

SMILEY ROAD WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1

TO: THE BOARD OF DIRECTORS OF SMILEY ROAD WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1 AND TO ALL OTHER INTERESTED PERSONS:

Notice is hereby given pursuant to VTCA, Government Code §551, that the Board of Directors of Smiley Road Water Control and Improvement District No. 1 will hold a regular meeting on **Wednesday, July 15, 2026 at 12:00 noon at BGE, Inc., 2595 Dallas Parkway, Suite 101, Frisco, TX 75034** for the following purposes:

1. Call to order;
2. Public communications and comments;
3. Review and approve Minutes of June 17, 2026, Board of Directors meeting;
4. Hear report from Financial Advisor;
5. Consider review and acceptance of engineer's report including:
 - a. Status of construction projects within the District;
 - b. Authorizing preparation of construction plans/specifications for water, sewer, and drainage and paving improvements;
 - c. Consider approval/ratification of construction plans and specifications;
 - d. Consider approval/ratification of bid advertisements for construction projects;
 - e. Consider approval/ratification of award of contracts for construction projects;
 - f. Consider approval/ratification of contractor pay estimates, change orders;
 - g. Consider acceptance of certificate of completion; and
 - h. Consider approval of repair and maintenance of District facilities.
6. Hear update from developer and take any action in connection with plat approval, amended and reimbursement agreements or assignments thereunder, or other development related items;
7. Ratify and approve Order Authorizing Application for Approval of Project for Bond Issue and Requesting Waivers;
8. Review and approve bookkeeping and tax collection reports, budget and take any action on bookkeeping related matters including quarterly investment reports; investment recommendations; new account related matters; updated list of designated banks; revisions to engagement letter for bookkeeping services; adoption of financial policies; and authorize release of checks as noted on report;
9. Consider review and adopt Resolution Adopting Amended Operating Budget 2026-2027;
10. Discuss tentative date for next meeting; and
11. Adjournment.

Dated: July 8, 2026.



SMILEY ROAD WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1

Ross S. Martin, Attorney for District

The Board of Directors may enter Executive Session pursuant to Chapter 551, Subchapter D, Texas Government Code, to consult with attorney regarding pending or contemplated litigation, including settlement offers; deliberate regarding real property; personnel matters; and conference with employees.

6/16/26
Operating Budget

Smiley Road Water Control and Improvement District No. 1 Budget
General Fund Operating Budget
May 2026 thru April 2027

	May-26	Jun-26	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-26	Jan-27	Feb-27	Mar-27	Apr-27	Amended Budget	Difference	26-27 Budget
Revenue															
Property Tax Revenue							92,480	601,120	138,720	92,480			924,800	(0)	924,800
Interest Revenue	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000	-	60,000
Total Revenue	5,000	5,000	5,000	5,000	5,000	5,000	97,480	606,120	143,720	97,480	5,000	5,000	984,800	(0)	984,800
Expense															
Accounting	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	26,400	2,400	24,000
Audit			10,000		5,750								15,750	250	15,500
Delivery/Courier		20		20		20		25		25		25	135	-	135
Directors Fees & Exp	1,213	1,213	1,213	1,213	1,213	1,213	1,213	1,213	1,213	1,213	1,213	1,213	14,560	(0)	14,560
Engineering	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500	90,000	30,000	60,000
Capital Improvement Plan	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	300,000	300,000	-
Insurance	-	-	-	-	-	4,097	-	-	-	-	-	-	4,097	720	3,377
Legal	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	120,000	-	120,000
Disclosure Counsel	-	-	-	-	-	-	-	-	2,300	-	-	-	2,300	-	2,300
Office Expense	-	-	-	-	-	150	-	-	-	-	-	-	150	-	150
Debt Service Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Utilities	1,333	1,333	1,333	1,333	1,333	1,333	1,333	1,333	1,333	1,333	1,333	1,333	20,000	9,200	10,800
R&M				60,000					40,000				100,000	-	100,000
GIS Web Mapping	600												600	-	600
Total Expense	47,847	47,267	57,247	107,267	52,997	51,514	47,247	47,272	89,547	47,272	47,247	47,272	693,992	342,570	351,422
Net Income	(42,847)	(42,267)	(52,247)	(102,267)	(47,997)	(46,514)	50,233	558,848	54,173	50,208	(42,247)	(42,272)	290,808	(342,570)	633,378

*Property Tax Revenue is calculated with a M & O rate of \$0.36 per \$100 of value; 0.98% collection rate.

Taxpayer Impact Statement

Budget Year	2025-2026 ⁽¹⁾	2026-2027
Average homestead taxable value	\$568,070 ⁽²⁾	\$568,070 ⁽³⁾
Tax Rate Comparison (per \$100 of value)	\$1.00 (current rate)	\$1.00 (proposed budgeted rate) ⁽⁴⁾
Tax on average homestead	\$5,680.70	\$5,680.70 ⁽⁴⁾
No New Revenue rate comparison (per \$100 of value)	\$1.00 (current rate)	\$1.00 (budgeted rate)
Tax on average homestead at NNR	\$5,680.70	\$5,680.70

(1) Please see the 2025 Taxing Entity Tax Worksheet for more information regarding tax rate calculations for 2025-2026.

(2) Based on the Certified Total provided on July 25, 2025

(3) Estimated. Actual value will be released on or about July 25, 2026.

(3) Estimated, subject to change. The actual tax rate is anticipated to be set in August 2026.