

**NOTICE OF MEETING**  
**DENTON COUNTY FRESH WATER SUPPLY DISTRICT NO. 11-B**

The Board of Directors ("Board") of Denton County Fresh Water Supply District No. 11-B will hold a regular meeting on **Tuesday, January 27, 2026, at 4:30 p.m. at 701 Savannah Boulevard, Aubrey, Texas**, to discuss and, if appropriate, act upon the following items:

1. Public comment – In accordance with the Open Meetings Act, Directors are prohibited from acting on or discussing any items brought before them at this time. Citizen's comments will be limited to 3 minutes. Comments about any of the agenda items are appreciated by the Board and may be taken into consideration at this time or during that agenda item. Please complete a Public Input Form if you desire to address the Board. All remarks and questions addressed to the Board shall be addressed to the Board as a whole and not to any individual member thereof.
2. Consent Agenda - Items are considered self-explanatory and non-controversial and will be enacted in a single motion. There will be no separate discussion of these items unless so requested by at least one member of the Board, in which case such item will be removed from consent and considered after action on the remaining consent items:
  - a. approval of Minutes of Board meeting held December 15, 2025; and
  - b. tax assessment and collections matters as of December 31, 2025.
3. 2026 Directors Election, including:
  - a. adopt Resolution Designating an Agent of the Secretary of the Board of Directors During the 2026 Board of Directors Election Period;
  - b. authorize Notice of Deadline to File Applications for Place on the Ballot;
  - c. approve contracting for election services and any associated agreements, if necessary, with Denton County;
  - d. adopt Order Calling Directors Election; and
  - e. authorize Notice of Election.
4. General Manager and Engineer reports, and authorize actions and expenditures as necessary, including irrigation matters, pavement repairs on Lake Grove Drive, and 2025 Road Repair Project:
  - a. design;
  - b. approve construction plans and specifications and authorize advertisement for bids;
  - c. review bids and award contract;
  - d. approve pay estimates, change orders and final acceptance and direct Engineer to notify insurance company of new facility, as appropriate;
  - e. accept certificate of completion and authorize final acceptance of facilities, if necessary;

Texas Water Code Section 49.062(c) provides a process for qualified voters residing in the District to request the designation of a meeting place within the District. Please see Section 49.062(c) for specific information.

Persons with disabilities who plan to attend this meeting and would like to request auxiliary aids or services are requested to contact the District's attorney at (972) 823-0808 at least three business days prior to the meeting so that appropriate arrangements can be made.

- f. deeds, easements, consents to encroachment, requests for service or utility commitment letters; and
- g. authorize and/or ratify repair and maintenance of District facilities, as necessary.

5. Financial and bookkeeping matters, including payment of bills and review of investments.
6. Consider budget for District's fiscal year ending February 28, 2027.
7. Annual Report regarding Post-Issuance Compliance Policy.
8. Conduct annual review of Investment Policy and adopt Resolution regarding annual review and, if necessary, regarding adoption of amended policy.
9. Review, revise, and adopt Resolution Establishing the Authorized Depository Institutions and Adopting List of Qualified Broker/Dealers with Whom the District May Engage in Investment Transactions.
10. Accept annual disclosure statement from Investment Officer/Bookkeeper.
11. Update on Interlocal Agreement for Property Transfer and Allocation of Water and Wastewater Service Areas between the District and Mustang Special Utility District.
12. Report regarding District website and from Website Committee.
13. Director reports.
14. Consider matters for placement on future agendas.
15. Adjourn.

