AMEDNED AND RESTATED NOTICE OF MEETING FORT BEND COUNTY FRESH WATER SUPPLY DISTRICT NO. 1 OF FORT BEND COUNTY, TEXAS

Notice is hereby given that the Board of Supervisors of Fort Bend County Fresh Water Supply District No. 1 will meet in regular session, open to the public, at 6:00 p.m. on Thursday, January 20, 2022, at the Mustang Community Center, 4521 F.M. 521 North, Fresno, Fort Bend County, Texas, 77545, a designated meeting place of the Board inside the boundaries of the District.

Electronic copies of the meeting materials are available at **www.fortbendwater1.com** at such time as the meeting occurs. At the meeting the following items will be considered:

1. Hear from public solely regarding matters on the agenda (limited to 3 minutes per person).

2. Receive report from Financial Advisor on \$10,450,000 Unlimited Tax Bonds, Series 2022, including:

- A. Adopt Order Adopting Preliminary Official Statement, Bid Form, and Notice of Sale for \$10,450,000 Unlimited Tax Bonds, Series 2022, authorizing distribution thereof, and authorizing publication of Official Notice of Sale;
- B. Authorize other appropriate action;

3. Review Bookkeeper's Report and consider taking action thereon, including:

- A. Approval of bills submitted to the District for payment.
- B. Review Investment Report and authorize necessary action in connection therewith.
- C. Review Collateral Pledge Report and Investment Policy and authorize necessary action in connection therewith including any amendments or changes thereto.
- D. Discuss depository institutions and take any necessary related actions.

4. Review Tax Assessor/Collector's Report and consider taking action thereon, including:

- A. Approve write-offs as recommended by the Fort Bend County Tax Assessor/Collector.
- B. Approve Interlocal Agreement for Collection of Taxes with Fort Bend County.

5. Review Engineer's Report and consider taking action thereon, including:

- A. Report on status of projects including: (i) Water Plant No. 1 recoat work, (iv) Water Plant No. 2, (v) Gateway Acres Subdivision wastewater collection system, (vi) Fresno Ranchos Subdivision lift station and force main, and (vii) Gateway Acres Subdivision wastewater plumbing contract, and take action related thereto, including authorize advertisement of bids, award of contracts, approval of pay estimates and change orders.
- B. Authorize Engineer to prepare plans and specifications for water and wastewater systems projects, and authorize solicitation/advertisement of bids for construction of water system and wastewater system projects as necessary.
- C. Report on status of project funding, and take necessary action related thereto, including update on TCEQ Bond Application.
- D. Report on projections for District Water and Wastewater Projects.
- E. Discuss Emergency Preparedness Plan and take any necessary action related thereto.
- F. Update concerning status of non-residential connections.
- G. Update concerning emergency water interconnect with BC MUD 21.
- H. Update of status of City of Arcola water plant.
- I. Update on status of WWTP expansion.
- J. Update concerning road widening projects within the District.

6. Review Operator's Report and consider taking action thereon, including:

- A. Approval of repairs to water and wastewater systems.
- B. Approval of requests for water taps.
- C. Approval of water termination list.
- D. Approve Assignment of Operations Contract.

7. Attorney's Report and consider taking action thereon, including.

- A. Approval of minutes of meeting held on December 17, 2021.
- B. Discuss and take action on Regional Facilities Contract.
- 8. Regional Plant Committee Report and consider taking action thereon.
- 9. Authorize auditor to proceed with audit for District records for fiscal year ending December 31, 2021.
- 10. Hear from public.

The meeting is also available by **ZOOM**, please use the link: https://us02web_zoom.us/j/85299889886?pwd=Zm5pdVRwVmlwakNzaHJzenhiRUkwUT09
The Meeting ID is 852 9988 9886 and the password is 286922.

Pursuant to V.T.C.A. Government Code §551, the Board of Supervisors 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 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 Attorney's on any or all matters or subjects authorized by law, pending or contemplated litigation, personnel matters, real estate transactions, security devices, economic development negotiations and/or gifts and donations.

FORT BEND COUNTY FRESH WATER SUPPLY DISTRICT NO. 1

Sanford Kuld Hagan Kuglid Parker Kulif LLP

^{5001.1} Page 2

FORT BEND COUNTY FRESH WATER SUPPLY DISTRICT NO. 1 (Fort Bend County, Texas)

PRELIMINARY OFFICIAL STATEMENT DATED: JANUARY 20, 2022

\$10,450,000 UNLIMITED TAX BONDS SERIES 2022

SUBMISSION OF BIDS: 1:30 P.M., CENTRAL TIME THURSDAY, FEBRUARY 17, 2022

AWARD OF BIDS: 6:00 P.M., CENTRAL TIME THURSDAY, FEBRUARY 17, 2022



Page 3

OFFICIAL NOTICE OF SALE

\$10,450,000

FORT BEND COUNTY FRESH WATER SUPPLY DISTRICT NO. 1

(A political subdivision of the State of Texas located in Fort Bend County)

UNLIMITED TAX BONDS SERIES 2022

BIDS TO BE SUBMITTED BY: 1:30 P.M., CENTRAL TIME THURSDAY, FEBRUARY 17, 2022

BONDS TO BE AWARDED: 6:00 P.M., CENTRAL TIME THURSDAY, FEBRUARY 17, 2022 This Official Notice of Sale does not alone constitute an invitation for bids, but is merely notice of sale of the bonds described herein. The invitation for such bids is being made by means of this Official Notice of Sale, the Official Bid Form, and the Official Statement (see "OFFICIAL STATEMENT – Final Official Statement" below).

OFFICIAL NOTICE OF SALE

\$10,450,000

FORT BEND COUNTY FRESH WATER SUPPLY DISTRICT NO. 1

(A political subdivision of the State of Texas located in Fort Bend County)

UNLIMITED TAX BONDS

SERIES 2022

BONDS OFFERED FOR SALE AT COMPETITIVE BID: The Board of Supervisors (the "Board") of Fort Bend County Fresh Water Supply District No. 1 (the "District") is offering for sale at competitive bid \$10,450,000 Unlimited Tax Bonds, Series 2022 (the "Bonds").

<u>METHODS FOR SUBMISSION OF BIDS AND BID FORMS</u>: Bids for the Bonds may be submitted by any one of the following methods:

- 1. Submit bids in writing as described below under "WRITTEN BIDDING PROCEDURE."
- 2. Submit bids electronically as described below under "ELECTRONIC BIDDING PROCEDURE."
- 3. Submit bids by telephone as described below under "TELEPHONIC BIDDING PROCEDURE."

All bids must be submitted by 1:30 P.M., Central Time, on Thursday, February 17, 2022. Any prospective bidder must also submit, by 1:30 P.M., Central Time, on Thursday, February 17, 2022, signed Official Bid Form(s) to the District's financial advisor, Robert W. Baird & Co. Incorporated (the "Financial Advisor"), as more fully described below. Any bid or bid form submitted after such scheduled time for bid receipt will not be accepted and will be returned unopened. The District will not accept bids by facsimile transmission. See "CONDITIONS OF SALE – REQUIRED DISCLOSURE OF INTERESTED PARTIES" for additional requirements concerning submission of bids.

WRITTEN BIDDING PROCEDURE: A prospective bidder that intends to submit its bid in writing must do so in accordance with this paragraph. Two (2) sealed bids, which must be submitted on the Official Bid Form and plainly marked "Bid for Bonds," are to be addressed to "President and Board of Supervisors, Fort Bend County Fresh Water Supply District No. 1." The two (2) sealed bids must be submitted on signed Official Bid Forms and delivered, by 1:30 P.M., Central Time, on Thursday, February 17, 2022, to the office of the Financial Advisor, as follows: Robert W. Baird & Co. Incorporated, Attn: Jan Bartholomew, 1331 Lamar Street, Suite 1360, Houston, Texas 77010. For purposes of the written bidding procedure, the time as maintained by PARITY (defined below) shall constitute the official time.

ELECTRONIC BIDDING PROCEDURE: A prospective bidder that intends to submit an electronic bid must submit its electronic bid through the facilities of PARITY. A prospective bidder that intends to submit an electronic bid must also submit, prior to 1:30 P.M., Central Time, on Thursday, February 17, 2022, one (1) signed copy of the Official Bid Form that is executed by an authorized representative of the bidder but otherwise incomplete, to Robert W. Baird & Co. Incorporated, Attn: Jan Bartholomew, 1331 Lamar Street, Suite 1360, Houston, Texas 77010. Subscription to the PARITY/BIDCOMP Electronic Bid Submission System ("PARITY") is required in order to submit an electronic bid. The District will neither confirm any subscription nor be responsible for the failure of any prospective bidder to subscribe. Electronic bids must be received via PARITY in the manner described below, by 1:30 P.M., Central Time, on Thursday, February 17, 2022.

Electronic bids must be submitted via PARITY in accordance with this Official Notice of Sale, by 1:30 P.M., Central Time on the date of sale, but no bid will be received after the time for receiving bids specified above. An electronic bid made through the facilities of PARITY shall be deemed an irrevocable offer to purchase the

Bonds on the terms provided in this Official Notice of Sale and shall be binding upon the bidder as if made by a signed, sealed bid delivered to the District. The District shall not be responsible for any malfunction or mistake made by, or as a result of the use of the facilities of, PARITY, the use of such facilities being the sole risk of the prospective bidder.

If any provisions of this Official Notice of Sale shall conflict with information provided by PARITY as the approved provider of electronic bidding services, this Official Notice of Sale shall control. Further information about PARITY, including any fee charged, may be obtained from i-Deal, 1359 Broadway, 2nd Floor, New York, New York 10018, (212) 849-5000.

For purposes of the electronic bidding process, the time as maintained by PARITY shall constitute the official time. For information purposes only, bidders are requested to state in their electronic bids the net effective interest rate to the District, as described under "CONDITIONS OF SALE – BASIS OF AWARD" below. All electronic bids shall be deemed to incorporate the provisions of this Official Notice of Sale and the Official Bid Form. See "CONDITIONS OF SALE – REQUIRED DISCLOSURE OF INTERESTED PARTIES" for additional requirements concerning submission of bids.

TELEPHONIC BIDDING PROCEDURE: Any prospective bidder that intends to submit its bid by telephone must submit its bid in accordance with this section. Prior to 1:30 P.M., Central Time, on Thursday, February 17, 2022, bidders must submit two (2) signed Official Bid Forms, executed by an authorized representative of the bidder but otherwise incomplete, to Robert W. Baird & Co. Incorporated, Attn: Jan Bartholomew, 1331 Lamar Street, Suite 1360, Houston, Texas 77010. Bidders who have provided signed bid forms may thereafter submit bids by telephone on the date of sale by 1:30 P.M., Central Time. For purposes of the telephonic bidding process, the time as maintained by Parity shall constitute the official time. Inquiries with respect to this procedure may be directed to Jan Bartholomew of Robert W. Baird & Co. Incorporated at (713) 230-6121.

Jan Bartholomew of Robert W. Baird & Co. Incorporated will call telephone bidders who have submitted signed Official Bid Forms prior to the date of the sale. Contact Jan Bartholomew of Robert W. Baird & Co. Incorporated, on the day of the sale to obtain the phone number for submission of telephone bids.

<u>LATE BIDS AND IRREGULARITIES</u>: Robert W. Baird & Co. Incorporated is not authorized and will not be responsible for the submission of any bids made after the time prescribed, nor does the District or Robert W. Baird & Co. Incorporated assume any responsibility or liability with respect to any irregularities associated with the submission, delivery, or electronic transmission of any bid. <u>The District and the Board reserve the right to reject any and all bids and to waive any irregularities, except time of filing.</u>

AWARD AND SALE OF THE BONDS: The Board of the District will take action to adopt an order authorizing the issuance and awarding sale of the Bonds (the "Bond Order") or will reject all bids promptly after the opening of bids at 6:00 P.M., Central Time, on Thursday, February 17, 2022. Please consult the public notice for said meeting for details regarding public access. The District reserves the right to postpone the bond sale if necessary or appropriate. Please note that all bids must comply with the requirements listed in "CONDITIONS OF SALE – REQUIRED DISCLOSURE OF INTERESTED PARTIES."

THE BONDS

DESCRIPTION OF CERTAIN TERMS OF THE BONDS: The Bonds will be dated and accrue interest from March 1, 2022, with interest payable on August 15, 2022, and on each February 15 and August 15 thereafter (each an "Interest Payment Date") until the earlier of maturity or prior redemption. The Bonds will be issued only in fully registered form. Principal is payable to the registered owner(s) of the Bonds (the "Bondholder(s)") upon presentation and surrender at the principal corporate trust office of the paying agent/registrar, initially, Zions Bancorporation, National Association, Houston, Texas, (the "Paying Agent/Registrar"). Interest on the Bonds will be payable by check of the Paying Agent/Registrar, dated as of the Interest Payment Date, and mailed by the Paying Agent/Registrar to the Bondholders, as shown on the records of the Paying Agent/Registrar at the close of business on the 15th day of the calendar month next preceding each Interest Payment Date (the "Record Date"). The Bonds will be registered in the name of Cede & Co. as nominee for The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Bonds. Beneficial owners of the Bonds will not receive physical certificates representing the Bonds, but will receive a credit balance on the books of the nominees of such beneficial owners. So long as Cede & Co. is the registered owner of the Bonds,

the principal of and interest on the Bonds will be paid by the Paying Agent/Registrar directly to DTC, which will, in turn, remit such principal and interest to its participants for subsequent disbursement to the beneficial owners of the Bonds as described herein. See "THE BONDS – Book-Entry-Only System" in the Preliminary Official Statement. The Bonds will mature serially on September 1 in each of the following years in the following amounts:

Maturity	Principal	Maturity	Principal	
(August 15)	Amount	(August 15)	Amount	
2038	\$280,000	2043	\$1,270,000	
2039	790,000	2044	1,320,000	
2040	1,120,000	2045	1,385,000	
2041	1,170,000	2046	1,895,000	
2042	1.220.000			

<u>SERIAL BONDS AND TERM BONDS</u>: Bidders may provide that all the Bonds be issued as serial bonds or may provide that any two or more consecutive annual principal amounts may be combined into one or more term bonds.

