

NOTICE OF MEETING

DENTON COUNTY FRESH WATER SUPPLY DISTRICT NO. 11-A

The Board of Directors ("Board") of Denton County Fresh Water Supply District No. 11-A will hold a public meeting on **Monday, February 16, 2026, at 6:30 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 meetings held February 2, 2026;
 - b) tax assessment and collections matters as of January 31, 2026; and
 - c) financial and bookkeeping items, including payment of bills and review of investments.
3. Update on 2026 Directors Elections, and take any related action, as necessary.
4. General Manager's report, and authorize actions and expenditures as necessary; engineering matters, irrigation matters, 2025 Road Repair Project, and actions relating to various District projects:
 - 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;
 - 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. Annual Report regarding Post-Issuance Compliance Policy.

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.

6. Adopt budget for District's fiscal year ending February 28, 2027.
7. Engage Auditor to conduct audit for fiscal year end February 28, 2026.
8. Consider Annual Review of Resolution Adopting Prevailing Wage Rate Scale for Engineering Construction Projects, and take appropriate action.
9. Adopt Resolution Concerning Exemptions from Taxation.
10. Update on Interlocal Agreement for Property Transfer and Allocation of Water and Wastewater Service Areas between the District and Mustang Special Utility District and take any related action, including:
 - a) adopt amended Rate Order.
11. Report on District website.
12. Directors' reports.
13. Consider items for placement on future agendas.
14. Discuss next meeting date.
15. Adjourn.

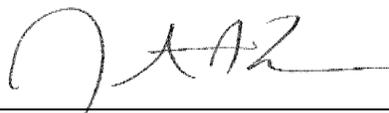
AVISO DE ASAMBLEA

DISTRITO DE SUMINISTRO DE AGUA POTABLE DEL CONDADO DE DENTON NRO. 11-A

La Junta Supervisores del Distrito de suministro de agua potable del condado de Denton nro. 11-A llevará a cabo una asamblea ordinaria el **lunes 16 de febrero de 2026 a las 6:30 p.m. en 701 Savannah Boulevard, Savannah, Texas**, para debatir y, de ser necesario, actuar sobre los siguientes puntos:

3. Actualización sobre las Elecciones de Directores de 2026 y tomar las medidas relacionadas según sea necesario.





 Jonathan Finke
 Attorney for the District
 Abogado del Distrito

Denton County Fresh Water Supply District No. 11-A 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).

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.

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*	\$1,341.79	\$1,394.82	\$1,302.40

*The **Denton County Fresh Water Supply District No. 11-A** levies taxes in accordance with the Texas Water Code. The **Denton County Fresh Water Supply District No. 11-A's** current operations and maintenance tax rate is equal to **\$.34192** 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-A'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.

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

\$392,427 X .33188

100

Taxes for Proposed Budget:

\$392,427 .355435
 X

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.