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## AVISO DE ASAMBLEA

### **DISTRITO DE SUMINISTRO DE AGUA POTABLE DEL CONDADO DE DENTON NRO. 11-B**

La Junta Supervisores del Distrito de suministro de agua potable del condado de Denton nro. 11-B llevará a cabo una asamblea ordinaria el martes 27 de enero de 2026 a las 4:30 p.m. en 701 Savannah Boulevard, Savannah, Texas, para debatir y, de ser necesario, actuar sobre los siguientes puntos:

3. Elección de Directores de 2026, que incluye:
  - a. adoptar una Resolución Designando un Agente del Secretario de la Junta Directiva Durante el Período de la Elección de la Junta Directiva de 2026;
  - b. autorizar el Aviso de Fecha Límite para Presentar una Solicitud de unLugar en la Boleta;
  - c. aprobar la contratación de servicios electorales y cualquier convenio

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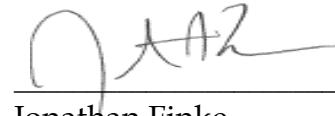
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relacionado necesario con el Condado de Denton;

d. adoptar una Orden Para Convocar una Elección de Directores; y

e. autorizar el Aviso de Elección.



  
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Jonathan Finke  
Attorney for the District

*Denton County Fresh Water Supply District No. 11-B reserves the right to adjourn into executive session at any time during the course of this meeting to discuss any of the matters listed above, as authorized by Texas Government Code, Section 551.071 (Consultation with Attorney), Section, 551.072 (Deliberations Regarding Real Property), Section 551.073 (Deliberations Regarding Gifts and Donations), Section 551.074 (Personnel Matters), Section 551.076 (Deliberations Regarding Security Matters), and Section 551.087 (Economic Development).*

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**Denton County Fresh Water Supply Dist 11-B**  
**General Fund Operating Budget**

