

AGENDA
DENTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 5

Notice is hereby given that, pursuant to V.T.C.A. Government Code, Chapter 551, the Board of Directors of **Denton County Municipal Utility District No. 5** will meet in **regular** session, open to the public, at **11:00 a.m., on Tuesday, July 14, 2026, at 11000 Frisco Street, Suite 400, Frisco, Texas 75033**, at which, meeting the following items will be considered and acted on:

1. Hear from Public (public session limited to 15 minutes; each speaker limited to 3 minutes);
2. Hear Public Safety Reports (Police/Fire/EMS) and take action thereon;
3. Consider approving Minutes of June 9, 2026;
4. Hear Bookkeeper's Report, and take any action thereon, including:
 - (a) consider approving payment of bills;
 - (b) consider approving investment report; and
 - (c) consider approving budget for fiscal year ending July 31, 2027;
5. Hear Engineer's Report and take any action thereon, including:
 - (a) consider authorizing Engineer to proceed with the design of District facilities;
 - (b) consider approving plans and specifications of District facilities;
 - (c) consider authorizing Engineer to advertise for bids for District projects;
 - (d) consider authorizing construction contracts and related items; and
 - (e) consider approving report, pay estimates and change orders for construction projects in progress in the District;
6. Consider adopting Rate Order;
7. Consider approving Interlocal Agreement for Billing Services with Mustang Special Utility District;
8. Hear Attorney's Report and take any action thereon, including:
 - (a) discuss required Cyber Security Training; and
 - (b) consider authorizing preparation of FYE 2026 Audit.

Pursuant to V.T.C.A. Government Code §551, the Board of Directors may convene in closed session in relation to any agenda item included in this Notice, with such closed session to be held at the date, hour, and place given in this Notice, concerning any and all subjects, for any and all purposes permitted by V.T.C.A Government Code Chapter 551, including, but not limited to, private consultation with the District's Attorneys on any or all matters or subjects consider authorized by law, pending or contemplated litigation, personnel matters, real estate transactions, security devices, economic development negotiations and/or gifts and donations.

EXECUTED this 7th day of Julu, 2026.

DENTON COUNTY MUNICIPAL UTILITY
DISTRICT NO. 5

By: _____

Joshua J. Kahn
Sanford Kuhl Hagan Kugle Parker Kahn LLP
Attorneys for the District



Denton County Municipal Utility District No. 5
General Operating Fund Proposed Budget
August 2026 through July 2027

	10 Mo. Actual	12 Mo. Forecast	12 Mo. Adopted	Proposed
	Aug '25 - May 26	Aug '25 - Jul 26	Aug '25 - Jul 26	Aug '26 - Jul 27
Ordinary Income/Expense				
Income				
Other Revenues				
4320 · Maintenance Taxes	639,719.14	642,826.00	642,826.00	636,300.00
5391 · Interest Income	37,301.64	44,761.97	50,000.00	50,000.00
Total Other Revenues	677,020.78	687,587.97	692,826.00	686,300.00
Total Income	677,020.78	687,587.97	692,826.00	686,300.00
Gross Profit	677,020.78	687,587.97	692,826.00	686,300.00
Expense				
Water Expenses				
6100 · Bulk Water Purchases	44.10	44.10	0.00	1,000.00
Total Water Expenses	44.10	44.10	0.00	1,000.00
Other Expenses				
6310 · Director Fees	20,902.00	25,082.40	30,000.00	30,000.00
6314 · Payroll Taxes	1,599.03	1,918.84	2,400.00	2,400.00
6320 · Legal Fees	79,006.81	94,808.17	70,000.00	100,000.00
6321 · Auditing Fees	16,000.00	16,000.00	17,000.00	17,000.00
6322 · Engineering Fees	25,718.20	30,861.84	50,000.00	40,000.00
6325 · Election Expense	0.00	0.00	25,000.00	15,000.00
6333 · Bookkeeping Fees	13,122.92	15,747.50	13,200.00	18,000.00
6335 · M&R - Other Facilities	72,897.83	87,477.40	120,000.00	120,000.00
6338 · Legal Notices/Other Publication	0.00	0.00	1,500.00	1,500.00
6352 · Utilities	8,674.38	10,409.26	7,800.00	10,000.00
6353 · Insurance	3,157.00	3,157.00	3,160.00	3,500.00
6354 · Travel Expense	2,150.79	2,580.95	3,000.00	3,000.00
6356 · Registration/Membership Fees	750.00	750.00	750.00	750.00
6357 · Website Expenses	825.00	1,000.00	1,000.00	1,000.00
6359 · Other Expenses	3,040.69	3,648.83	3,000.00	3,000.00
6395 · Security Service	256,520.39	259,805.00	259,805.00	265,721.00
6396 · Security Service - Flock	20,000.00	20,000.00	30,000.00	20,000.00
6397 · Fire & EMS	0.00	0.00	0.00	200,544.00
6435 · Road Maintenance	0.00	0.00	50,000.00	50,000.00
Total Other Expenses	524,365.04	573,247.18	687,615.00	901,415.00
Total Expense	524,409.14	573,291.28	687,615.00	902,415.00
Net Ordinary Income	152,611.64	114,296.69	5,211.00	-216,115.00
Net Income	152,611.64	114,296.69	5,211.00	-216,115.00

TAXPAYER IMPACT STATEMENT

	Current Budget Fiscal Year Ending July 31, 2026**	Proposed Amended Budget Fiscal Year Ending July 31, 2027**	No-New-Revenue Tax Rate Budget***
Estimated District Operations and Maintenance Tax Bill on Average Homestead*	\$900.39	\$900.39	\$900.39

*Denton County Municipal Utility District No. 5 (the "District") levies taxes in accordance with the Texas Water Code. The District's operations and maintenance tax rate is equal to \$0.24 per \$100 of assessed value. Average homestead values are determined by the Denton Central 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.