**Denton County FWSD 11-A
General Fund Operating Budget**

DRAFT 1/19/26
Operating Budget

	Mar-26	Apr-26	May-26	Jun-26	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-26	Jan-27	Feb-27	2027 Budget	2026 Budget	Difference
Revenue															
4020 · Property Tax Revenue	31,652	-	-	-	-	-	-	-	-	1,056,525	1,056,525	528,262	2,672,964	2,672,964	-
4028 · Permit Tap Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	14,000	(14,000)
4029 · TCEQ Reg & Rev Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	8,926	(8,926)
4030 · Fire Plan Rev	25,028	25,121	22,803	22,810	22,837	22,776	25,484	25,523	25,562	25,601	25,640	25,679	294,864	294,864	-
4200 · Utilities	-	-	-	-	-	-	-	-	-	-	-	-	-	1,849,481	(1,849,481)
4490 · District Service Fees	45,678	45,678	45,678	45,678	45,678	45,678	45,678	45,678	45,584	45,616	45,647	45,678	547,949	182,525	365,424
4610 · 8A/8B - W&S Volume	-	-	-	-	-	-	-	-	-	-	-	-	-	452,973	(452,973)
4640 · District 11B - W&S Volume	-	-	-	-	-	-	-	-	-	-	-	-	-	1,040,832	(1,040,832)
4660 · Denton 11C - W&S Volume	-	-	-	-	-	-	-	-	-	-	-	-	-	414,398	(414,398)
4766 · General Manager															
4766.1 · 8A 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	24,226	2,774
4766.2 · 8B 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	24,796	2,204
4766.3 · 11B 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	28,472	(1,472)
4766.4 · 11C 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	24,084	2,916
Total 4660 · General Manager	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	108,000	101,578	6,422
4760 · Little Elm Police Service															
4761 · 8A LEPD	-	139,223	-	-	139,223	-	-	153,146	-	-	153,146	-	584,738	550,474	34,264
4762 · 8B LEPD	-	143,464	-	-	143,464	-	-	157,811	-	-	157,811	-	602,551	573,320	29,231
4763 · 11B LEPD	-	213,807	-	-	213,807	-	-	235,188	-	-	235,188	-	897,991	814,312	83,679
4764 · 11C LEPD	-	86,722	-	-	86,722	-	-	95,394	-	-	95,394	-	364,233	340,755	23,478
Total 4760 · Little Elm Police	-	583,217	-	-	583,217	-	-	641,539	-	-	641,539	-	2,449,513	2,278,861	170,652
4765 · Little Elm Capital Costs															
4765.1 · 8A LEPD Capital	-	-	-	-	-	-	44,991	-	-	-	-	-	44,991	146,309	(101,318)
4765.2 · 8B LEPD Capital	-	-	-	-	-	-	46,362	-	-	-	-	-	46,362	152,861	(106,499)
4765.3 · 11B LEPD Capital	-	-	-	-	-	-	69,094	-	-	-	-	-	69,094	214,863	(145,769)
4765.4 · 11C LEPD Capital	-	-	-	-	-	-	28,025	-	-	-	-	-	28,025	90,485	(62,460)
Total 4765 · Little Elm Capital	-	-	-	-	-	-	188,472	-	-	-	-	-	188,472	604,518	(416,046)
4770 · Denton ISD SRO															
4771 · 8A Denton ISD SRO	-	5,626	-	-	8,934	-	-	8,934	-	-	8,934	-	32,427	30,116	2,311
4772 · 8B Denton ISD SRO	-	5,797	-	-	9,206	-	-	9,206	-	-	9,206	-	33,415	31,402	2,013
4773 · 11B Denton ISD SRO	-	8,640	-	-	13,720	-	-	13,720	-	-	13,720	-	49,799	44,487	5,312
4774 · 11C Denton ISD SRO	-	3,504	-	-	5,565	-	-	5,565	-	-	5,565	-	20,199	18,640	1,559
Total 4770 · Denton ISD SRO	-	23,568	-	-	37,424	-	-	37,424	-	-	37,424	-	135,841	124,645	11,196
5100 · Easement/Franchise															
5101 · Co-Serv Electric	-	35,000	-	-	37,000	-	-	37,000	-	-	35,000	-	144,000	140,444	3,556
5102 · CoServ Gas	-	29,000	-	-	11,000	-	-	11,000	-	-	11,000	-	62,000	68,938	(6,938)
5103 · Cable Easement	-	1,100	-	-	1,100	-	-	1,100	-	-	1,100	-	4,400	5,103	(703)
Total 5100 · Easement/Franchise	-	65,100	-	-	49,100	-	-	49,100	-	-	47,100	-	210,400	214,485	(4,085)
5391 · Interest Revenue	19,000	19,000	18,000	19,000	18,000	15,000	15,000	15,000	14,000	13,000	13,000	12,000	190,000	217,463	(27,463)
Total Revenue	130,358	770,684	95,481	96,488	765,257	92,454	283,634	823,265	94,146	1,149,742	1,875,875	620,619	6,798,003	10,472,513	(3,674,510)

