

**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, September 8, 2026**, at **11000 Frisco Street, Suite 400, Frisco, Texas 75033**, at which meeting the following items will be considered and acted on:

1. **PUBLIC HEARING ON PROPOSED 2026 TAX RATE;**
2. Consider approving Order Setting 2026 Tax Rate;
3. Consider approving Amendment to Notice to Sellers and Purchasers;
4. Hear from Public (public session limited to 15 minutes; each speaker limited to 3 minutes);
5. Hear Peace Officer's Report and take action thereon;
6. Consider approving Minutes of August 11, 2026;
7. Hear Financial Advisor's Report and take any thereon;
8. 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 Amended Budget for FYE July 31, 2027;
9. 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;
10. Hear Attorney's Report and take any action thereon.

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 1st day of September, 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 Amended Budget**  
August 2026 through July 2027

|                                        | Adopted<br><u>Aug '26 - Jul 27</u> | Proposed Amended<br><u>Aug '26 - Jul 27</u> |
|----------------------------------------|------------------------------------|---------------------------------------------|
| <b>Ordinary Income/Expense</b>         |                                    |                                             |
| <b>Income</b>                          |                                    |                                             |
| <b>Other Revenues</b>                  |                                    |                                             |
| 4320 · Maintenance Taxes               | 636,300.00                         | 596,600.00                                  |
| 4321 · Public Safety Fees              | 216,000.00                         | 216,000.00                                  |
| 5391 · Interest Income                 | 50,000.00                          | 50,000.00                                   |
| <b>Total Other Revenues</b>            | <u>902,300.00</u>                  | <u>862,600.00</u>                           |
| <b>Total Income</b>                    | <u>902,300.00</u>                  | <u>862,600.00</u>                           |
| <b>Gross Profit</b>                    | <u>902,300.00</u>                  | <u>862,600.00</u>                           |
| <b>Expense</b>                         |                                    |                                             |
| <b>Water Expenses</b>                  |                                    |                                             |
| 6100 · Bulk Water Purchases            | 1,000.00                           | 1,000.00                                    |
| <b>Total Water Expenses</b>            | <u>1,000.00</u>                    | <u>1,000.00</u>                             |
| <b>Other Expenses</b>                  |                                    |                                             |
| 6310 · Director Fees                   | 30,000.00                          | 30,000.00                                   |
| 6314 · Payroll Taxes                   | 2,400.00                           | 2,400.00                                    |
| 6320 · Legal Fees                      | 80,000.00                          | 80,000.00                                   |
| 6321 · Auditing Fees                   | 16,500.00                          | 16,500.00                                   |
| 6322 · Engineering Fees                | 35,000.00                          | 35,000.00                                   |
| 6325 · Election Expense                | 0.00                               | 0.00                                        |
| 6333 · Bookkeeping Fees                | 20,000.00                          | 20,000.00                                   |
| 6335 · M&R - Other Facilities          | 100,000.00                         | 100,000.00                                  |
| 6338 · Legal Notices/Other Publication | 1,500.00                           | 1,500.00                                    |
| 6352 · Utilities                       | 10,000.00                          | 10,000.00                                   |
| 6353 · Insurance                       | 3,500.00                           | 3,500.00                                    |
| 6354 · Travel Expense                  | 3,000.00                           | 3,000.00                                    |
| 6356 · Registration/Membership Fees    | 750.00                             | 750.00                                      |
| 6357 · Website Expenses                | 1,000.00                           | 1,000.00                                    |
| 6359 · Other Expenses                  | 3,000.00                           | 3,000.00                                    |
| 6395 · Security Service                | 265,721.00                         | 265,721.00                                  |
| 6396 · Security Service - Flock        | 20,000.00                          | 20,000.00                                   |
| 6397 · Fire & EMS                      | 200,544.00                         | 200,544.00                                  |
| 6435 · Road Maintenance                | 25,000.00                          | 25,000.00                                   |
| <b>Total Other Expenses</b>            | <u>817,915.00</u>                  | <u>817,915.00</u>                           |
| <b>Total Expense</b>                   | <u>818,915.00</u>                  | <u>818,915.00</u>                           |
| <b>Net Ordinary Income</b>             | <u>83,385.00</u>                   | <u>43,685.00</u>                            |
| <b>Net Income</b>                      | <u><u>83,385.00</u></u>            | <u><u>43,685.00</u></u>                     |

## TAXPAYER IMPACT STATEMENT

|                                                                                 | Current Budget<br>Fiscal Year Ending<br>[July 2026]** | Proposed Budget<br>Fiscal Year Ending<br>[July 2027]** | No-New-Revenue Tax<br>Rate Budget*** |
|---------------------------------------------------------------------------------|-------------------------------------------------------|--------------------------------------------------------|--------------------------------------|
| Estimated District Operations and<br>Maintenance Tax Bill on Average Homestead* | [\$687.36]                                            | [\$690.74]                                             | [\$687.36]                           |

\*The District levies taxes in accordance with the Texas Water Code. The District's current operations and maintenance tax rate is equal to \$[0.24] 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.