REDEMPTION PROVISIONS: The Bonds maturing on and after August 15, 2038, are subject to redemption and payment, at the option of the District, in whole or, from time to time, in part, on August 15, 2037, or on any date thereafter, at a price equal to the principal amount thereof, plus accrued interest thereon to the date fixed for redemption. If less than all the Bonds are redeemed at any time, the District shall determine the maturity or maturities and the amounts thereof to be redeemed, in integral multiples of \$5,000 in principal amount, and if less than all of the Bonds within a maturity are to be redeemed, the Paying Agent/Registrar shall select by lot or other customary method of random selection the Bonds within such maturity to be redeemed. The holder of any Bond, all or a portion of which has been called for redemption, will be required to present such Bond to the Paying Agent/Registrar for payment of the redemption price on the portion of such Bond called for redemption and for the issuance of an exchange Bond in a principal amount equal to the portion of the Bond not so redeemed.

<u>SECURITY FOR PAYMENT</u>: The Bonds, when issued, will constitute valid and binding obligations of the District, payable as to principal and interest from the proceeds of a continuing, direct annual ad valorem tax, without legal limitation as to rate or amount, levied against taxable property within the District.

<u>OTHER TERMS AND COVENANTS</u>: Other terms of the Bonds and the various covenants of the District contained in the Bond Order are described in the Preliminary Official Statement, to which reference is made for all purposes.

<u>USE OF PROCEEDS</u>: Proceeds of the Bonds will be used to (i) fund bond issuance costs; (iii) fund the District for the City of Arcola wastewater treatment plant; Gateway Acres Subdivision Wastewater Collection System; and Fresno Ranchos Subdivision Lift Station and Force Main; (iv) Contingencies, engineering and material testing for item (iii); and surveying for Gateway Acres Subdivision and Fresno Ranchos Subdivision. See "USE AND DISTRIBUTION OF BOND PROCEEDS" in the Preliminary Official Statement.

MUNICIPAL BOND INSURANCE AND RATING: The District has made an application to Assured Guaranty Municipal Corp. and Build America Mutual Assurance Company for a commitment for municipal bond guaranty insurance on the Bonds. The purchase of such insurance, if available, and payment of all associated costs, including the premium charged by the insurer, and fees charged by any rating company, if applicable, will be at the option and expense of the Initial Purchaser (herein defined). The Initial Purchaser understands, by submission of its bid, that the Initial Purchaser is solely responsible for the selection of any insurer and for all negotiations with (i) the insurer as to the premium to be paid and (ii) the insurer and any and all rating companies as to selection of such rating companies, the ratings to be assigned the Bonds as a consequence of the issuance of the municipal bond insurance policy, and the payment of fees in connection with such rating. Moody's Investors Service, Inc. has assigned an underlying credit rating of "_____" to the Bonds. See "MUNICIPAL BOND INSURANCE" and "RATINGS" in the Preliminary Official Statement.

CONDITIONS OF SALE

TYPES OF BIDS AND INTEREST RATES: The Bonds will be sold in one block on an "all or none" basis at a price of not less than 97% of the principal amount thereof, plus accrued interest from the date of the Bonds to the date of delivery. Bidders are to name the rates of interest to be borne by the Bonds, provided that each interest rate bid must be a multiple of 1/8th or 1/20th of 1%. All Bonds maturing within a single year must bear the same rate of interest. The net effective interest rate on the Bonds may not exceed ______%, as calculated pursuant to Chapter 1204 of the Texas Government Code, as amended. No limitation will be imposed upon bidders as to the number of rates which may be used, but the highest rate bid may not exceed the lowest rate bid by more than 2-1/2% in interest rate. Each bid shall indicate the total and net interest costs in dollars and the net effective interest rate determined therefrom, which shall be considered informative only and not as a part of the bid. No bid generating a cash premium greater than \$5,000 will be accepted.

BASIS OF AWARD: For the purpose of awarding sale of the Bonds, the interest cost of each bid will be computed by determining, at the rates specified therein, the total dollar value of all interest on the Bonds from the date thereof to their respective maturities and adding thereto the discount bid, if any. Subject to the District's right to reject any or all bids, sale of the Bonds will be awarded to the bidder (the "Initial Purchaser") whose bid, under the above computation, produces the lowest net interest cost to the District. The Board reserves the right to reject any or all bids. In the event of mathematical discrepancies between the interest rate(s) bid and the interest cost determined therefrom, as both appear on the Official Bid Form, the bid will be governed solely by the interest rate(s) bid.

GOOD FAITH DEPOSIT: Each bid must be accompanied by a bank cashier's check payable to the order of "Fort Bend County Fresh Water Supply District No. 1" in the amount of \$209,000 which is 2.00% of the par value of the Bonds (the "Good Faith Deposit"). "Official Checks" will not be accepted. The check of the Initial Purchaser will be considered as the Good Faith Deposit and will be retained uncashed by the District pending the Initial Purchaser's compliance with the terms of the bid. In the event the Initial Purchaser should fail or refuse to take up and pay for the Bonds in accordance with such terms, then the Good Faith Deposit will be cashed and the proceeds accepted by the District as full and complete liquidated damages. The Good Faith Deposit may accompany the bid or it may be submitted separately; if submitted separately, it shall be made available to the District prior to the opening of the bids and shall be accompanied by instructions from the bank on which it is drawn which authorize its use as the Good Faith Deposit of bidders named in such instructions. THE GOOD FAITH DEPOSIT OF THE INITIAL PURCHASER WILL BE RETURNED TO THE INITIAL PURCHASER UNCASHED ON THE DATE OF DELIVERY OF THE BONDS. No interest will be credited on the Good Faith Deposit. The checks accompanying all other bids will be returned immediately after the bids are opened and the award of the sale of the Bonds has been made.

COMPETITIVE BIDDING AND CERTIFICATE OF INITIAL PURCHASER: In the event that the District does not receive sufficient qualified bids to satisfy the competitive sale requirements of Treasury Regulation § 1.148-1(f)(3)(i), the "hold-the-offering-price rule" shall apply, which will allow the District to treat the initial offering price to the public of each maturity as of the sale date as the issue price of that maturity (the "hold-the-offering-price rule"). So long as the hold-the-offering-price rule applies to any maturity of the Bonds, the Initial Purchaser will neither offer nor sell that maturity to any person at a price that is higher than the initial offering price to the public during the period starting on the sale date and ending on the earlier of the following: (a) the date on which the Initial Purchaser has sold at least 10 percent of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public or (b) the close of the fifth business day after the sale date.

The Initial Purchaser agrees to promptly report to the District's Financial Advisor when it has sold 10 percent of a maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public if that occurs prior to the close of the fifth business day after the sale date. Alternative Certificates of Initial Purchaser are attached for use (I) when the competitive sale requirements of Treasury Regulation \S 1.148-1(f)(3)(i) are met and (II) when such requirements are not met.

REQUIRED DISCLOSURE OF INTERESTED PARTIES: Bidders, including any syndicate member listed on the Official Bid Form, who are not publicly traded business entities, or wholly owned subsidiaries of a publicly traded business entity, must submit to the District a completed and signed Texas Ethics Commission Form 1295 ("TEC Form 1295") in accordance with Texas Government Code Section § 2252.908. If required, the TEC Form

1295 may accompany the Official Bid Form or may be submitted separately, but must be provided to the District prior to the time prescribed for the award of the Bonds. If required the TEC Form 1295 may be provided to the District via facsimile or electronically; however, the original signed TEC Form 1295, including certificate number, must be physically delivered to the District within two business days of the award. The District reserves the right to reject any bid that does not comply with the requirements prescribed herein, if applicable, or to waive any such requirements. For purposes of completing the TEC Form 1295, box two is "Fort Bend County Fresh Water Supply District No. 1" and box 3 is "FB FWSD 1 – S2022 – B." Neither the District nor its consultants have the ability to verify the information included in a TEC Form 1295, and neither have an obligation nor undertake responsibility for advising any bidder with respect to the proper completion of the TEC Form 1295. Consequently, any entity which is not a publicly traded business entity, or a wholly owned subsidiary of a publicly traded business entity, should consult its own advisors to the extent it deems necessary and be prepared to submit the completed form promptly upon notification from the District that its bid is the apparent winning bid.

COMPLIANCE WITH LAWS PROHIBITING CONTRACTS WITH COMPANIES BOYCOTTING ISRAEL AND CERTAIN COMPANIES ENGAGED IN BUSINESS WITH IRAN, SUDAN, OR FOREIGN TERRORIST ORGANIZATIONS: The District will not award the Bonds to a bidder unless the bidder verifies that it, as well as any wholly owned subsidiary, majority-owned subsidiary, parent company, or affiliate of the bidder that exists to make a profit, does not boycott Israel and will not boycott Israel through the delivery date of the Bonds. The term "bidder" as used in this paragraph has the same meaning as the term "company" as set forth in Section 808.001(2) of the Texas Government Code, as such section is modified by Section 2271.001(2) of the Texas Government Code, as amended.

Similarly, the District will not award the Bonds to a bidder unless the bidder certifies that it, as well as any wholly owned subsidiary, majority-owned subsidiary, parent company, or affiliate of the bidder that exists to make a profit, does not engage in business with Iran, Sudan, or a foreign terrorist organization (as defined by Section 2252.151(2), Texas Government Code) and has not been identified as having engaged in business with Iran, Sudan, or a foreign terrorist organization on a list prepared and maintained by the Texas Comptroller of Public Accounts. The term "bidder" as used in this paragraph has the same meaning as the term "company" as set forth in Section 2270.0001(2) of the Texas Government Code, as amended.

By submitting a bid, a bidder makes and certifies to the representations necessary and convenient for compliance with the aforementioned laws and agrees to execute further written certificates as may be necessary or convenient for the District to establish compliance with the aforementioned laws.

COMPLIANCE WITH LAWS PROHIBITING DISCRIMINATION AGAINST FOSSIL-FUEL COMPANIES: The District will not award the Bonds to a bidder unless the bidder verifies on behalf of itself and each syndicate member listed on the Official Bid Form that, to the extent the bid for the Bonds represents a contract for goods or services within the meaning of Section 2274.002 of the Texas Government Code, as amended, solely for purposes of Chapter 2274 of the Texas Government Code, and except to the extent otherwise required by applicable federal law, at the time of execution and delivery of this bid, neither the bidder nor a syndicate member listed on the Official Bid Form, nor any wholly owned subsidiary, majority-owned subsidiary, parent company or affiliate of the same, boycotts or will boycott energy companies. The term "boycott energy company" has the meaning assigned thereto in Section 809.001 of the Texas Government Code, as amended. The term "affiliate" as used in this paragraph means an entity that controls, is controlled by, or is under common control with the bidder within the meaning of SEC Rule 133(f), 17. C.F.R. § 230.133(f), and exists to make a profit.

COMPLIANCE WITH LAWS PROHIBITING DISCRIMINATION AGAINST FIREARM ENTITIES AND FIREARM TRADE ASSOCIATIONS: The District will not award the Bonds to a bidder unless the bidder verifies on behalf of itself and each syndicate member listed on the Official Bid Form that, to the extent the bid for the Bonds represents a contract for goods or services within the meaning of Section 2274.002 of the Texas Government Code, as amended, solely for purposes of Chapter 2274 of the Texas Government Code, and except to the extent otherwise required by applicable federal law, at the time of execution and delivery of this bid, neither the bidder nor a syndicate member listed on the Official Bid Form, nor any wholly owned subsidiary, majority-owned subsidiary, parent company or affiliate of the same, discriminates or will discriminate against a firearm entity or firearm trade association. The term "discriminate against a firearm entity or firearm trade association" as

used in this paragraph has the meaning assigned to such term in Section 2274.001 of the Texas Government Code, as amended. "Firearm entity" means a manufacturer, distributor, wholesaler, supplier, or retailer of firearms, firearm accessories (i.e., devices specifically designed or adapted to enable an individual to wear, carry, store, or mount a firearm on the individual or on a conveyance and items used in conjunction with or mounted on a firearm that are not essential to the basic function of the firearm, including detachable firearm magazines), or ammunition (i.e., a loaded cartridge case, primer, bullet, or propellant powder with or without a projectile) or a sport shooting range (as defined by Section 250.001, Texas Local Government Code). "Firearm trade association" means a person, corporation, unincorporated association, federation, business league, or business organization that (i) is not organized or operated for profit (and none of the net earnings of which insures to the benefit of any private shareholder or individual), (ii) has two or more firearm entities as members, and (iii) is exempt from federal income taxation under Section 501(a), Internal Revenue Code of 1986, as an organization described by Section 501(c) of that code. The term "affiliate" as used in this paragraph means an entity that controls, is controlled by, or is under common control with the bidder within the meaning of SEC Rule 133(f), 17. C.F.R. § 230.133(f), and exists to make a profit.

CONTRACTING INFORMATION: The District will not award the Bonds to a bidder unless the bidder verifies on behalf of itself and each syndicate member listed on the Official Bid Form that, to the extent the Official Bid Form represents a contract for goods or services within the meaning of Section 552.371 of the Texas Government Code, as amended, the bidder and each syndicate member listed on the Official Bid Form will (i) preserve all contracting information related to the bid as provided by the records retention requirements applicable to the District through the delivery date of the Bonds, (ii) promptly provide to the District any contracting information related to the bid that is in the custody or possession of the bidder or any syndicate member on request of the District, and (iii) upon delivery of the Bonds to the bidder, either (a) provide at no cost to the District all contracting information related to the bid that is in the custody or possession of the bidder or any syndicate member or (b) preserve the contracting information related to the bid as provided by the records retention requirements applicable to the District. The term "contracting information" as used in this paragraph has the meaning assigned to such term in Section 552.003 of the Texas Government Code.

By submitting a bid, a bidder makes and certifies to the representations necessary and convenient for compliance with the aforementioned laws and agrees to execute further written certificates as may be necessary or convenient for the District to establish compliance with the aforementioned laws.