**2027 DRAFT Budget**

	Mar-26	Apr-26	May-26	Jun-26	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-25	Jan-27	Feb-27	2027 Budget	2026 Amended Budget	Difference	
<b>Revenue</b>																
Property tax revenue - 98 % coll	-	-	-	-	-	-	-	-	89,017	534,103	801,155	356,069	1,780,345	1,780,345	-	
Penalty - Rate Order Violation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Permits - Net (\$1450)	1,450	1,450	1,450	1,450	1,450	1,450	1,450	1,450	1,450	1,450	1,450	1,450	17,400	69,600	(52,200)	
Water revenue														862,873	(862,873)	
Sewer revenue														643,985	(643,985)	
Late Fees														5,102	(5,102)	
Acct initiation fees														2,143	(2,143)	
Transfer Fees														8,442	(8,442)	
NSF Fees														40	(40)	
Same Day Reconnect Fees														-	-	
Termination Fees														680	(680)	
Delinquent Utility Collections														221	(221)	
TCEQ Taxes														7,534	(7,534)	
Refuse Fee														6,117	(6,117)	
Other utility revenue														1,334	(1,334)	
Fire plan collections	20,468	20,524	20,580	20,636	20,692	20,748	20,804	20,860	20,916	20,972	21,028	21,084	249,312	239,568	9,744	
District Service Fees	31,395	31,479	31,562	31,646	31,729	31,813	31,896	31,980	32,064	32,147	32,231	32,314	382,257	135,635	246,621	
<b>Easement/franchise fees</b>														-	-	
Cable Easement Fees	-	1,096	-	-	1,096	-	-	1,096	-	-	1,096	-	4,385	4,385	-	
Co-Serv Electric Easement Fees	-	14,961	-	-	14,961	-	-	14,961	-	-	14,961	-	59,845	59,845	-	
CoServ Gas Easement Fees	-	2,848	-	-	2,848	-	-	2,848	-	-	2,848	-	11,393	11,393	-	
<b>Total Easement/franchise fees</b>	-	18,906	-	-	18,906	-	-	18,906	-	-	18,906	-	75,623	75,623	-	
<b>Investment Revenue</b>	13,000	13,000	13,000	13,000	13,000	13,000	13,000	13,000	13,000	13,000	13,000	13,000	156,000	156,000	-	
<b>Total Revenue</b>	66,313	85,358	66,592	66,732	85,777	67,011	67,150	86,196	156,447	601,673	887,770	423,917	2,660,936	3,995,242	(1,334,305)	
<b>Operating Expenses</b>																
Mustang O & M														397,093	(397,093)	
Water Exp														648,706	-	
Sewer Exp														380,948	-	
Trash pickup exp	31,395	31,479	31,562	31,646	31,729	31,813	31,896	31,980	32,064	32,147	32,231	32,314	382,257	367,717	14,540	
Meter Reconnec Fees	-	-	-	-	-	-	-	-	-	1,317	-	-	1,317	1,317	-	
SRO - DISD	-	8,640	-	-	13,720	-	-	13,720	-	-	13,720	-	49,799	51,984	(2,185)	
Little Elm Police Services	-	213,807	-	-	213,807	-	-	235,188	-	-	235,188	-	897,991	808,882	89,109	
Little Elm Police Capital	-	-	-	-	-	-	-	69,094	-	-	-	-	69,094	214,863	(145,769)	
Street Crimes Unit	-	-	-	-	-	-	-	9,000	-	-	-	-	9,000	9,000	-	
LEPD Equip Reserve	9,667	9,667	9,667	9,667	9,667	9,667	9,667	9,667	9,667	9,667	9,667	9,667	116,009	116,009	-	
Fire Plan	26,448	26,520	26,592	26,665	26,737	26,809	26,882	26,954	27,026	29,271	29,349	29,427	328,680	290,501	38,179	
Permits - Meter Sets														14,964	(14,964)	
Engineering	2,333	2,333	2,333	2,333	2,333	2,333	2,333	2,333	2,333	2,333	2,333	2,333	28,000	23,048	4,953	
Eng - Public Storage	40	40	40	40	40	40	40	40	40	40	40	40	480	200	280	
Insurance	-	-	-	-	8,603	-	-	-	-	-	-	-	8,603	8,285	318	
General Manager	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250	27,000	25,332	1,668	
R&M - Road Maint Reserve	14,583	14,583	14,583	14,583	14,583	14,583	14,583	14,583	14,583	14,583	14,583	14,583	175,000	175,000	-	
R& M - Landscaping	944	944	944	944	944	944	944	944	944	944	944	944	11,323	14,171	(2,848)	
R&M - Signs	-	-	-	-	-	4,575	-	-	-	-	-	-	4,575	4,575	-	
R&M - Striping	-	-	-	-	-	5,000	-	-	-	-	-	-	5,000	5,000	-	
R&M - Drainage/Beaver Dams	11,667	11,667	11,667	11,667	11,667	11,667	11,667	11,667	11,667	11,667	11,667	9,439	137,772	137,772	-	
R&M - Irrigation	-	-	-	-	-	10,000	-	-	-	-	-	-	10,000	10,000	-	
R&M - Outfalls & Debris Separators	5,862	-	-	5,862	-	-	5,862	-	-	5,862	-	-	23,446	23,446	-	
Polaris Expense	60	60	60	60	60	60	60	60	60	60	60	60	720	240	480	
Stormwater Management	2,000	-	-	2,000	-	-	2,000	-	-	2,000	-	-	8,000	8,000	-	
Utilities	475	475	475	475	475	475	475	475	475	475	475	475	5,700	5,128	572	
Equipment - shared	-	-	-	-	-	-	-	-	-	-	-	-	4,364	(4,364)	-	
<b>Total Operating Expenses</b>	109,974	324,715	102,424	110,441	338,866	122,467	110,909	430,205	103,359	114,866	354,757	103,783	2,326,766	3,771,877	(1,445,111)	
<b>Gross Profit</b>	(43,661)	(239,357)	(35,832)	(43,710)	(253,089)	(55,456)	(43,759)	(344,009)	53,087	486,807	533,013	320,134	334,170	248,696	85,474	-

