

NOTICE OF MEETING

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 43 OF HARRIS COUNTY, TEXAS

TO: THE BOARD OF DIRECTORS OF HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 43 AND ALL OTHER INTERESTED PERSONS:

Notice is hereby given that the Board of Directors of Harris County Municipal Utility District No. 43 of Harris County, Texas, will hold a regular meeting, open to the public, on **Thursday, FEBRUARY 19, 2026 at 12:00 P.M., at Hunton Andrews Kurth LLP, 600 Travis St., Suite 4200, Houston, Texas 77002**, to consider and take action upon the following matters:

1. Hear comments from District residents.
2. Review and approve minutes of the following Board meetings: January 13, 2026, January 22, 2026 and February 10, 2026.
3. Bookkeeper's report:
 - a. fund balances and disbursements;
 - b. payment of bills;
 - c. approve investment report; and
 - d. discuss and consider approving amended budget due to an increase in cost of trash collection services.
4. Tax Assessor/Collector's report:
 - a. collections;
 - b. account balances;
 - c. disbursements;
 - d. tax transfers;
 - e. consider approval of First Billing Services for processing of credit card payments; and
 - f. discuss and consider approval of Assignment of, Assumption of, and Amendment to Agreement for Services of Tax Assessor/Collector.
5. Delinquent Tax Attorney's report:
 - a. collection activity;
 - b. filing of lawsuits;
 - c. cut-offs due to non-payment of taxes;
 - d. installment agreements;
 - e. write-offs/uncollectibles; and
 - f. demand letters.
6. Operator's report:
 - a. connection activity;
 - b. regulatory matters (permitting, subsidence);
 - c. water production and accountability;
 - d. billing, collections; and collection agency issues;

- e. delinquent accounts;
 - f. operations, maintenance, and repairs of District facilities;
 - g. manhole investigations;
 - h. review tree estimates and take action regarding approval.
7. Conduct hearing on termination of water and sewer service to delinquent accounts and take action, if appropriate.
8. Review engineer's report and take any necessary action concerning on-going construction within the District:
- a. consider pay estimates;
 - b. authorize additional construction bid advertisement if necessary, and if timely;
 - c. award contracts on additional District improvements;
 - d. consider any change orders; and
 - e. discuss engineering services and take any necessary action in connection with engineering matters;
9. Hear update regarding TCEQ bond application.
10. Hear report from Yellowstone regarding maintenance and upkeep of drainage facilities and authorize any necessary repairs or improvements.
11. Hear report from Touchstone District Services regarding District website and discuss and consider posting recommended articles on the District website.
12. Update on status of petition signatures regarding installation of "No Truck Parking" signs, "No Overnight Parking of Commercial Vehicles" signs, and similar signs in the District.
13. Consider approval of director attendance at the June 18- 20, 2026 AWBD Summer Conference in Grapevine, Texas.
14. Attorney's Report.
15. Director's comments.

s/ Tom Sage

Attorney for the District



HARRIS COUNTY #43 MUNICIPAL UTILITY DISTRICT

TAXPAYER IMPACT STATEMENT

Fiscal Year 2026

This information is provided pursuant to Texas Government Code 551.043, as amended by House Bill 1522 of the 89th Texas Legislature, effective September 1, 2025.

Average Taxable Homestead Value (1)

Current Fiscal Year 2025	\$216,473
Upcoming fiscal Year 2026	\$223,282

Estimated Annual Tax Bill Comparison for the Average Homestead Property (1)

Property Tax Bill for the Current Fiscal Year

based on Total Tax Rate	\$1,180.73
based on Maintenance & Operations Tax Rate only	\$ 454.46

Estimated Property Tax bill for the Upcoming Fiscal Year

If the Proposed Budget (2) is adopted

based on Total Tax Rate	\$1,217.86
based on Maintenance & Operations Tax Rate only	\$ 514.53

Estimated Property Tax bill for the Upcoming Fiscal Year

If a Balanced Budget funded at the No-New-Revenue Tax Rate

as calculated under Texas Tax Code Chapter 26 is adopted (3)

based on Total Tax Rate	\$1,162.50
based on Maintenance & Operations Tax Rate only	\$ 492.06

(1) House Bill 1522 states that a taxpayer impact statement must show, for the median-valued homestead property, a comparison of the property tax bill in dollars pertaining to the property for the current fiscal year to an estimate of the property tax bill in dollars for the same property for the upcoming fiscal year. Harris County MUD # 43 Ad Valorem Tax rates are based on property values established by the Harris Central Appraisal District.