OFFICIAL STATEMENT

To assist the Initial Purchaser in complying with Rule 15c2-12 (the "Rule") of the Securities Exchange Act of the United States Securities and Exchange Commission ("SEC"), the District and the Initial Purchaser contract and agree, by the submission and acceptance of the winning bid, as follows:

FINAL OFFICIAL STATEMENT: The District has approved and authorized distribution of the accompanying Preliminary Official Statement for dissemination to potential purchasers of the Bonds, but does not presently intend to prepare any other document or version thereof for such purpose, except as described below. Accordingly, the District intends the Preliminary Official Statement to be final as of its date, within the meaning of the Rule (b)(1), except for information relating to the offering prices, interest rates, final debt service schedule, selling compensation, identity of the Initial Purchaser and other similar information, terms and provisions to be specified in the competitive bidding process. The Initial Purchaser shall be responsible for promptly informing the District of the initial offering yields of the Bonds. Thereafter, the District will complete and authorize distribution of the Official Statement identifying the Initial Purchaser and containing such omitted information. The District does not otherwise intend to amend or supplement the Official Statement, except to take into account certain subsequent events, if any, as described below. By delivering the final Official Statement or any amendment or supplement thereto in the requested quantity to the Initial Purchaser on or after the sale date, the District intends the same to be final as of such date, within the meaning of the Rule. Notwithstanding the foregoing, the only representations concerning the absence of material misstatements or omissions from the Official Statement which are being or which will be made by the District are those described and contained in the Official Statement under the caption "OFFICIAL STATEMENT - Certification as to Official Statement."

CHANGES TO OFFICIAL STATEMENT: If, subsequent to the date of the Official Statement, the District learns, through the ordinary course of business and without undertaking any investigation or examination for such purposes, or is notified by the Initial Purchaser of any adverse event which causes the Official Statement to be materially misleading, and unless the Initial Purchaser elects to terminate its obligation to purchase the Bonds, as described below under "DELIVERY AND ACCOMPANYING DOCUMENTS – CONDITIONS TO DELIVERY," the District will promptly prepare and supply to the Initial Purchaser an appropriate amendment or supplement to the Official Statement satisfactory to the Initial Purchaser; provided, however, that the obligation of the District to do so will terminate when the District delivers the Bonds to the Initial Purchaser, unless the Initial Purchaser notifies the District on or before such date that less than all of the Bonds have been sold to ultimate customers, in which case the District's obligations hereunder will extend for an additional period of time (but not more than 90 days after the date the District delivers the Bonds) until all of the Bonds have been sold to ultimate customers.

<u>DELIVERY OF OFFICIAL STATEMENTS</u>: The District shall furnish to the Initial Purchaser (and to each participating underwriter of the Bonds, within the meaning of the Rule, designated by the Initial Purchaser), within seven (7) business days after the sale date, the aggregate number of Official Statements specified in the winning bid. The District also shall furnish to the Initial Purchaser a like number of any supplements or amendments approved and authorized for distribution by the District for dissemination to potential purchasers of the Bonds, as well as such additional copies of the Official Statement or any such supplements or amendments as the Initial Purchaser may request prior to the 90th day after the end of the underwriting period described in the Rule (e)(2). The District shall pay the expense of preparing the number of copies of the Official Statement specified in the winning bid and an equal number of any supplements or amendments issued on or before the delivery date, but the Initial Purchaser shall pay for all other copies of the Official Statement or any supplement or amendment thereto.

DELIVERY AND ACCOMPANYING DOCUMENTS

<u>DELIVERY OF INITIAL BONDS</u>: Initial delivery of the Bonds ("Initial Delivery") will be as set forth below. Unless otherwise agreed to by the Initial Purchaser, delivery will be at the corporate trust office of the Paying Agent/Registrar in Houston, Texas. Payment for the Bonds must be made in immediately available funds for unconditional credit to the District, or as otherwise directed by the District. If, at the time of closing, the Initial Purchaser has provided the Paying Agent/Registrar five (5) business days' written notice of its registration instructions, the Initial Purchaser shall not be required to pay for the initial Bonds until the Paying Agent/Registrar is able to deliver to the Initial Purchaser definitive, registered Bonds conforming to such registration instructions. The Initial Purchaser will be given six (6) business days' notice of the time fixed for delivery of the Bonds.

It is anticipated that Initial Delivery can be made on or about March 17, 2022, and subject to the aforesaid notice, it is understood and agreed that the Initial Purchaser will accept delivery and make payment for the initial Bonds by 10:00 A.M., Central Time, on March 17, 2022, or thereafter on the date the initial Bonds are tendered for delivery, up to and including April 15, 2022. If for any reason the District is unable to make delivery on or before April 15, 2022, then the District immediately shall contact the Initial Purchaser and offer to allow the Initial Purchaser to extend its offer for an additional thirty (30) days. If the Initial Purchaser does not elect to extend its offer within six (6) days thereafter, then the Good Faith Deposit will be returned, and both the District and the Initial Purchaser shall be relieved of any further obligation.

EXCHANGE ON DELIVERY DATE: Upon written request of the Initial Purchaser, delivered to the Paying Agent/Registrar not less than five (5) business days prior to the date fixed for delivery, the Paying Agent/Registrar will, on the delivery date, exchange the Bonds to be delivered by the District for Bonds registered in accordance with instructions contained in such request, in integral multiples of \$5,000, maturing as set out in this Official Notice of Sale and bearing interest in accordance with the terms of the Initial Purchaser's bid.

<u>CUSIP NUMBERS</u>: It is anticipated that CUSIP identification numbers will be printed on the Bonds, but neither the failure to print such number on any Bond nor any error with respect thereto shall constitute cause for a failure or refusal by the Initial Purchaser to accept delivery of and pay for the Bonds in accordance with the terms of this Official Notice of Sale. All expenses relating to the printing of CUSIP numbers on the Bonds shall

be paid for by the District; however, payment of the CUSIP Global Services charge for the assignment of the numbers shall be the responsibility of the Initial Purchaser.

CONDITIONS TO DELIVERY: The obligation to take up and pay for the Bonds is subject to the following conditions: the issuance of an approving opinion of the Attorney General of Texas; the Initial Purchaser's receipt of the initial Bonds (or definitive Bonds if the Initial Purchaser has provided the Paying Agent/Registrar with registration instructions as provided above); the Initial Purchaser's receipt of the legal opinion of Sanford Kuhl Hagan Kugle Parker Kahn LLP, Houston, Texas, Bond Counsel; the no-litigation certificate; and the non-occurrence of the events described below under "NO MATERIAL ADVERSE CHANGE," all as described below. Further, the Initial Purchaser is not obligated to take up and pay for the Bonds at Initial Delivery if at any time after the award of the Bonds and at or prior to Initial Delivery, the President or Congress of the United States, as applicable, shall have declared war or a national emergency. In addition, if the District fails to comply with its obligations described under "OFFICIAL STATEMENT" above, the Initial Purchaser may terminate its contract to purchase the Bonds by delivering written notice to the District within five (5) days thereafter.

INITIAL PURCHASER'S CERTIFICATION OF ISSUE PRICE: In order to provide the District with information required to enable it to comply with certain conditions of the Internal Revenue Code of 1986, as amended (the "Code"), relating to the exclusion of interest on the Bonds from gross income for federal income tax purposes, and subject to the section entitled "CONDITIONS OF SALE – COMPETITIVE BIDDING AND CERTIFICATE OF INITIAL PURCHASER" herein, the Initial Purchaser will be required to complete, execute and deliver to the District (on or before the date of delivery of the Bonds) a certification regarding the "issue price" of the Bonds substantially in one of the forms accompanying this Official Notice of Sale. In the event the Initial Purchaser will not reoffer the Bonds for sale or is unable to sell a substantial amount of the Bonds of any maturity by the date of delivery, such certificate may be modified in a manner acceptable to the District. Each bidder, by submitting its bid, agrees to complete, execute, and deliver such a certificate by the date of delivery of the Bonds, if its bid is accepted by the District. It will be the responsibility of the Initial Purchaser to institute such syndicate reporting requirements, to make such investigation, or otherwise to ascertain the facts necessary to enable it to make such certification with reasonable certainty. Any questions concerning such certification should be directed to Bond Counsel. See "TAX MATTERS" in the Preliminary Official Statement.

LEGAL OPINIONS: The District will furnish to the Initial Purchaser a transcript of certain certified proceedings incident to the issuance and authorization of the Bonds, including a certified copy of the approving legal opinion of the Attorney General of Texas, as recorded in the Bond Register of the Comptroller of Public Accounts of the State of Texas, to the effect that the Attorney General of Texas has examined a transcript of proceedings authorizing the issuance of the Bonds, and that based upon such examination, the Bonds are valid and binding obligations of the District payable from the proceeds of an annual ad valorem tax, levied without legal limitation as to rate or amount upon all taxable property in the District. The District will also furnish the approving legal opinion of Bond Counsel, to the effect that, based upon an examination of such transcript, the Bonds are valid and binding obligations of the District under the Constitution and laws of the State of Texas, except to the extent that enforcement of the rights and remedies of the registered owners of the Bonds may be limited by laws relating to bankruptcy, reorganization, or other similar laws of general application affecting the rights of creditors of political subdivisions such as the District. The legal opinion of Bond Counsel will further state that the Bonds are payable, both as to principal and interest, from the levy of ad valorem taxes without legal limitation as to rate or amount, upon all taxable property within the District, and that the interest on the Bonds is excludable from gross income for federal income tax purposes under existing law and interest on the Bonds is not subject to the alternative minimum tax. See "LEGAL MATTERS" in the Preliminary Official Statement. Such opinions express no opinion with respect to the sufficiency of the security for or marketability of the Bonds.

DTC DEFINITIVE BONDS: After delivery, the Bonds will be issued in book-entry-only form. Cede & Co. is the nominee for DTC. All references herein to the registered owners of the Bonds shall mean Cede & Co. and not the beneficial owners of the Bonds. Purchase of beneficial interests in the Bonds will be made in book-entry-only form (without registered Bonds) in the denomination of \$5,000 principal amount or any integral multiple thereof. Under certain limited circumstances described herein, the District may determine to forego immobilization of the Bonds at DTC, or another securities depository, in which case such beneficial interests would become exchangeable for one or more fully registered Bonds of like principal amount for the Bonds. See "THE BONDS – Book-Entry-Only System" in the Preliminary Official Statement.

<u>NOT QUALIFIED TAX-EXEMPT OBLIGATIONS</u>: The Bonds are not "qualified tax-exempt obligations" within the meaning of Section 265(b) of the Code.

NO-LITIGATION CERTIFICATE: With the delivery of the Bonds, the President and Secretary of the Board will, on behalf of the District, execute and furnish to the Initial Purchaser a certificate to the effect that no litigation of any nature has been filed or is then pending against the District, of which the District has notice, to restrain the issuance or delivery of the Bonds, or which would affect the provisions made for their payment or security, or in any manner questioning the validity of the Bonds.

NO MATERIAL ADVERSE CHANGE: The obligations of the Initial Purchaser to take up and pay for the Bonds, and of the District to deliver the Bonds, are subject to the condition that, up to the time of delivery of and receipt of payment for the Bonds, there shall have been no material adverse change in the condition of the District (financial or otherwise) subsequent to the date of sale from that set forth in the Preliminary Official Statement, as it may have been finalized, supplemented or amended through the date of delivery.

GENERAL CONSIDERATIONS

<u>INVESTMENT CONSIDERATIONS</u>: The Bonds are subject to investment risks as set forth in the accompanying Preliminary Official Statement. Prospective purchasers should review the entire Preliminary Official Statement before making an investment decision. See "INVESTMENT CONSIDERATIONS" in the Preliminary Official Statement.

<u>RESERVATION OF RIGHTS</u>: The District reserves the right to reject all bids or any bid not conforming with the terms hereof and the right to waive any and all irregularities, except time of filing.

<u>NOT AN OFFER TO SELL</u>: This Official Notice of Sale does not alone constitute an offer to sell the Bonds but is merely notice of sale of the Bonds. The invitation for bids on the Bonds is being made by means of this Official Notice of Sale, the Preliminary Official Statement, and the Official Bid Form.

SECURITIES REGISTRATION AND QUALIFICATION: No registration statement relating to the Bonds has been filed with the SEC under the Securities Act of 1933, as amended, in reliance upon exemptions provided thereunder. The Bonds have not been registered or qualified under the Securities Act of Texas in reliance upon various exemptions contained therein; nor have the Bonds been registered or qualified under the securities laws or regulations of any other jurisdiction. The District assumes no responsibility for registration or qualification of the Bonds under the securities laws or regulations of any other jurisdiction in which the Bonds may be offered, sold or otherwise transferred. This disclaimer of responsibility for registration or qualification for sale or other disposition of the Bonds shall not be construed as an interpretation of any kind with regard to the availability of any exemption from securities registration or qualification provisions in such other jurisdictions.

By submission of a bid, the Initial Purchaser represents that the sale of the Bonds in states other than Texas will be made only pursuant to exemptions from registration or qualification or, where necessary, the Initial Purchaser will register or qualify the Bonds in accordance with the securities laws or regulations of any jurisdiction which so requires. The District agrees to cooperate, at the Initial Purchaser's written request and expense, in registering or qualifying the Bonds, or in obtaining an exemption from registration or qualification, in any jurisdiction where such action is necessary.

<u>CONTINUING DISCLOSURE AGREEMENT</u>: The District will agree in the Bond Order to provide certain periodic information and notices of material events in accordance with the Rule, as described in the Preliminary Official Statement under "CONTINUING DISCLOSURE OF INFORMATION." The Initial Purchaser's obligation to accept and pay for the Bonds is conditioned upon delivery to the Initial Purchaser or its agent of a certified copy of the Bond Order containing the agreement described under such heading.

<u>ADDITIONAL COPIES</u>: Additional copies of this Official Notice of Sale, the Official Bid Form, and the Preliminary Official Statement may be obtained from Robert W. Baird & Co. Incorporated, 1331 Lamar Street, Suite 1360, Houston, Texas 77010.