**Denton County FWSD 11-A
General Fund Operating Budget**

DRAFT 1/19/26
Operating Budget

	Mar-26	Apr-26	May-26	Jun-26	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-26	Jan-27	Feb-27	2027 Budget	2026 Budget	Difference
Operating Expenses															
6120 · Mustang O&M	-	-	-	-	-	-	-	-	-	-	-	-	-	592,232	(592,232)
6300 · UTWD - Water Volume	-	-	-	-	-	-	-	-	-	-	-	-	-	1,973,492	(1,973,492)
6400 · Sewer Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	1,157,304	(1,157,304)
6500 · Trash Expense	42,041	42,041	42,041	42,041	42,041	42,041	42,072	42,103	42,134	42,165	42,197	42,228	505,144	505,210	(66)
6501 · Meter Reconnect Fees	-	-	-	-	-	-	-	1,678	-	-	-	-	1,678	1,678	-
6650 · SRO - DISD	-	33,815	-	-	53,697	-	-	53,697	-	-	53,697	-	194,905	110,397	84,508
6610 · Little Elm Police	-	836,803	-	-	836,803	-	-	920,483	-	-	920,483	-	3,514,573	3,279,986	234,587
6615 · Little Elm Police Capital	-	-	-	-	-	-	270,420	-	-	-	-	-	270,420	871,259	(600,839)
6616 · Street Crimes Unit	-	-	-	-	-	-	-	-	-	-	9,000	-	9,000	9,000	-
6617 · LEPD Equip Reserve	12,500	12,500	12,500	12,500	12,500	12,500	12,500	12,500	12,500	12,500	12,500	12,500	150,000	150,000	-
6710 · Fire Plan	31,694	31,748	31,802	31,856	31,911	31,965	32,019	32,074	32,128	34,762	34,820	34,879	391,658	358,305	33,353
7300 · Engineering	3,333	3,333	3,333	3,333	3,333	3,333	3,333	3,333	3,334	3,334	3,334	3,334	40,000	20,000	20,000
7301 · Eng - Public Storage	40	40	40	40	40	40	40	40	40	40	40	40	480	200	280
7460 · Insurance	-	-	-	-	-	7,300	-	-	-	-	-	-	7,300	7,304	(4)
7710 · R&M - General Landscape	3,790	3,790	3,790	3,790	3,790	3,790	3,790	3,790	3,790	3,790	3,790	3,790	45,480	45,482	(2)
7715 · R&M - Median Landscape	10,417	10,417	10,417	10,417	10,417	10,417	10,417	10,417	10,416	10,416	10,416	10,416	125,000	125,000	-
7720 · R&M - Drainage/Beaver Dams	2,183	2,183	2,183	2,183	2,183	2,183	2,183	2,183	2,183	2,183	2,183	2,183	26,196	26,207	(11)
7730 · R&M - Utility	165	165	165	165	165	165	165	165	165	165	165	165	1,980	1,925	55
7740 · R&M - Road Maint Reserve	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,834	20,834	20,834	20,834	250,000	250,000	1
7741 · R&M - Flatwork	-	-	-	-	-	-	-	-	10,600	-	-	-	10,600	10,600	-
7750 · R&M - Other	417	417	417	417	417	417	417	417	416	416	416	416	5,000	5,000	-
7760 · R&M - Signs	417	417	417	417	417	417	417	417	416	416	416	416	5,000	5,000	-
7770 · R&M - Striping	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	30,000	30,000	-
7771 · R&M - Irrigation	833	833	833	833	833	833	833	833	834	834	834	834	10,000	10,000	-
7772 · Polaris Expense	25	25	25	25	25	25	25	25	25	25	25	25	300	240	60
7800 · Stormwater Mgmt	2,000	-	-	2,000	-	-	-	2,000	-	-	2,000	-	8,000	8,000	-
7773 · Shared Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	4,364	(4,364)
7900 · Utility - Electricity	625	625	625	625	625	625	625	625	625	625	625	625	7,500	7,046	454
9850 · TCEQ Rev & Reg Fee	-	-	-	-	-	-	-	-	-	-	-	-	-	8,926	(8,926)
Total Operating Expenses	133,813	1,002,485	131,921	133,975	1,022,529	139,384	402,589	1,110,113	142,940	135,005	1,120,275	135,185	5,610,214	9,574,156	(3,963,942)
Gross Profit	(3,455)	(231,801)	(36,440)	(37,487)	(257,272)	(46,930)	(118,956)	(286,848)	(48,794)	1,014,737	755,601	485,435	1,187,789	898,356	289,432
Administrative Expenses															
7001 · Accounting	3,400	5,000	3,900	3,900	4,000	3,600	3,400	3,400	3,400	3,400	3,400	3,400	44,200	43,832	368
7070 · Auditing	-	17,500	-	6,500	-	-	-	-	-	-	-	-	24,000	24,000	-
7190 · Delivery/Courier	30	30	30	30	30	30	30	30	30	30	30	30	360	144	216
7200 · Directors' Fees	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	24,000	25,888	(1,888)
7250 · Dues & Subscriptions	-	-	-	-	-	-	-	-	750	-	-	-	750	750	-
7275 · Election Expense	-	-	5,000	-	-	-	-	-	-	-	-	-	5,000	-	5,000
7500 · Legal	8,100	8,100	8,100	8,100	8,100	8,100	8,100	8,100	8,100	8,100	8,100	8,100	97,200	86,810	10,390
7505 · Legal - Disclosure	-	-	-	-	-	2,650	-	-	650	-	-	-	3,300	3,300	-
7520 · Meeting Expense	400	400	400	400	400	400	400	400	400	400	400	400	4,800	3,665	1,135
7600 · Office Supplies	200	-	-	-	-	-	-	-	-	-	-	-	200	183	17

**Denton County FWSD 11-A
General Fund Operating Budget**

DRAFT 1/19/26
Operating Budget

	Mar-26	Apr-26	May-26	Jun-26	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-26	Jan-27	Feb-27	2027 Budget	2026 Budget	Difference
7646 · General Manager	11,600	11,600	11,600	11,600	11,600	11,600	11,600	11,600	11,600	11,600	11,600	11,600	139,200	133,164	6,036
7651 · Publishing Expense	-	-	-	-	-	-	1,800	-	-	-	-	-	1,800	1,772	28
7975 · Communications	750	750	750	750	750	750	750	750	750	750	750	750	9,000	8,864	136
7951 · Website	342	342	342	342	342	342	342	342	342	342	342	342	4,104	4,104	-
Total Administrative Expenses	26,822	45,722	32,122	33,622	27,222	29,472	28,422	26,622	28,022	26,622	26,622	26,622	357,914	336,476	21,438
Other Expenses															
9010 · Bad Debt Write Off	-	-	-	-	-	-	-	-	-	-	-	-	-	1,823	(1,823)
Total Other Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	1,823	(1,823)
Net Revenue	(30,277)	(277,523)	(68,562)	(71,109)	(284,494)	(76,402)	(147,378)	(313,470)	(76,816)	988,115	728,979	458,813	829,875	560,057	269,817

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

*Property tax revenue is based on 2025 certified values with an O&M tax rate of \$0.355435 and 98.5% collections.