(2) A copy of the Proposed Budget for the Upcoming fiscal Year is available on the district's website:

<https://www.hcmud43.org/>.

(3) The No-New-Revenue Tax Rate, expressed in dollars per \$100 of taxable value is calculated as follows:

$$\text{No-New-Revenue Tax Rate} = \frac{(\text{Last Year's Levy} - \text{Lost Property Levy})}{(\text{Current Total Value} - \text{New Property Value})}$$

The definitions for "Last Year's Levy", "Lost Property Levy", "Current total Value" and "New Property Value" are provided in Texas Tax Code 26.012.

HARRIS COUNTY MUD # 43
PROPOSED AMENDED 2026 BUDGET

Income

4100 · WATER SERVICE FEES	410,000
4101 · NH COUNTY WATER AUTH.	610,000
4104 · HOA SECURITY CONTRIBUTIONS	0
4120 · RECONNECTION FEES	19,000
4200 · SEWER SERVICE FEES	1,035,000
4330 · PENALTIES	75,000
4600 · TAPS CONNECTIONS (W&S)	0
5380 · MISC. ITEMS	24,000
5391 · INTEREST EARNINGS	65,000
5398 · MAINTENANCE TAX	1,088,000

Total Income	<u>3,326,000</u>
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Expense

6100 · IRRIGATION EXPENSE	0
6135 · MAINTENANCE & REPAIRS (W)	200,000
6137 · DETENTION POND EXPENSES	150,000
6138 · HCWCID #136	5,000
6140 · PARK MAINTENANCE	75,000
6142 · CHEMICALS (W&S)/ LAB EXPENSE	40,000
6170 · WATER TAPS	0
6180 · RECONNECT CHARGES	15,000
6201 · PURCHASE SEWER SERVICES	250,000
6235 · MAINTENANCE & REPAIRS (S)	120,000
6240 · SLUDGE	30,000
6241 · WWTP MAINTENANCE & REPAIR	25,000
6242 · WWTP LANDSCAPING & MAINT	15,000
6310 · DIRECTORS FEES	36,000
6320 · LEGAL FEES	110,000
6321 · AUDIT FEES	25,000
6322 · ENGINEERING FEES	70,000
6324 · HURRICANE PREPAREDNESS EXPENSE	3,000
6325 · ELECTION EXPENSES	0
6326 · PERMIT FEES	5,000
6331 · DELINQUENT NOTICES	20,000
6332 · OPERATORS CONTRACT	154,000
6333 · BOOKKEEPING	24,000
6337 · SECURITY	346,000
6340 · PRINTING & POSTAGE	30,000
6346 · GARBAGE EXPENSES	727,000
6352 · RELIANT ENERGY/SW BELL/SAG	160,000
6353 · INSURANCE PREMIUMS	61,000
6354 · TRAVEL EXPENSES	11,500
6356 · WEBSITE EXPENSE	15,000
6359 · MISC. EXPENSES	16,000
6360 · REGULATORY ASSESMENT FEE	10,000
6378 · NH COUNTY WATER AUTHORITY	550,000
6400 · HC43 BUILDING EXPENSE	25,000
7102 · PAYROLL ADMINISTRATION	2,500

Total Expense	<u>3,326,000</u>
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Gain / Loss	<u>0</u>
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Prior Period Reserve