/s	/
	Paul Hamilton
	President, Board of Supervisors
	Fort Bend County Fresh Water Supply District No. 1

ATTEST:

/s/ _____
Calvin Casher
Secretary, Board of Supervisors
Fort Bend County Fresh Water Supply District No. 1

January 20, 2022

CERTIFICATE OF INITIAL PURCHASER - FEDERAL TAX COMPETITIVE BIDDING REQUIREMENTS MET

The undersigned hereby certifies as follows with respect to the sale of \$10,450,000 Fort Bend County Fresh Water Supply District No. 1 Unlimited Tax Bonds, Series 2022 (the "Bonds").

- 1. The undersigned is the initial purchaser or the manager of the syndicate of underwriters ("Initial Purchaser") which has purchased the Bonds from Fort Bend County Fresh Water Supply District No. 1 (the "District"), at competitive sale.
- 2. The Initial Purchaser was not given the opportunity to review other bids prior to submitting its bid, and the bid submitted by the Initial Purchaser constituted a firm bid to purchase the Bonds.
- 3. As of the Sale Date (defined below), the reasonably expected initial offering prices of the Bonds to the public by the Initial Purchaser (expressed as a percentage of principal amount and exclusive of accrued interest) is as set forth below:

	Principal			Principal	
Maturity	Amount at		Maturity	Amount at	
(August 15)	Maturity	Price/Yield	(August 15)	Maturity	Price/Yield
2038	\$280,000	%	2043	\$1,270,000	%
2039	790,000	%	2044	1,320,000	%
2040	1,120,000	%	2045	1,385,000	%
2041	1,170,000	%	2046	1,895,000	%
2042	1,220,000	%			

- 4. The term "public" means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an underwriter or a related party to an underwriter. A related party generally means two or more persons with greater than 50 percent common ownership, directly or indirectly.
- 5. The term "Sale Date" means the first date on which there is a binding contract in writing for the sale of the Bonds. The Sale Date of the Bonds is February 17, 2022.
- 6. The undersigned understands that the statements made herein will be relied upon by the District and Sanford Kuhl Hagan Kugle Parker Kahn LLP in complying with the conditions imposed by the Internal Revenue Code of 1986, as amended, on the exclusion of interest on the Bonds from the gross income of their owners for federal income tax purposes.

EXECUTED AND DELIVERED this	day o	f2022.
		(Name of Initial Purchaser or Manager)
	By:	
	Title:	

CERTIFICATE OF INITIAL PURCHASER - FEDERAL TAX COMPETITIVE BIDDING REQUIREMENTS NOT MET

The undersigned hereby certifies as follows with respect to the sale of \$10,450,000 Fort Bend County Fresh Water Supply District No. 1 Unlimited Tax Bonds, Series 2022 (the "Bonds").

- 1. The undersigned is the initial purchaser or the manager of the syndicate of underwriters ("Initial Purchaser") which has purchased the Bonds from Fort Bend County Fresh Water Supply District No. 1 (the "District") at competitive sale.
- 2. As of the date of this certificate, for each of the following maturities (the "Sold Maturities"), the first price at which a substantial amount (at least ten percent) of such maturity was sold to the public (expressed as a percentage of principal amount and exclusive of accrued interest) is set forth below:

	Principal			Principal	
Maturity	Amount at		Maturity	Amount at	
(August 15)	Maturity	Price/Yield	(August 15)	Maturity	Price/Yield
2038	\$280,000	%	2043	\$1,270,000	%
2039	790,000	%	2044	1,320,000	%
2040	1,120,000	%	2045	1,385,000	%
2041	1,170,000	%	2046	1,895,000	%
2042	1,220,000	%			

3. As of the Sale Date (defined below), each of the following maturities (the "Unsold Maturities") was offered to the public for purchase at the price (expressed as a percentage of principal amount and exclusive of accrued interest) set forth below:

Maturity	Principal Amount at		Maturity	Principal Amount at	
(August 15)	Maturity	Price/Yield	(August 15)	Maturity	Price/Yield
2038	\$280,000	%	2043	\$1,270,000	%
2039	790,000	%	2044	1,320,000	%
2040	1,120,000	%	2045	1,385,000	%
2041	1,170,000	%	2046	1,895,000	%
2042	1 220 000	%			

- 4. As set forth in the Official Notice of Sale, the Initial Purchaser has agreed in writing that, for each of the Unsold Maturities, the Initial Purchaser would neither offer nor sell any of the Bonds of such maturity to any person at a price that is higher than the initial offering price for each maturity, as set forth in the pricing wire or equivalent communication for the Bonds attached to this certificate, during the Offering Period (defined below) for such maturity, nor would the Initial Purchaser permit a related party to do so. Pursuant to such agreement, the Initial Purchaser has neither offered nor sold any of the Unsold Maturities at a price higher than the respective initial offering price for that maturity of the Bonds during the Offering Period.
- 5. The term "public" means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an underwriter or a related party to an underwriter. A related party generally means two or more persons with greater than 50 percent common ownership, directly or indirectly.
- 6. The term "Sale Date" means the first date on which there is a binding contract in writing for the sale of the Bonds. The Sale Date of the Bonds is February 17, 2022.
- 7. The term "Offering Period" means, with respect to an Unsold Maturity, the period beginning on the Sale Date and ending on the earlier of (a) the close of the fifth business day after the Sale Date or (b) the date on which the Initial Purchaser has sold at least 10 percent of such Unsold Maturity to the public at a price that is no higher than the initial offering price for such Unsold Maturity.

District and Sanford Kuhl Hagan Kugle Parker K	ahn LLP i	ntements made herein will be relied upon by the n complying with the conditions imposed by the on of interest on the Bonds from the gross income
EXECUTED AND DELIVERED this	day of	2022.
	_	(Name of Initial Dunch again on Managan)
	_	(Name of Initial Purchaser or Manager)
	By:	
	Title:	

OFFICIAL BID FORM

February 17, 2022

President and Board of Supervisors Fort Bend County Fresh Water Supply District No. 1 c/o Sanford Kuhl Hagan Kugle Parker Kahn LLP 1980 Post Oak Boulevard, Suite 1380 Houston, Texas 77056

Board Members:

	Principal			Principal	
Maturity	Amount at		Maturity	Amount at	
(August 15)	Maturity	Interest Rate	(August 15)	Maturity	Interest Rate
2038 (a)	\$280,000	%	2043 (a)	\$1,270,000	%
2039 (a)	790,000	%	2044 (a)	1,320,000	%
2040 (a)	1,120,000	%	2045 (a)	1,385,000	%
2041 (a)	1,170,000	%	2046 (a)	1,895,000	%
2042 (a)	1,220,000	%			

⁽a) The District reserves the right to redeem prior to maturity those Bonds maturing on and after August 15, 2037, in whole or, from time to time, in part on August 15, 2038, or on any date thereafter at a price of par plus accrued interest from the most recent interest payment date to the date fixed for redemption.

We hereby designate the following as term bonds ("Term Bonds") with mandatory sinking redemptions in the principal amounts and maturing on the years as follows:

	Term Bond	Year of First				
	Maturity Date	Mandatory	Principal Amount	Inte	rest	
_	(August 15)	Redemption	of Term Bonds	Ra	te	
			\$		% %	
					<i>7</i> 0 %	
					%	
					%	
					%	
					%	
Our calcul	ation (which is not a p	art of this bid) of the	interest cost from the above	is:		
Total Inte	rest Cost from March 1	l, 2022		\$		-
Plus: Dolla	ar Amount of Discount	OR Less: Dollar Amou	unt of Premium	\$		-
NET INTE	REST COST			\$		_
NET EFFE	CTIVE INTEREST RAT	E		<u></u>		%

As part of our bid, we [agree] [dis	sagree] to pay the premit	um in the amount of	\$	for the
municipal bond guaranty insurance	issued by	and the rating agency	fee(s) of	
in the amount of \$	for the insured rating(s)	associated with such	municipal bond	guaranty
insurance.				

We will require ____ copies of the Official Statement for dissemination to bidders of the Bonds (not to exceed 250 copies). By our submission of this bid, we agree to provide such copies of the Official Statement and of any amendments or supplements thereto in accordance with the Official Notice of Sale, and to undertake the obligations of the Initial Purchaser described therein, as contemplated by United States Securities and Exchange Commission Rule 15c2-12 of the Securities Exchange Act (the "Rule").

If the bidder is not a publicly traded business entity, or a wholly owned subsidiary of a publicly traded business entity, the District may not accept this bid until it has received from the bidder a completed and signed Texas Ethics Commission Form 1295 and Certification of Filing pursuant to Section 2252.908 of the Texas Government Code and the rules promulgated thereunder by the Texas Ethics Commission. The undersigned understands that failure to provide said form and Certification of Filing will result in a non-confirming bid and will prohibit the District from considering this bid for acceptance. See "CONDITIONS OF SALE – REQUIRED DISCLOSURE OF INTERESTED PARTIES" in the accompanying Official Notice of Sale.

By executing this Official Bid Form, the bidder represents and verifies that, to the extent this bid for the Bonds represents a contract for goods or services solely for purposes of Chapter 2271 of the Texas Government Code, as amended, and except to the extent otherwise required by applicable federal law, at the time of execution and delivery of this bid and through the end of the underwriting period as defined by the Rule, neither the bidder nor a syndicate member listed on the Official Bid Form, nor any wholly owned subsidiary, majority owned subsidiary, parent company or affiliate of the bidder and any syndicate member that exist to make a profit, boycotts or will boycott Israel. The terms "boycotts Israel" and "boycott Israel" as used in this paragraph have the meanings assigned to the term "boycott Israel" in Section 808.001 of the Texas Government Code, as amended. The term "bidder" as used in this paragraph has the same meaning as the term "company" as set forth in Section 808.001(2) of the Texas Government Code, as such section is modified by Section 2271.001(2) of the Texas Government Code, as amended.

By executing this Official Bid Form, the bidder represents and certifies that, to the extent this bid for the Bonds represents a governmental contract within the meaning of and solely for purposes of Chapter 2252 of the Texas Government Code, as amended, and except to the extent otherwise required by applicable federal law, at the time of execution and delivery of this bid, neither the bidder nor a syndicate member listed on the Official Bid Form, nor any wholly owned subsidiary, majority-owned subsidiary, parent company or affiliate of the bidder and any syndicate member that exist to make a profit (i) engages in business with Iran, Sudan, or any foreign terrorist organization, or (ii) is a company listed by the Texas Comptroller of Public Accounts under Sections 2270.0201 or 2252.153 of the Texas Government Code. The term "foreign terrorist organization" in this paragraph has the meaning assigned to such term in Section 2252.151 of the Texas Government Code, as amended. The term "bidder" as used in this paragraph has the same meaning as the term "company" as set forth in Section 2270.0001 of the Texas Government Code, as amended.

The undersigned further verifies that, pursuant to Chapter 2274, Texas Government Code, it, nor any wholly or majority-owned subsidiary, parent company or affiliate, does not boycott "energy companies" (as defined by Section 2274.001, Texas Government Code) and agrees it will not boycott energy companies through the delivery date of the Bonds. Additionally, the undersigned certifies that it, nor any wholly or majority-owned subsidiary, parent company or affiliate, does not discriminate against firearm entities or firearm trade associations (as defined by Section 2274.001, Texas Government Code) and agrees it will not discriminate against firearm entities or firearm trade associations through the delivery date of the Bonds. At the request of the District, the undersigned agrees to execute further written certifications as may be necessary or convenient for the District to establish compliance with these laws. The term "bidder" as used in this paragraph has the same meaning as the term "company" set forth in Section 2274.001, Texas Government Code, as amended.

Additionally, by executing this Official Bid Form, the bidder also verifies on behalf of itself and each syndicate member listed on the Official Bid Form that, to the extent the Official Bid Form represents a contract for goods or services within the meaning of Section 552.371 of the Texas Government Code, as amended, the bidder and each syndicate member listed on the Official Bid Form will (i) preserve all contracting information related to

the bid as provided by the records retention requirements applicable to the District through the delivery date of the Bonds, (ii) promptly provide to the District any contracting information related to the bid that is in the custody or possession of the bidder or any syndicate member on request of the District, and (iii) upon delivery of the Bonds to the bidder, either (a) provide at no cost to the District all contracting information related to the bid that is in the custody or possession of the bidder or any syndicate member or (b) preserve the contracting information related to the bid as provided by the records retention requirements applicable to the District. The term "contracting information" as used in this paragraph has the meaning assigned to such term in Section 552.003 of the Texas Government Code.

At the request of the District, the undersigned agrees to execute further written certifications as may be

necessary or convenient for the District to establish	ch compliance with these laws.
The initial Bonds shall be registered in the name of at least five business days prior to the date for init	of Cede & Co. We will advise DTC of registration instructions ial delivery.
amount of \$209,000 (is attached hereto) (has been Good Faith Deposit for disposition in accordance of Sale. Should we fail or refuse to make payment stated in the Official Notice of Sale, this check should be a stated in the Official Notice of Sale, this check should be a stated in the Official Notice of Sale, this check should be a stated in the Official Notice of Sale, this check should be a stated in the Official Notice of Sale, this check should be a stated in the Official Notice of Sale, this check should be a stated in the Official Notice of Sale, this check should be a stated in the Official Notice of Sale, this check should be a stated in the Official Notice of Sale, this check should be a stated in the Official Notice of Sale, this check should be a stated in the Official Notice of Sale, this check should be a stated by the stated in the Official Notice of Sale, this check should be a stated by the state	, and payable to your order in the n made available to you prior to the opening of this bid) as a with the terms and conditions set forth in the Official Notice for the Bonds in accordance with the terms and conditions hall be cashed and the proceeds retained by the District as Purchaser. The Good Faith Deposit will be returned to the of the Bonds.
corporate trust office of Zions Bancorporation, Nat	t for the initial Bonds in immediately available funds at the cional Association, Amegy Bank Division, not later than 10:00 er on the date the Bonds are tendered for delivery pursuant
	deliver to the District, by the date of delivery of the Bonds, a is in the applicable form accompanying the Official Notice of ble to the District.
pursuant to exemptions from registration or qualif	risdictions other than the State of Texas will be made only fication and that, where necessary, we will register or qualify and regulations of the jurisdictions in which the Bonds are
Respectfully submitted,	
	By:
	Name:
	Title:
	Firm:

ACCEPTANCE CLAUSE

The above and foregoing bid is hereby in all things accepted by Fort Bend County Fresh Water Supply District No. 1 on this 17^{th} day of February, 2022.

