · Mowing - Water	3,546	4,255	4,500	4,400
16110 · Utilities - Water	37,265	44,717	50,400	46,500
16111 · Reconnection Expense	267	267	4,400	300
16112 · Disconnection Expense	22,201	26,641	0	27,700
16114 · Telephone Expense - Water	602	722	800	800
16116 · Permit Expense - Water	4,951	4,951	5,200	5,100
16117 · TCEQ Regulatory Expense - Water	651	2,834	2,821	4,117
16119 · Pumpage Fees	501,971	659,524	636,500	725,500

Proposed Budget

Harris County Utility District 16 - Fiscal Year Ending September 2027

	Ten Month Actuals 10/25 - 07/26	Twelve Months Annualized FYE 09/26	Approved 2026 Budget	Proposed 2027 Budget
16201 · Billing Service Fees-Wastewater	40,761	54,348	132,000	56,500
16202 · Operations - Wastewater	60,093	80,124	24,000	83,300
16203 · Grease Trap Inspections	618	742	1,000	800
16205 · Maint & Repairs - Wastewater	235,887	283,064	296,600	294,400
16206 · Maint & Repairs - Lift Station	70,524	84,629	107,600	88,000
16207 · Chemicals - Wastewater	39,509	47,411	58,500	49,300
16208 · Laboratory Expense - Wastewater	14,892	17,870	30,700	18,600
16209 · Mowing - Wastewater	5,526	6,631	7,000	6,900
16210 · Utilities - Wastewater	34,680	41,616	46,000	43,300
16211 · Utilities - Lift Station	4,797	5,757	5,500	6,000
16212 · Sludge Removal	78,457	94,148	83,200	97,900
16214 · Telephone Expense - Wastewater	2,317	2,780	3,100	2,900
16216 · Permit Expense - Wastewater	2,919	2,919	3,100	3,000
16217 · TCEQ Regulatory Exp-Wastewater	651	2,834	2,821	4,117
16220 · Dumpster Expense	2,329	2,795	2,700	2,900
16301 · Garbage Expense	388,868	466,641	471,200	485,300
16403 · Detention Pond Maintenance	93,203	111,843	106,400	102,423
16601 · Lakes/Parks Maintenance	94,470	113,364	141,100	108,500
16608 · Utilities - Park	314	377	400	400
16701 · Administrative Fees	2,140	4,428	2,900	4,600
16703 · Legal Fees	52,705	63,245	60,000	60,000
16705 · Auditing Fees	13,950	13,950	14,700	14,700
16706 · Engineering Fees	51,860	62,232	61,400	61,400
16709 · Election Expense	31,670	31,670	35,000	35,000
16710 · Website Hosting	10,831	12,997	13,100	13,500
16712 · Bookkeeping Fees	65,945	79,134	65,000	87,000
16714 · Printing & Office Supplies	6,651	7,981	7,400	8,300
16715 · Filing Fees	84	100	0	100

Proposed Budget

Harris County Utility District 16 - Fiscal Year Ending September 2027

	Ten Month Actuals 10/25 - 07/26	Twelve Months Annualized FYE 09/26	Approved 2026 Budget	Proposed 2027 Budget
16716 · Delivery Expense	403	484	500	500
16717 · Postage	373	448	400	500
16718 · Insurance & Surety Bond	43,022	43,022	40,200	44,700
16719 · AWBD Expense	7,768	9,688	25,000	10,100
16721 · Meeting Expense	4,672	5,607	3,900	5,800
16722 · Bank Service Charge	920	1,104	1,500	1,100
16723 · Travel Expense	1,377	1,652	2,500	1,700
16725 · Disclosure Counsel Fees	1,000	1,000	0	1,000
16728 · Record Storage Fees	2,761	3,313	3,000	3,400
16731 · Arbitrage Analysis	9,750	9,750	7,500	7,500
16735 · EVO Reporting	14,500	14,500	0	9,500
16737 · Energy Advisor Fees	250	250	0	250
16801 · Patrol Expense	72,590	88,386	87,110	94,780
17101 · Payroll Expenses	22,984	27,581	36,000	36,000
17102 · Payroll Administration	550	650	600	600
17103 · Payroll Tax Expense	1,758	2,110	3,000	2,200
17802 · Miscellaneous Expense	301	361	0	0
Total Expenditures	\$2,673,883	\$3,275,614	\$3,297,352	\$3,424,487
Other Revenues				
15901 · Assigned Surplus	0	0	99,452	0
Total Other Revenues	\$0	\$0	\$99,452	\$0
Capital Outlay				
17901 · Capital Outlay	296,564	296,564	320,000	519,098
Total Capital Outlay	\$296,564	\$296,564	\$320,000	\$519,098
Net Excess Revenues <Expenditures>	\$778,318	\$534,548	\$0	\$134,715

Taxpayer Impact Statement

	Current Budget Fiscal Year Ending** 09/2026	Proposed Budget Fiscal Year Ending** 09/2027	No-New-Revenue Tax Rate Budget***
Estimated District Operations and Maintenance Tax Bill on Average Homestead*	\$732.92	\$710.02	\$732.92

*The District levies taxes in accordance with the Texas Water Code. The District's current operations and maintenance tax rate is equal to \$0.32 per \$100 of assessed value. Average homestead values are determined by the county appraisal district. All estimates above were prepared utilizing the average resident homestead value as of the time that the District's most recent Truth in Taxation worksheet was prepared in accordance with the Texas Water Code.

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

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