Harris County MUD 43 Budgets		2026 Approved Revised Budget	2025 Approved Budget	\$\$\$ Change	% Change	2025 Approved Budget	2024 Approved Budget	\$\$\$ Change	% Change
Income									
4100 - WATER SERVICE FEES		410,000	500,000			500,000	500,000		
4101 - NH COUNTY WATER AUTH.		610,000	810,000			810,000	810,000		
4104 - HOA SECURITY CONTRIBUTIONS		0	32,000			32,000	77,600		
4120 - RECONNECTION FEES		19,000	19,000			19,000	17,000		
4200 - SEWER SERVICE FEES		1,035,000	983,000			983,000	955,000		
4300 - PENALTIES		75,000	100,000			100,000	75,000		
4600 - TAPS CONNECTIONS (WAS)		0	0			0	5,000		
5300 - MISC. ITEMS		24,000	10,000			10,000	35,000		
5301 - INTEREST EARNINGS		65,000	70,000			70,000	50,000		
5398 - MAINTENANCE TAX		1,089,000	1,020,000			1,020,000	980,000		
Total Income		3,326,000	3,544,000	(218,000)	-6.2%	3,544,000	3,474,500	69,400	2.0%
Expense									
6100 - IRRIGATION EXPENSE		0	6,500			6,500	6,500		
6135 - MAINTENANCE & REPAIRS (M)		200,000	200,000			200,000	200,000		
6137 - DETENTION POND EXPENSES		150,000	150,000			150,000	160,000		
6138 - HOWCD #138		5,000	5,000			5,000	5,000		
6140 - PARK MAINTENANCE		75,000	75,000			75,000	90,000		
6142 - CHEMICALS (WAS)/ LAB EXPENSE		40,000	40,000			40,000	40,000		
6170 - WATER TAPS		0	0			0	2,500		
6180 - RECONNECT CHARGES		15,000	30,000			30,000	30,000		
6201 - PURCHASE SEWER SERVICES		250,000	380,000			380,000	450,000		
6238 - MAINTENANCE & REPAIRS (S)		120,000	100,000			100,000	40,000		
6240 - SLUDGE		30,000	15,000			15,000	15,000		
6241 - WWTP MAINTENANCE & REPAIR		25,000	25,000			25,000	20,000		
6242 - WWTP LANDSCAPING & MAINT		15,000	15,000			15,000	7,000		
6310 - DIRECTORS FEES		36,000	36,000			36,000	36,000		
6320 - LEGAL FEES		110,000	85,000			85,000	89,000		
6321 - AUDIT FEES		70,000	70,000			70,000	70,000		
6322 - ENGINEERING FEES		3,000	3,000			3,000	3,000		
6324 - HURRICANE PREPAREDNESS EXPENSE		0	0			0	50,000		
6326 - ELECTION EXPENSES		5,000	5,000			5,000	5,000		
6328 - PERMIT FEES		20,000	60,000			60,000	54,600		
6331 - DELINQUENT NOTICES		154,000	154,000			154,000	150,000		
6332 - OPERATORS CONTRACT		24,000	24,000			24,000	21,000		
6333 - BOOKKEEPING		946,000	331,000			331,000	325,000		
6337 - SECURITY		30,000	40,000			40,000	25,000		
6340 - PRINTING & POSTAGE		727,000	650,000			650,000	566,000		
6346 - GARBAGE EXPENSES		160,000	150,000			150,000	140,000		
6352 - RELIANT ENERGY/SH BELLUSAG		61,000	42,000			42,000	50,000		
6353 - INSURANCE PREMIUMS		11,500	11,500			11,500	12,000		
6354 - TRAVEL EXPENSES		15,000	15,000			15,000	20,000		
6356 - WEB EXPENSE		16,000	15,000			15,000	15,000		
6359 - MISC. EXPENSES		10,000	10,000			10,000	10,000		
6360 - REGULATORY ASSESSMENT FEE		550,000	750,000			750,000	750,000		
6379 - NH COUNTY WATER AUTHORITY		25,000	25,000			25,000	25,000		
6400 - HOA WWTP BUILDING EXP		2,500	1,000			1,000	1,000		
7102 - PAYROLL ADMINISTRATION									
Total Expense		3,326,000	3,544,000	-218,000	-6.2%	3,544,000	3,504,500	39,400	1.1%
Gain / Loss		0	0	0	MOV/01	0	(50,000)	30,000	-100.0%