ATTES	ST:	
	Secretary, Board of Supervisors	President, Board of Supervisors
Returi	n of \$209,000 Good Faith Deposit is hereby ac	knowledged:
Firm:		
By:		
Date:		
(For y		of the group of initial purchasers associated with us in this

\$10,450,000

FORT BEND COUNTY FRESH WATER SUPPLY DISTRICT NO. 1 UNLIMITED TAX BONDS

SERIES 2022

BOND YEARS

Interest accrues from: March 1, 2022 Due: August 15 as shown below

Year	Amount	Bond Years	Accumulated Bond Years
2038	\$ 280,000	4,607.5556	4,607.5556
2039	790,000	13,789.8889	18,397.4444
2040	1,120,000	20,670.2222	39,067.6667
2041	1,170,000	22,763.0000	61,830.6667
2042	1,220,000	24,955.7778	86,786.4444
2043	1,270,000	27,248.5556	114,035.0000
2044	1,320,000	29,641.3333	143,676.3333
2045	1,385,000	32,485.9444	176,162.2778
2046	1,895,000	46,343.2778	222,505.5556

Total Bond Years: 222,505.5556 Average Maturity: 21.2924 years

PRELIMINARY OFFICIAL STATEMENT DATED JANUARY 20, 2022

This Preliminary Official Statement is subject to completion and amendment and is intended for the solicitation of initial bids to purchase the Bonds (herein defined). Upon the sale of the Bonds, the Official Statement will be completed and delivered to the Initial Purchaser (herein defined).

IN THE OPINION OF BOND COUNSEL (HEREIN DEFINED), INTEREST ON THE BONDS WILL BE EXCLUDABLE FROM GROSS INCOME FOR FEDERAL INCOME TAX PURPOSES UNDER EXISTING LAW, ASSUMING CONTINUING COMPLIANCE WITH COVENTNATS IN THE BOND ORDER, AND IS NOT INCLUDED IN THE ALTERNATIVE MINIMUM TAXABLE INCOME OF INDIVIDUALS. SEE "TAX MATTERS" FOR A DISCUSSION OF THE OPINION OF BOND COUNSEL.

The Bonds will NOT be designated as "qualified tax-exempt obligations" for financial institutions. See "TAX MATTERS - NOT Qualified Tax-Exempt Obligations."

NEW ISSUE - Book Entry Only

\$10,450,000 FORT BEND COUNTY FRESH WATER SUPPLY DISTRICT NO. 1 (A Political Subdivision of the State of Texas, located within Fort Bend County) UNLIMITED TAX BONDS, SERIES 2022

Dated: March 1, 2022

Due: August 15, as shown on inside cover

The \$10,450,000 Fort Bend County Fresh Water Supply District No. 1 Unlimited Tax Refunding Bonds, Series 2022 (the "Bonds") are obligations of Fort Bend County Fresh Water Supply District No. 1 (the "District") and are not obligations of the State of Texas; Fort Bend County, Texas, the City of Houston, Texas; the City of Pearland, Texas; or any political subdivision or entity other than the District.

Interest on the Bonds will accrue from March 1, 2022, and will be payable August 15 and February 15 of each year ("Interest Payment Date"), commencing August 15, 2022, until maturity or prior redemption. Principal of the Bonds is payable to the registered owner(s) of the Bonds (the "Bondholder(s)") by Zions Bancorporation, National Association, Amegy Bank Division, Houston, Texas (the "Paying Agent/Registrar"), upon surrender of the Bonds for payment at maturity or upon prior redemption. Unless otherwise agreed between the Paying Agent/Registrar and a Bondholder, interest on the Bonds is dated as of the Interest Payment Date and is payable to each Bondholder, as shown on the records of the Paying Agent/Registrar on the close of business on the last day of the calendar month next preceding each Interest Payment Date (the "Record Date"). The Bonds will be issued only in fully registered form in the denomination of \$5,000 of principal amount, or any integral multiple thereof.

The Bonds will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Bonds. Beneficial owners of the Bonds will not receive physical certificates representing the Bonds, but will receive a credit balance on the books of the nominees of such beneficial owners. So long as Cede & Co. is the registered owner of the Bonds, the principal of and interest on the Bonds will be paid by the Paying Agent/Registrar directly to DTC, which will, in turn, remit such principal and interest to its participants for subsequent disbursement to the beneficial owners of the Bonds as described herein. See "THE BONDS – Book-Entry-Only System."

See "PRINCIPAL AMOUNTS, MATURITIES, INTEREST RATES AND INITIAL REOFFERING YIELDS" on the inside cover.

The Bonds constitute the eighth series of unlimited tax bonds issued by the District for the purpose of acquiring or constructing a waterworks and wastewater (the "System") within the District. Voters in the District have authorized a total of \$118,310,000 principal amount of bonds for the purpose of acquiring or constructing the System to serve the District and \$173,965,000 principal amount of refunding bonds for the System

Following the issuance of the Bonds, \$71,760,000 principal amount of unlimited tax bonds for the System and \$173,345,000 principal amount of refunding bonds will remain authorized but unissued. The Bonds, when issued, will constitute valid and binding obligations of the District, payable from the proceeds of a continuing, direct annual ad valorem tax, without legal limitation as to rate or amount, levied against all taxable property within the District. See "THE BONDS – Source of Payment." Neither the State of Texas; Fort Bend County, Texas; the City of Houston, Texas; the City of Pearland, Texas; nor any other entity other than the District shall be obligated to pay the principal of or interest on the Bonds. Neither the faith and credit nor the taxing power of the State of Texas; Fort Bend County, Texas; the City of Houston, Texas; the City of Pearland, Texas; nor any entity other than the District is pledged to the payment of the principal of or interest on the Bonds.

The Bonds are subject to special investment considerations described herein. Bond purchasers are encouraged to read this entire official statement prior to making an investment decision. See "INVESTMENT CONSIDERATIONS."

The Bonds will be delivered when, as and if issued by the District and accepted by the underwriter listed below (the "Initial Purchaser"), subject among other things to the approval of the initial Bonds by the Attorney General of the State of Texas and by the approval of certain legal matters by Sanford Kuhl Hagan Kugle Parker Kahn LLP, Houston, Texas, Bond Counsel. Certain legal matters will be passed upon for the District by The Muller Law Group, PLLC, Sugar Land, Texas, Disclosure Counsel. Delivery of the Bonds is expected on or about March 17, 2022.

PRINCIPAL AMOUNTS, MATURITIES, INTEREST RATES AND INITIAL REOFFERING YIELDS

			Initial					Initial	
Maturity	Principal	Interest	Reoffering	CUSIP Nos.	Maturity	Principal	Interest	Reoffering	CUSIP Nos.
(August 15)	Amount	Rate	Yield (a)	(b)	(August 15)	Amount	Rate	Yield (a)	(b)
2038 (c)	\$ 280,000	%	%		2043 (c)	\$1,270,000	%	%	
2039 (c)	790,000	%	%		2044 (c)	1,320,000	%	%	
2040 (c)	1,120,000	%	%		2045 (c)	1,385,000	%	%	
2041 (c)	1,170,000	%	%		2046 (c)	1,895,000	%	%	
2042 (c)	1,220,000	%	%						

⁽a) Information with respect to the initial reoffering yields of the Bonds is the responsibility of the Initial Purchaser. Initial reoffering yields represent the initial offering price, which may be changed for subsequent purchasers. The initial yield indicated above represents the yield resulting when priced to maturity or prior redemption, which ever produces the lowest yield.

⁽b) CUSIP numbers have been assigned to the Bonds by S&P Global Services, managed by S&P Global Market Intelligence, LLC on behalf of the American Bankers Association and are included solely for the convenience of the owners of the Bonds.

⁽c) Bonds maturing on August 15, 2038, and thereafter, shall be subject to redemption and payment at the option of the District, in whole or from time to time in part on August 15, 2037, or on any date thereafter, at the par value thereof plus accrued interest from the most recent interest payment date to the date fixed for redemption. In addition, the Initial Purchaser may designate one or more maturities as term bonds. See "THE BONDS – Redemption of the Bonds."

USE OF INFORMATION IN OFFICIAL STATEMENT

For purposes of compliance with United States Securities and Exchange Commission (the "SEC") Rule 15c2-12 of the Securities Exchange Act (the "Rule"), as amended, and in effect on the date of this Preliminary Official Statement, this document constitutes an "official statement" of the District with respect to the Bonds that has been deemed "final" by the District as of its date except for the omission of no more than information permitted by the Rule.

This document, when further supplemented by adding additional information specifying the interest rates and certain other information relating to the Bonds shall constitute a "final official statement" of the District with respect to the Bonds, as such term is defined in the Rule.

No dealer, broker, salesman or other person has been authorized to give any information, or to make any representations, other than those contained in this Official Statement, and, if given or made, such other information or representations must not be relied upon as having been authorized by the District or the Initial Purchaser.

All of the summaries of the statutes, resolutions, orders, contracts, audits, engineering and other related reports set forth in this Official Statement are made subject to all of the provisions of such documents. These summaries do not purport to be complete statements of such provisions and reference is made to such documents, copies of which are available from Bond Counsel upon payment of duplication costs, for further information.

This Official Statement is not to be used in connection with an offer to sell or the solicitation of an offer to buy in any state in which such offer or solicitation is not authorized or in which the person making such offer or solicitation is not qualified to do so or to any person to whom it is unlawful to make such offer or solicitation.

This Official Statement contains, in part, estimates, assumptions and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates, assumptions or matters of opinion, or as to the likelihood that they will be realized. Any information and expressions of opinion herein contained are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the District or other matters described herein since the date hereof. The District has agreed to keep this Official Statement current by amendment or sticker to reflect material changes in the affairs of the District and to the extent such information actually comes to its attention, the other matters described in this Official Statement, until delivery of the Bonds to the Initial Purchaser and thereafter only as specified in "OFFICIAL STATEMENT - Updating of Official Statement" and "CONTINUING DISCLOSURE OF INFORMATION."

References to web site addresses presented herein are for informational purposes only and may be in the form of a hyperlink solely for the reader's convenience. Unless specified otherwise, such web sites and the information or links contained therein are not incorporated into, and are not part of, this Official Statement for purposes of, and as that term is defined in, the Rule.

TABLE OF CONTENTS

Page

USE OF INFORMATION IN OFFICIAL STATEMENT1
INTRODUCTION3
SALE AND DISTRIBUTION OF THE BONDS3
Award of the Bonds3
Prices and Marketability3
Securities Laws3
Delivery of Official Statements3
MUNICIPAL BOND INSURANCE4
RATINGS4
OFFICIAL STATEMENT SUMMARY5
SUMMARY OF SELECTED FINANCIAL INFORMATION8
INTRODUCTION9
THE BONDS9
General9
Paying Agent/Registrar9
Book-Entry-Only System9
Source of Payment11
Authority for Issuance11
Authorized But Unissued11
Funds11
No Arbitrage11
Redemption of the Bonds11

	Page
Registration, Transfer and Exchange	12
Mutilated, Lost, Stolen or Destroyed Bonds	12
Successor Paying Agent/Registrar	12
Issuance of Additional Debt	12
Consolidation, Dissolution and Strategic Partner	ship
	12
Defeasance	13
Legal Investment and Eligibility to Secure Public	2
Funds in Texas	13
Registered Owners' Remedies and Bankruptcy	14
Payment Record	14
USE AND DISTRIBUTION OF BOND PROCEEDS	15
THE DISTRICT	16
General	16
Location	16
Authority	16
MANAGEMENT OF THE DISTRICT	16
Investment Policy	16
Consultants	
Tax Assessor/Collector	17
Bookkeeper	17
Utility System Operator	

Dage

	Auditor	17
	Engineer	
	General and Bond Counsel	
	Financial Advisor	17
DEVE	ELOPMENT WITHIN THE DISTRICT	17
	Status of Development	17
	Commercial Development	
	Future Development	
THE	SYSTEM	_
	Regulation	
	Water Supply	
	Wastewater Treatment	18
	100-Year Flood Plain	_
	North Fort Bend Regional Water Authority	
	General Fund Operating Statement	19
SELE	CTED FINANCIAL INFORMATION	20
	Total Outstanding Bonds	
	Estimated Direct and Overlapping Debt Statement	20
	Estimated Overlapping Taxes	21
	Assessed Valuation Summary	21
	Historical Tax Collections	22
	Tax Rate Distribution	22
	Tax Rate Limitation	22
	Maintenance Tax	
	Principal Taxpayers	22
	Additional Penalties	
	Tax Adequacy for Debt Service	23
PRO-	FORMA DEBT SERVICE SCHEDULE	
TAXI	NG PROCEDURES	25
	Authority to Levy Taxes	
	Property Tax Code and County-wide Appraisal	
	District	25
	Property Subject to Taxation by the District	25
	Tax Abatement	
	Valuation of Property for Taxation	26
	District and Taxpayer Remedies	27
	Levy and Collection of Taxes	27
	Rollback of Operation and Maintenance Tax Rate	27
	District's Rights in the Event of Tax Delinquencies.	
INVE	STMENT CONSIDERATIONS	
	General	29
	Factors Affecting Taxable Values and Tax Payment	S
	Tax Collection Limitations	30
	Registered Owners' Remedies	30
	Bankruptcy Limitation to Registered Owners' Righ	ts
	Marketability	31
	Future Debt	31
	Financing Parks and Recreational Facilities	31
	Continuing Compliance with Certain Covenants	
	Approval of the Bonds	
	Future and Proposed Legislation	
	Matters Related to the Landowners	
	Environmental Regulations	
	Potential Impact of Natural Disaster	
	Hurricane Harvey	
	Atlas 14	
	Potential Effects of Oil Price Declines on the Housto	
	Area	
	Infactious Disease Outlook (COVID-19)	

Forward-Loc	king Statements	35
	nce Risk Factors	
Tax Exemption	on for Property Damaged by Disaster	r. 36
Tax Payment	Installments after Disaster	37
LEGAL MATTERS		37
Legal Opinion	ns	37
Legal Review	⁷	37
	Certificate	
No Material A	Adverse Change	37
TAX MATTERS	-	38
Proposed Tax	x Legislation	38
Tax Accounti	ng Treatment of Original Issue Disco	unt
Bonds.		39
Tax Accounti	ng Treatment of Original Issue	
	m Bonds	39
NOT Qualifie	d Tax-Exempt Obligations For Finan	cial
Institut	ions	40
CONTINUING DISC	LOSURE OF INFORMATION	40
Annual Repo	rts	40
Availability o	f Information from EMMA	41
	nd Amendments	
Compliance V	With Prior Undertakings	41
OFFICIAL STATEM	ENT	41
General		41
Certification	as to Official Statement	41
	Official Statement	
Official State	ment "Deemed Final"	42
CONCLUDING STA	TEMENT	42
APPENDIX A -	AERIAL PHOTOGRAPH OF CONTROL	ГНЕ
APPENDIX B -	FINANCIAL STATEMENTS OF TOUSTRICT	ГНЕ

INTRODUCTION

This Official Statement provides certain information in connection with the issuance by Fort Bend County Fresh Water Supply District No. 1 (the "District") of its \$10,450,000 Unlimited Tax Bonds, Series 2022 (the "Bonds").