**Denton County Fresh Water Supply Dist 11-B**  
**General Fund Operating Budget**

**2027 DRAFT Budget**

	Mar-26	Apr-26	May-26	Jun-26	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-25	Jan-27	Feb-27	2027 Budget	2026 Amended Budget	Difference
<b>Admin Expenses</b>															
Accounting	4,208	4,321	4,438	4,558	4,681	4,807	4,937	5,070	5,207	5,348	5,492	5,641	58,708	45,014	13,694
Auditing	-	-	-	16,500	-	-	-	-	-	-	-	6,000	22,500	22,250	250
Bank Charges	25	-	-	-	-	-	-	-	-	-	-	-	25	25	-
Delivery/Courier Services	75	-	-	-	-	-	-	-	-	-	-	-	75	75	-
Director Fees	3,525	3,525	3,525	3,525	3,525	3,525	3,525	3,525	3,525	3,525	3,525	3,525	42,299	40,440	1,859
Election Expenses	-	-	8,464	-	-	-	-	-	-	-	-	-	8,464	-	8,464
Legal	9,167	9,167	9,167	9,167	9,167	9,167	9,167	9,167	9,167	9,167	9,167	9,167	110,000	110,000	-
Legal - cont disclosure	442	442	442	442	442	442	442	442	442	442	442	442	5,300	3,300	2,000
Legal - Litigation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Office supplies	651	-	-	-	-	-	-	-	-	-	-	-	651	651	-
Posting agenda exp	75	75	150	75	75	75	150	75	75	150	75	75	1,125	1,125	-
Meeting Expense	300	300	300	300	300	300	300	300	300	300	300	300	3,600	1,976	1,624
Misc Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
AWBD	-	-	-	-	8,000	-	-	-	-	-	-	-	8,000	16,000	12,000
Communications	617	617	617	617	617	617	617	617	617	617	617	617	7,400	7,400	-
Website & Email Hosting	342	342	342	342	342	342	342	342	342	342	342	342	4,104	3,040	1,064
Publication Fee	-	-	-	-	-	-	1,400	-	-	-	-	-	1,400	1,400	-
<b>Total Expense</b>	<b>19,426</b>	<b>18,788</b>	<b>27,444</b>	<b>35,525</b>	<b>27,148</b>	<b>19,274</b>	<b>20,879</b>	<b>19,537</b>	<b>19,674</b>	<b>19,890</b>	<b>19,959</b>	<b>34,107</b>	<b>281,651</b>	<b>248,697</b>	<b>32,954</b>
<b>Net Ordinary Income</b>	<b>(63,086)</b>	<b>(258,145)</b>	<b>(63,276)</b>	<b>(79,234)</b>	<b>(280,237)</b>	<b>(74,730)</b>	<b>(64,638)</b>	<b>(363,547)</b>	<b>33,413</b>	<b>466,917</b>	<b>513,053</b>	<b>286,027</b>	<b>52,519</b>	<b>(0)</b>	<b>52,519</b>
													<b>52,519</b>	<b>(0)</b>	<b>52,519</b>

APPENDICES (Available Upon Request) - A. Audited District Financial Statements, B. District Bond Transcripts, C. District Bond Election Engineering Reports

**Exhibit 1**  
**TAXPAYER IMPACT STATEMENT**

	Current Budget Fiscal Year Ending February 2027**	Proposed Budget Fiscal Year Ending February 2026**	No-New-Revenue Tax Rate Budget***
Estimated District Operations and Maintenance Tax Bill on Average Homestead*	\$1,319.64	\$1,319.64	\$1,170.90

\*The **Denton County Fresh Water Supply District No. 11-B** levies taxes in accordance with the Texas Water Code. The **Denton County Fresh Water Supply District No. 11-B** current operations and maintenance tax rate is equal to **\$0.3175** 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 **Denton County Fresh Water Supply District No. 11-B** 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.

Taxes for Current Budget and No-New-Revenue Tax Rate Budget:

415,636            X            .2817

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100

Taxes for Proposed Budget:

415,636            .3175  
X

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100

*Instructions for Preparation: This form is to be prepared by the Bookkeeper for the District and provided to the Attorney and Legal Assistant, along with the proposed budget, at least 10 days prior to the date of the meeting at which the proposed budget will be considered. Please note that the rates utilized below may not conform exactly to the O/M rate levied by the Board. The average homestead value should be the average resident homestead value shown in the most recent truth in taxation worksheet prepared by the Tax Assessor Collector on behalf of the District.*