The Bonds are issued pursuant to an order adopted by the Board of Supervisors (the "Bond Order"), the Constitution and general laws of the State of Texas, including particularly Chapters 49 and 53 of the Texas Water Code, as amended, an approving order of the Texas Commission on Environmental Quality (the "TCEQ"), and an election held and approved by a majority of the participating voters in the District.

Unless otherwise indicated, capitalized terms used in this Official Statement have the same meaning assigned to such terms in the Bond Order.

This Official Statement also includes information about the District and certain reports and other statistical data. The summaries and references to all documents, statutes, reports and other instruments referred to herein do not purport to be complete, comprehensive or definitive and each summary and reference is qualified in its entirety by reference to each such document, statute, report or instrument.

SALE AND DISTRIBUTION OF THE BONDS

Award of the Bonds

After requesting competitive bids for the Bonds, the District has accepted the bid resulting in the lowest net interest cost, which was tendered by _______ (the "Initial Purchaser"). The Initial Purchaser has agreed to purchase the Bonds, bearing the interest rates shown under "MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES, AND INITIAL REOFFERING YIELDS" on the cover page of this Official Statement, at a price of _____% of the principal amount thereof plus accrued interest thereon to the date of delivery, which resulted in a net effective interest rate of _____%, calculated pursuant to Chapter 1204, Texas Government Code, as amended.

Prices and Marketability

The District has no control over the reoffering yields or prices of the Bonds or over trading of the Bonds in the secondary market. Moreover, there is no assurance that a secondary market will be made in the Bonds. If there is a secondary market, the difference between the bid and asked prices of the bonds may be greater than the difference between the bid and asked prices of bonds of comparable maturity and quality issued by more traditional municipal entities, as bonds of such entities are more generally bought, sold or traded in the secondary market.

The prices and other terms respecting the offering and sale of the Bonds may be changed from time to time by the Initial Purchaser after the Bonds are released for sale and the Bonds may be offered and sold at prices other than the initial offering price, including sales to dealers who may sell the Bonds into investment accounts. IN CONNECTION WITH THE OFFERING OF THE BONDS, THE INITIAL PURCHASER MAY OVER-ALLOT OR EFFECT TRANSACTIONS WHICH STABILIZE OR MAINTAIN THE MARKET PRICE OF THE BONDS AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

Securities Laws

No registration statement relating to the Bonds has been filed with the SEC under the Securities Act of 1933, as amended, in reliance upon exemptions provided thereunder. The Bonds have not been registered or qualified under the Securities Act of Texas in reliance upon various exemptions contained therein; nor have the Bonds been registered or qualified under the securities acts of any other jurisdictions. The District assumes no responsibility for registration or qualification of the Bonds under the securities laws of any jurisdiction in which the Bonds may be offered, sold, or otherwise transferred. This disclaimer of responsibility for registration or qualification for sale or other disposition of the Bonds should not be construed as an interpretation of any kind with regard to the availability of any exemption from securities registration or qualification provisions in such other jurisdiction.

Delivery of Official Statements

The District shall furnish to the Initial Purchaser (and to each participating underwriter of the Bonds, within the meaning of SEC Rule 15c2-12(a), designated by the Initial Purchaser), within seven (7) business days after the sale date, the aggregate number of Official Statements agreed upon between the District and the Initial Purchaser. The District also shall furnish to the Initial Purchaser a like number of any supplements or amendments approved and authorized for distribution by the District for dissemination to potential underwriters of the Bonds, as well as such additional copies of the Official Statement or any such supplements or amendments as the Initial Purchaser may reasonably request prior to the 90th day after the end of the underwriting period described in SEC Rule 15c2-12(f)(2). The District shall pay the expense of preparing the number of copies of the Official Statement agreed upon between the District and the Initial Purchaser and an equal number of any supplements or amendments issued on or before the delivery date, but the Initial Purchaser shall pay for all other copies of the Official Statement or any supplement or amendment thereto.

MUNICIPAL BOND INSURANCE

The District has made an application to Assured Guaranty Municipal Corp. and Build America Mutual Assurance Company for a commitment for municipal bond guaranty insurance on the Bonds. The purchase of such insurance, if available, and payment of all associated costs, including the premium charged by the insurer, will be at the option and expense of the Initial Purchaser.

RATINGS

Moody's has assigned an underlying credit rating of "___" to the Bonds. An explanation of the rating may be obtained from Moody's, 7 World Trade Center at 250 Greenwich Street, New York, New York 10007. The ratings express only the view of Moody's at the time the ratings are given. Furthermore, a security rating is not a recommendation to buy, sell or hold securities. There is no assurance that such rating will continue for any given period of time or that it will not be revised downward or withdrawn entirely by Moody's, if in their judgment, circumstances so warrant. Any such revisions or withdrawal of the rating may have an adverse effect on the market price of the Bonds. The District will pay the underlying rating fees charged by Moody's.

The District is not aware of any rating assigned to the Bonds other than the rating of Moody's.

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OFFICIAL STATEMENT SUMMARY

The following material is a summary of certain information contained herein and is qualified in its entirety by the more detailed information and financial statements appearing elsewhere in this Official Statement. The summary should not be detached and should be used in conjunction with the more complete information contained herein. A full review should be made of the entire Official Statement and of the documents summarized or described herein.

THE BONDS

The Issuer	Fort Bend County Fresh Water Supply District No. 1 (the "District"), a political subdivision of the State of Texas, is located in Fort Bend County, Texas. See "THE DISTRICT."
The Issue	\$10,450,000 Fort Bend County Fresh Water Supply District No. 1 Unlimited Tax Bonds, Series 2022 (the "Bonds"), are dated March 1, 2022, and bear interest at the rates set forth on the inside cover page. The Bonds are scheduled to mature on August 15, 2038, through August 15, 2046, inclusive. Interest accrues from March 1, 2022, and is payable August 15, 2022, and each February 15 and August 15 thereafter until the earlier of stated maturity or prior redemption. See "THE BONDS."
Redemption of the Bonds	The Bonds that mature on August 15, 2038, and thereafter, are subject to redemption, in those or in part, on August 15, 2037, or any date thereafter, at a price equal to the principal amount thereof plus accrued interest to the date fixed for redemption. See "THE BONDS - Redemption of the Bonds."
Book Entry Only	The Depository Trust Company, New York, New York ("DTC"), will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered certificate will be issued for each maturity of the Bonds and will be deposited with DTC. See "THE BONDS - Book-Entry Only System."
Source of Payment	Principal and interest on the Bonds are payable from the proceeds of a continuing direct annual ad valorem tax levied upon all taxable property within the District without legal limitation as to rate or amount. The Bonds are obligations solely of the District and are not obligations of the State of Texas; Fort Bend County, Texas; the City of Houston, Texas; the City of Pearland, Texas; or any other political subdivision or entity other than the District. See "THE BONDS – Source of Payment."
Payment Record	The District failed to timely make a scheduled interest payment, in the amount of \$179,869.38, on February 15, 2011. This delinquency was due to an administrative oversight; the District had adequate funds on hand to make its scheduled principal and interest payments with respect to its outstanding obligations. The District filed a material event notice in connection with this event. The District has enacted procedures to ensure that such an oversight does not occur in the future with respect to any of the District's principal and interest obligations. Otherwise, the District has never defaulted on the timely payment of principal or interest on its outstanding indebtedness. See "THE BONDS – Payment Record."
	At a bond election (the "First Bond Election") held within the District on November 2, 2004, the voters authorized the issuance of \$39,310,000 principal amount of unlimited tax bonds for the purpose of constructing water and sewer facilities (the "System") and \$58,965,000 principal amount of unlimited tax bonds for refunding of such bonds. At a subsequent bond election (the "Second Bond Election") held within the District on May 6, 2017, the voters authorized the issuance of \$79,000,000 principal amount of unlimited tax bonds for the purpose of constructing the System and \$115,000,000 principal amount of unlimited tax bonds for refunding of such bonds. The Bonds constitute the eighth issuance of bonds from such authorization for the purpose of constructing the System. Following the issuance of the Bonds, \$71,760,000 principal amount of unlimited tax bonds for the System and \$173,345,000 principal amount of refunding bonds will remain authorized but unissued. See "THE BONDS – Authority for Issuance," and "– Issuance of Additional Debt."

The Bonds, when issued, will constitute valid and binding obligations of the District, payable from the proceeds of a continuing, direct annual ad valorem tax, without legal limitation as to rate or amount, levied against all taxable property within the District. See "THE BONDS - Source of Payment." The Bonds are issued pursuant to an order adopted by the Board of Supervisors (the "Bond Order"), the Constitution and general laws of the State of Texas, including particularly Chapters 49 and 53 of the Texas Water Code, as amended, an approving order of the Texas Commission on Environmental Quality (the "TCEQ"), and an election held and approved by a majority of the participating voters in the District. See "THE BONDS - Authority for Issuance," and "- Issuance of Additional Debt."

Proceeds of the Bonds will be used to (i) fund bond issuance costs; (iii) fund the District for the City of Arcola wastewater treatment plant; Gateway Acres Subdivision Wastewater Collection System; and Fresno Ranchos Subdivision Lift Station and Force Main; (iv) Contingencies, engineering and material testing for item (iii); and surveying for Gateway Acres Subdivision and Fresno Ranchos Subdivision. See "USE AND DISTRIBUTION OF BOND PROCEEDS."

NOT Qualified Tax-Exempt Obligations.....

The District will NOT designate the Bonds as "qualified tax-exempt obligations" within the meaning of Section 265 of the Internal Revenue Code of 1986, as amended. See "TAX MATTERS - Not Qualified Tax-Exempt Obligations."

Outstanding Bonds

The District has issued \$6,935,000 Sanitary Sewer System Unlimited Tax Bonds, Series 2006A (the "Series 2006A Bonds"); \$5,285,000 Unlimited Tax Bonds, Series 2010 (the "Series 2010 Bonds"); \$600,000 Unlimited Tax Bonds, Series 2010A (the "Series 2010A Bonds"); \$8,000,000 Unlimited Tax Bonds, Series 2015 (the "Series 2015 Bonds"); \$4,430,000 Unlimited Tax Refunding Bonds, Series 2016 (the "Series 2016 Refunding Bonds"); \$5,365,000 Unlimited Tax Refunding Bonds, Series 2017 (the "Series 2017 Refunding Bonds"); \$1,745,000 Unlimited Tax Bonds, Series 2019 (the "Series 2019 Bonds"); and \$4,850,000 Unlimited Tax Refunding Bonds, Series 2020 (the "Series 2020 Bonds"). The Bonds are the eighth issue of a total authorization of \$118,310,000 of bonds authorized by District voters for the System, of which \$71,760,000 will remain unissued after the delivery of the Bonds. As of March 1, 2022, \$25,260,000 principal amount of the bonds originally issued shall remain outstanding (the "Outstanding Bonds"). See "THE BONDS - Authority for Issuance," and "SELECTED FINANCIAL INFORMATION - Total Outstanding Bonds."

Municipal Bond Insurance.....

The District has made an application to Assured Guaranty Municipal Corp. and Build America Mutual Assurance Company for a commitment for municipal bond guaranty insurance on the Bonds. The purchase of such insurance, if available, and payment of all associated costs, including the premium charged by the insurer, will be at the option and expense of the Initial Purchaser. See "MUNICIPAL BOND INSURANCE."

Ratings Moody's Investors Service, Inc. (underlying): "___." See "RATINGS."

Bond Counsel Sanford Kuhl Hagan Kugle Parker Kahn LLP, Houston, Texas. See "LEGAL MATTERS."

Disclosure Counsel The Muller Law Group, PLLC, Sugar Land, Texas.

Financial Advisor...... Robert W. Baird & Co. Incorporated, Houston, Texas.

THE DISTRICT

to an order of the Fort Bend County Commissioner's Court dated January 18, 1997, and the terms and provisions of Article XVI, Section 59 of the Constitution of Texas and Chapters 49 and 53 of the Texas Water Code, as amended. The District is located in east Fort Bend County, Texas, approximately 16 miles south of the central business district of the City of Houston, Texas, at the intersection of Trammel Fresno Road and FM 521. The District is located within the extraterritorial jurisdictions of the City of Houston, Texas and the City of Pearland, Texas. See "THE DISTRICT."

and wastewater services. As of January 1, 2022, there were approximately ____

homes in the District. As of January 1, 2022, the District contained a total of _____ residential connections receiving water service from the District, ___ residential connections receiving water and sewer service from the District, ___ residential connections receiving water service from the District and sewer service from the City of Arcola, ___ vacant residential connections, ___ commercial water connections and ___ miscellaneous water connections. Homesteads that are not connected to the District's public water and wastewater system are generally provided water through private water wells and wastewater service is provided by individual septic systems. There is currently no active development in the District. See "DEVELOPMENT WITHIN THE DISTRICT."

INVESTMENT CONSIDERATIONS

THE BONDS ARE SUBJECT TO CERTAIN INVESTMENT CONSIDERATIONS. PROSPECTIVE PURCHASERS SHOULD REVIEW THIS ENTIRE OFFICIAL STATEMENT, INCLUDING PARTICULARLY THE SECTION OF THIS OFFICIAL STATEMENT ENTITLED "INVESTMENT CONSIDERATIONS," BEFORE MAKING AN INVESTMENT DECISION.

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SUMMARY OF SELECTED FINANCIAL INFORMATION (UNAUDITED)

2021 Certified Assessed Valuation	\$	434,819,974	(a)
Direct Debt: The Outstanding Bonds The Bonds Total Estimated Overlapping Debt Total Direct and Estimated Overlapping Debt.	\$ \$ \$	25,260,000 10,450,000 35,710,000 17,021,811 52,731,811	
Direct Debt Ratios: As a percentage of the 2021 Certified Assessed Valuation		8.21 %	6
Direct and Estimated Overlapping Debt Ratios: As a percentage of the 2021 Certified Assessed Valuation		12.13 %	6
Debt Service Fund (as of January 20, 2022)	\$		(d)
2021 Tax Rate per \$100 of Assessed Valuation Debt Service		\$0.59 <u>\$0.41</u> \$1.00	
Estimated Average Annual Debt Service Requirement on the Remaining Outstanding Bonds and the Bonds (2022-2049)	\$	1,879,789	
Estimated Maximum Annual Debt Service Requirement on the Remaining Outstanding Bonds and the Bonds (2027)	\$	2,479,248	
Tax Rate per \$100 of Assessed Valuation Required to Pay The Estimated Average Annual Debt Service Requirement on the Remaining Outstanding Bonds and the Bonds (2022-2049) at 95% Tax Collections: Based Upon the 2021 Certified Assessed Valuation (\$434,819,974)		\$0.46	
Tax Rate per \$100 of Assessed Valuation Required to Pay The Estimated Maximum Annual Debt Service Requirement on the Remaining Outstanding Bonds and the Bonds (2027) at 95% Tax Collections:			
Based Upon the 2021 Certified Assessed Valuation (\$434,819,974)		\$0.61	

⁽a) As certified by the Fort Bend Central Appraisal District (the "Appraisal District"). All property located in the District is valued on the tax rolls by the Appraisal District at 100% of estimated market value as of January 1 of each year.

⁽b) As of March 1, 2022.

 ⁽c) See "SELECTED FINANCIAL INFORMATION - Estimated Direct and Overlapping Debt Statement."
 (d) Neither Texas Law nor the Bond Order requires that the District maintain any particular sum in the District's Debt Service Fund.

\$10,450,000 FORT BEND COUNTY FRESH WATER SUPPLY DISTRICT NO. 1 UNLIMITED TAX BONDS, SERIES 2022

INTRODUCTION

This Official Statement of Fort Bend County Fresh Water Supply District No. 1 (the "District") is provided to furnish information with respect to the issuance by the District of its \$10,450,000 Unlimited Tax Bonds, Series 2022 (the "Bonds"). The Bonds are issued pursuant to Article XVI, Section 59 of the Texas Constitution; Chapters 49 and 53 of the Texas Water Code, as amended; elections held on November 2, 2004, and Mat 6, 2017, within and for the District, an order (the "Bond Order"), adopted by the Board of Supervisors of the District (the "Board"), and an approving order of the Texas Commission on Environmental Quality (the "TCEQ Order").

This Official Statement contains descriptions of the Bonds, the Bond Order and certain information about the District and its finances. All descriptions of documents contained herein are only summaries and are qualified in their entirety by reference to each such document. Copies of such documents may be obtained from Sanford Kuhl Hagan Kugle Parker Kahn LLP, 1980 Post Oak Boulevard, Suite 1380, Houston, Texas 77056, upon payment of the costs of duplication thereof. Certain capitalized terms used in this Official Statement have the same meanings assigned to such terms in the Bond Order, except as otherwise indicated herein.

THE BONDS

General

The following is a description of some of the terms and conditions of the Bonds, which description is qualified in its entirety by reference to the Bond Order of the Board of the District authorizing the issuance of the Bonds. A copy of the Bond Order may be obtained from the District upon written request made to Sanford Kuhl Hagan Kugle Parker Kahn LLP.

The Bonds are dated March 1, 2022, and are scheduled to mature on August 15, 2038, through August 15, 2046, inclusive. Interest accrues from March 1, 2022, and is payable August 15, 2022, and each February 15 and August 15 thereafter until the stated maturity or prior redemption ("Interest Payment Date"). Principal of the Bonds will be payable to the registered owners (the "Registered Owners") at maturity upon presentation at the principal payment office of the Paying Agent/Registrar, initially Zions Bancorporation, National Association, Amegy Bank Division, Houston, Texas (the "Paying Agent/Registrar"). Interest on the Bonds will be payable dated as of the Interest Payment Date, and disbursed to Registered Owners as shown on the records of the Paying Agent/Registrar at the close of business on the last business day of the month next preceding the Interest Payment Date (the "Record Date").

Paying Agent/Registrar

The initial Paying Agent/Registrar is Zions Bancorporation, National Association, Amegy Bank Division, Houston, Texas. The Bonds are being issued in fully registered form in integral multiples of \$5,000 of principal amount. Interest on the Bonds will be payable semiannually by the Paying Agent/Registrar by check mailed on each Interest Payment Date by the Paying Agent/Registrar to the Registered Owners at the last known address as it appears on the Paying Agent/Registrar's books on the Record Date.

Book-Entry-Only System

This section describes how ownership of the Bonds is to be transferred and how the principal of, premium, if any, and interest on the Bonds are to be paid to and credited by The Depository Trust Company, New York, New York ("DTC"), while the Bonds are registered in its nominee name. The information in this section concerning DTC and the Book-Entry-Only System has been provided by DTC for use in disclosure documents such as this Official Statement. The District and the Financial Advisor (herein defined) believe the source of such information to be reliable, but takes no responsibility for the accuracy or completeness thereof.

The District and the Financial Advisor cannot and do not give any assurance that (1) DTC will distribute payments of debt service on the Bonds, or redemption or other notices, to DTC Participants, (2) DTC Participants or others will distribute debt service payments paid to DTC or its nominee (as the registered owner of the Bonds), or redemption or other notices, to the Beneficial Owners, or that they will do so on a timely basis, or (3) DTC will serve and act in the manner described in this Official Statement. The current rules applicable to DTC are on file with the Securities and Exchange Commission, and the current procedures of DTC to be followed in dealing with DTC Participants are on file with DTC.

DTC will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be required by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each of the Bonds, each in the aggregate principal amount of such issue, and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered

pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC.

DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a S&P Global Ratings rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchase of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to DTC. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to Issue as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, principal, and interest payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the District or Paying Agent/Registrar, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, Paying Agent/Registrar or the District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, principal and interest payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the District or Paying Agent/Registrar, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the District or the Paying Agent/Registrar. Under such circumstances, in the event that a successor depository is not obtained, Bond certificates are required to be printed and delivered.

The District may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered to DTC.

The information in the section concerning DTC and DTC's book-entry system has been obtained from sources that the District believes to be reliable, but the District takes no responsibility for the accuracy thereof.

Source of Payment

The Bonds are payable from the proceeds of a continuing, direct annual ad valorem tax, without legal limitation as to rate or amount, levied against all taxable property located within the District. In the Bond Order, the District covenants to levy a sufficient tax to pay principal of and interest on the Bonds, with full allowance being made for delinquencies, costs of collections, Paying Agent/Registrar fees and Appraisal District (herein defined) fees. Tax proceeds, after deduction for collection costs, will be placed in the debt service fund and used solely to pay principal of and interest on the Bonds, the Outstanding Bonds, and additional bonds payable from taxes which may be issued, and Paying Agent/Registrar fees.

The Bonds are obligations solely of the District and are not the obligations of the State of Texas; Fort Bend County, Texas; the City of Houston, Texas; the City of Pearland, Texas; or any entity other than the District.

Authority for Issuance

At various bond elections held within the District on November 4, 2004 and on May 6, 2017 (the "Bond Elections"), the voters authorized the issuance of \$118,310,000 principal amount of unlimited tax bonds for the purpose of constructing or acquiring water and sewer facilities and \$173,965,000 in principal amount of bonds for the purpose of refunding such bonds. The Bonds constitute the eighth issuance of bonds for the System from such authorization. After the sale of the Bonds, a total of \$71,760,000 in principal amount of unlimited tax bonds for the System and \$173,345,000 in principal amount of unlimited tax refunding bonds will remain authorized but unissued.

The Bonds are issued pursuant to the Bond Order; the general laws of the State of Texas, including particularly Chapters 49 and 53 of the Texas Water Code, as amended; the Bond Elections; Article XVI, Section 59 of the Texas Constitution; and the TCEQ Order.

Authorized But Unissued

Date of Issued Authorization	<u>Purpose</u>	<u>Authorized</u>	Issued <u>to Date</u> (a)	Amount <u>Unissued</u>
November 2, 2004 May 6, 2017	Water and Sanitary Sewer Water and Sanitary Sewer	\$ 39,310,000	\$ 39,310,000	\$ - - 71,760,000 \$ 71,760,000
November 2, 2004 May 6, 2017	Refunding Refunding	\$ 58,965,000 <u>115,000,000</u> \$ 173,965,000	\$ 620,000 \(\frac{-}{8}\)	\$ 58,345,000 <u>115,000,000</u> \$ 173,345,000

⁽a) Includes the Bonds and Outstanding Bonds.

Funds

The proceeds from all taxes levied, assessed and collected for and on account of the Bonds shall be deposited, as collected, in the District's Debt Service Fund and used only for the purpose of paying principal of and interest on the Bonds.

No Arbitrage

The District will certify, on the date of delivery of the Bonds, that based upon all facts and estimates now known or reasonably expected to be in existence on the date the Bonds are delivered and paid for, the District reasonably expects that the proceeds of the Bonds will not be used in a manner that would cause the Bonds, or any portion of the Bonds, to be "arbitrage bonds" under the Internal Revenue Code of 1986, as amended (the "Code"), and the regulations prescribed thereunder. Furthermore, all officers, employees and agents of the District have been authorized and directed to provide certifications of facts and estimates that are material to the reasonable expectations of the District as of the date the Bonds are delivered and paid for. In particular, all or any officers of the District are authorized to certify to the facts and circumstances and reasonable expectations of the District on the date the Bonds are delivered and paid for regarding the amount and use of the proceeds of the Bonds. Moreover, the District covenants that it shall make such use of the proceeds of the Bonds, regulate investment of proceeds of the Bonds and take such other and further actions and follow such procedures, including, without limitation, calculating the yield on the Bonds, as may be required so that the Bonds shall not become "arbitrage bonds" under the Code and the regulations prescribed from time to time thereunder.

Redemption of the Bonds

Bonds maturing on August 15, 2038, and thereafter shall be subject to redemption and payment at the option of the District, in whole or from time to time in part, on August 15, 2037, or on any date thereafter, at the par value thereof plus accrued interest to the date fixed for redemption. Notice of the exercise of the reserved right of redemption will be given by the Paying Agent/Registrar at least thirty (30) days prior to the redemption date by sending such notice by first class mail to

the Registered Owner of each Bond to be redeemed in whole or in part at the address shown on the bond register. If less than all of the Bonds are redeemed at any time, the maturities of the Bonds to be redeemed shall be selected by the District. If less than all of the Bonds of a certain maturity are to be redeemed, the particular Bonds or portions thereof to be redeemed will be selected by the Paying Agent/Registrar prior to the redemption date by such random method as the Paying Agent/Registrar deems fair and appropriate in integral multiples of \$5,000 within any one maturity. The Registered Owner of any Bond, all or a portion of which has been called for redemption, shall be required to present such Bond to the Paying Agent/Registrar for payment of the redemption price on the portion of the Bonds so called for redemption and issuance of a new Bond in the principal amount equal to the portion of such Bond not redeemed.

Registration, Transfer and Exchange

In the event the Book-Entry-Only system is discontinued, the Bonds are transferable only on the bond register kept by the Paying Agent/Registrar upon surrender at the principal payment office of the Paying Agent/Registrar in Houston, Texas. A Bond may be assigned by the execution of an assignment form on the Bonds or by other instrument of transfer and assignment acceptable to the Paying Agent/Registrar. At any time after the date of initial delivery, any Bond may be transferred upon its presentation and surrender at the designated offices of the Paying Agent/Registrar, duly endorsed for transfer or accompanied by an assignment duly executed by the Registered Owner. The Bonds are exchangeable upon presentation at the designated office(s) of the Paying Agent/Registrar, for an equal principal amount of Bonds of the same maturity in authorized denominations. To the extent possible, new Bonds issued in exchange or transfer of Bonds will be delivered to the Registered Owner or assignee of the Registered Owner within not more than three (3) business days after the receipt by the Paying Agent/Registrar of the request in proper form to transfer or exchange the Bonds. New Bonds registered and delivered in an exchange or transfer shall be in the denomination of \$5,000 in principal amount for a Bond, or any integral multiple thereof for any one maturity and shall bear interest at the same rate and be for a like aggregate principal or maturity amount as the Bond or Bonds surrendered for exchange or transfer. Neither the Paying Agent/Registrar nor the District is required to issue, transfer, or exchange any Bond during a period beginning at the opening of business on a Record Date and ending at the close of business on the next succeeding Interest Payment Date or to transfer or exchange any Bond selected for redemption, in whole or in part, beginning fifteen (15) calendar days prior to, and ending on the date of the mailing of notice of redemption, or where such redemption is scheduled to occur within thirty (30) calendar days. No service charge will be made for any transfer or exchange, but the District or Paying Agent/Registrar may require payment of a sum sufficient to cover any tax or governmental charge payable in connection therewith.

Mutilated, Lost, Stolen or Destroyed Bonds

In the event the Book-Entry-Only System should be discontinued, the District has agreed to replace mutilated, destroyed, lost or stolen Bonds upon surrender of the mutilated Bonds, on receipt of satisfactory evidence of such destruction, loss or theft, and receipt by the District and Paying Agent/Registrar of security or indemnity to hold them harmless. Upon the issuance of a new bond the District may require payment of taxes, governmental charges and other expenses (including the fees and expenses of the Paying Agent/Registrar), bond printing and legal fees in connection with any such replacement.

Successor Paying Agent/Registrar

Provision is made in the Bond Order for replacing the Paying Agent/Registrar. If the District replaces the Paying Agent/Registrar, such Paying Agent/Registrar shall, promptly upon the appointment of a successor, deliver the Paying Agent/Registrar's records to the successor Paying Agent/Registrar, and the successor Paying Agent/Registrar shall act in the same capacity as the previous Paying Agent/Registrar. Any successor Paying Agent/Registrar selected by the District shall be a commercial bank; a trust company organized under the laws of the State of Texas; or other entity duly qualified and legally authorized to serve and perform the duties of the Paying Agent/Registrar for the Bonds.

Issuance of Additional Debt

The District may issue additional bonds, with the approval of the TCEQ or the Texas Water Development Board ("TWDB"), as applicable, necessary to provide and maintain improvements and facilities consistent with the purposes for which the District was created. See "THE DISTRICT." The District will have \$71,760,000 of bonds for the purpose of acquiring and constructing a waterworks and wastewater system (the "System") and \$173,345,000 for the refunding of such bonds after the issuance of the bonds. The Bond Order imposes no limitation on the amount of additional parity bonds which may be issued by the District if authorized by the District's voters and approved by the Board and the TCEQ or TWDB, if applicable. See "INVESTMENT CONSIDERATIONS - Future Debt."

Consolidation, Dissolution and Strategic Partnership

The District has the legal authority to consolidate with other fresh water supply districts and, in connection therewith, to provide for the consolidation of its water and wastewater systems with the water and wastewater systems of the district or districts with which it is consolidating, subject to voter approval. In their consolidation agreement, the consolidating districts may agree to assume each other's bonds, notes and other obligations. If each district assumes the other's bonds, notes and other obligations, taxes may be levied uniformly on all taxable property within the consolidated district in payment of same. If the districts do not assume each other's bonds, notes and other obligations, each district's taxes are

levied on property in each of the original districts to pay said debts created by the respective original district as if no consolidation had taken place.

Strategic Partnership Agreement – Limited Purpose Annexation by City of Houston - The District has entered into a Strategic Partnership Agreement ("SPA") with the City of Houston (the "City") whereby the tracts of land in the District projected for and containing commercial development within the City's extraterritorial jurisdiction were annexed into the City for limited purposes. The City imposes a Sales and Use Tax within the annexed tracts on the receipts from the sale and use at retail of taxable items at the rate of one-half of one percent or such other rate as may be imposed by the City from time to time. Under the SPA, one-half (or 50%) of the sales tax revenue generated by the commercial business will be paid to the District, and the District can use the sales tax revenue to: (a) accelerate the development of the water and wastewater system in the District; (b) accelerate reimbursement to developers for eligible infrastructure development; (c) lower the overall property tax rate to encourage additional development; and (d) perform other District functions that might otherwise be diminished, curtailed, abbreviated or delayed by financial limitations.

The Sales and Use Tax was implemented within the annexed areas. The Comptroller of Public Accounts of the State of Texas remits the sales tax revenues to the City and the City then disburses to the District its share of the tax revenues.

Neither the District nor any owner of taxable property in the District is liable for any present or future debts of the City and current and future ad valorem taxes levied by the City will not be levied on taxable property in the District.

The Bonds are not obligations of the City, and the SPA does not obligate the City, either directly or indirectly, to pay the principal of and interest on the Bonds.

Portions of the District are within the extraterritorial jurisdiction of the City of Pearland. The District has not entered into a SPA with the City of Pearland.

Defeasance

The Bond Order provides that the District may discharge its obligations to the Registered Owners of any or all of the Bonds to pay principal, interest and redemption price thereon in any manner permitted by law. Under current Texas law, such discharge may be accomplished either (i) by depositing with the Comptroller of Public Accounts of the State of Texas a sum of money equal to the principal of, premium, if any, and all interest to accrue on the Bonds to maturity or redemption or (ii) by depositing with any place of payment (paying agent) of the Bonds or other obligations of the District payable from revenues or from ad valorem taxes or both, amounts sufficient to provide for the payment and/or redemption of the Bonds; provided that such deposits may be invested and reinvested only in (a) direct non-callable obligations of the United States of America, (b) non-callable obligations of an agency or instrumentality of the United States, including obligations that are unconditionally guaranteed or insured by the agency or instrumentality and that, on the date the governing body of the District adopts or approves the proceedings authorizing the issuance of refunding bonds, are rated as to investment quality by a nationally recognized investment rating firm not less than AAA or its equivalent, and (c) non-callable obligations of a state or an agency or a county, municipality, or other political subdivision of a state that have been refunded and that, on the date the governing body of the District adopts or approves the proceedings authorizing the issuance of refunding bonds, are rated as to investment quality by a nationally recognized investment rating firm not less than AAA or its equivalent, and which mature and/or bear interest payable at such times and in such amounts as will be sufficient to provide for the scheduled payment and/or redemption of the Bonds.

Upon such deposit as described above, such Bonds shall no longer be regarded as outstanding or unpaid. After firm banking and financial arrangements for the discharge and final payment or redemption of the Bonds have been made as described above, all rights of the District to initiate proceedings to call the Bonds for redemption or take any other action amending the terms of the Bonds are extinguished; provided, however, that the right to call the Bonds for redemption is not extinguished if the District: (i) in the proceedings providing for the firm banking and financial arrangements, expressly reserves the right to call the Bonds for redemption; (ii) gives notice of the reservation of that right to the owners of the Bonds immediately following the making of the firm banking and financial arrangements; and (iii) directs that notice of the reservation be included in any redemption notices that it authorizes.

There is no assurance that the current law will not be changed in the future in a manner which would permit investments other than those described above to be made with amounts deposited to defease the Bonds.

Legal Investment and Eligibility to Secure Public Funds in Texas

The following is an excerpt from Section 49.186 of the Texas Water Code, and is applicable to the District:

- "(a) All bonds, notes, and other obligations issued by a district shall be legal and authorized investments for all banks, trust companies, building and loan associations, savings and loan associations, insurance companies of all kinds and types, fiduciaries, and trustees, and for all interest and sinking funds and other public funds of the state, and all agencies, subdivisions, and instrumentalities of the state, including all counties, cities, towns, villages, school districts, and all other kinds and types of districts, public agencies, and bodies politic."
- "(b) A district's bonds, notes, and other obligations are eligible and lawful security for all deposits of public funds of the state, and all agencies, subdivisions, and instrumentalities of the state, including all counties, cities, towns,

villages, school districts, and all other kinds and types of districts, public agencies, and bodies politic, to the extent of the market value of the bonds, notes, and other obligations when accompanied by any un-matured interest coupons attached to them."

The Public Funds Collateral Act (Chapter 2257, Texas Government Code) also provides that bonds of the District (including the Bonds) are eligible as collateral for public funds.

Registered Owners' Remedies and Bankruptcy

Pursuant to Texas law, the Bond Order provides that, in the event the District defaults in the payment of the principal of or interest on any of the Bonds when due, fails to make payments required by the Bond Order into the Debt Service Fund, or defaults in the observance or performance of any of the other covenants, conditions or obligations set forth in the Bond Order, any Registered Owner shall be entitled to seek a writ of mandamus from a court of competent jurisdiction compelling and requiring the District to make such payments or to observe and perform such covenants, obligations or conditions. Such right is in addition to other rights the Registered Owners may be provided by the laws of the State of Texas.

In the event of default in the payment of principal of or interest on the Bonds, the Registered Owners may seek a writ of mandamus requiring the District to levy adequate taxes to make such payments. Except for the remedy of mandamus, the Bond Order does not specifically provide for remedies to a Registered Owner in the event of a District default, nor does it provide for the appointment of a trustee to protect and enforce the interests of the Registered Owners. There is no acceleration of maturity of the Bonds in the event of default and, consequently, the remedy of mandamus may have to be relied upon from year to year. Although the Registered Owners could obtain a judgment against the District, such a judgment could not be enforced by direct levy and execution against the District's property. Further, the Registered Owners cannot themselves foreclose on the property of the District or sell property within the District in order to pay the principal of or interest on the Bonds. The enforceability of the rights and remedies of the Registered Owners may be further limited by laws relating to bankruptcy, reorganization or other similar laws of general application affecting the rights of creditors of political subdivisions such as the District. For example, a Chapter 9 bankruptcy proceeding by the District could delay or eliminate payment of principal or interest to the Registered Owners.

Payment Record

The District failed to timely make a scheduled interest payment, in the amount of \$179,869.38, on February 15, 2011. This delinquency was due to an administrative oversight; the District had adequate funds on hand to make its scheduled principal and interest payments with respect to its outstanding obligations. The District filed a material event notice in connection with this event. The District has enacted procedures to ensure that such an oversight does not occur in the future with respect to any of the District's principal and interest obligations. Otherwise, the District has never defaulted on the timely payment of principal or interest on its outstanding indebtedness.

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USE AND DISTRIBUTION OF BOND PROCEEDS

Proceeds of the Bonds will be used to (i) fund bond issuance costs; (iii) fund the District for the City of Arcola wastewater treatment plant; Gateway Acres Subdivision Wastewater Collection System; and Fresno Ranchos Subdivision Lift Station and Force Main; (iv) Contingencies, engineering and material testing for item (iii); and surveying for Gateway Acres Subdivision and Fresno Ranchos Subdivision.

Non-construction costs are based upon either contract amounts, or estimates of various costs by the Engineer and the Financial Advisor (each hereinafter defined). The actual amounts to be reimbursed by the District and the non-construction costs will be finalized after the sale of the Bonds and completion of agreed-upon procedures by the District's auditor.

A. CONSTRUCTION COSTS

A. Developer Contribution Items None	\$	-
B. District Items		
1. City of Arcola WWTP Expansion (0.5 MGD to 0.675 MGD)	\$	84,000
2. City of Arcola WWTP Expansion (0.675 MGD to 0.95 MGD)		870,000
3. Gateway Acres Subdivision Wastewater Collection System		5,000,000
4. Fresno Ranchos Subdivision Lift Station and Force Main		2,000,000
5. Contingencies (Items No. 2-4)		710,000
6. Engineering (Items No. 2-4)		787,300
7. Material testing (Items No. 2-4)		160,000
8. Surveying (Items No. 3 and 4)	_	66,750
Total District Items	\$	9,678,050
TOTAL CONSTRUCTION COSTS (92.61% of Bond Issue)	\$	9,678,050
B. NON-CONSTRUCTION COSTS		
A. Legal Fees	\$	209,000
B. Fiscal Agent Fees		144,500
C. Bond Discount (3%)		313,500
D. Bond Issuance Expenses		29,825
E. Bond Application Report Costs		39,500
F. Attorney General Fee (0.10% or \$9,500 Max.)		9,500
G. TCEQ Bond Issuance Fee (0.25%) TOTAL NON-CONSTRUCTION COSTS	\$	26,125 771,950
TOTAL MON-CONSTRUCTION COSTS	Ф	//1,730
TOTAL BOND ISSUE REQUIREMENT	\$	10,450,000

The Engineer has advised the District that the proceeds of the sale of the Bonds should be sufficient to pay the costs of the above-described facilities; however, the District cannot and does not guarantee the sufficiency of such funds for such purposes.

In the instance that approved estimated amounts exceed the actual costs, the difference comprises a surplus which may be expended for approved uses. However, the District cannot and does not guarantee the sufficiency of such funds for such purposes.

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THE DISTRICT

General

The District was created as a political subdivision of the State of Texas pursuant to an order of the Fort Bend County Commissioner's Court dated January 18, 1997, pursuant to the terms and provisions of Article XVI, Section 59 of the Texas Constitution and Chapters 49 and 53 of the Texas Water Code, as amended.

Location

The District is located in east Fort Bend County, Texas, approximately 16 miles south of the central business district of the City of Houston, Texas, at the intersection of Trammel Fresno Road and FM 521. The District is located within the extraterritorial jurisdictions of the City of Houston, Texas and the City of Pearland, Texas.

Authority

The District is empowered, among other things, to purchase, construct, operate and maintain all works, improvements, facilities and plants necessary for the supply and distribution of water and the collection, transportation, and treatment of wastewater. The District may issue bonds and other forms of indebtedness to purchase or construct such facilities. The District may also provide solid waste collection and disposal service and is empowered to establish, operate and maintain a fire department, independently or with one or more other conservation and reclamation districts, if approved by the voters of the District and the TCEQ, as well as operate and maintain recreational facilities. The District has no plans to provide a fire department.

The District is authorized to issue its bonds to finance its water and sanitary sewer facilities, with the approval of the TCEQ or, if applicable, the TWDB and the Attorney General of Texas, to the extent authorized by the District's qualified voters. After the issuance of the Bonds, the District will have \$71,760,000 of bonds for the System and \$173,345,000 of bonds for refunding purposes authorized but unissued which are payable from the proceeds of a continuing, direct annual ad valorem tax, without legal limitation as to rate or amount, levied against all taxable property within the District.

MANAGEMENT OF THE DISTRICT

The District is governed by the Board, consisting of five Supervisors, who have control over and management supervision of all affairs of the District. All of the Supervisors reside or own property in the District. The Supervisors serve four-year staggered terms. Board elections are held in even numbered years in May. The current members and officers of the Board are listed below:

Name	Title	Term Expires May
Paul Hamilton	President	2022
Rosa Linda Medina	Vice President	2024
Calvin Casher	Secretary	2024
Rodrigo Carreon	Assistant Secretary	2022
Erasto Vallejo	Assistant Secretary	2024

Investment Policy

The District has adopted an Investment Policy (the "Policy") as required by the Public Funds Investment Act, Chapter 2256, Texas Government Code (the "Act"). The District's goal is to preserve principal and maintain liquidity in a diversified portfolio while securing a competitive yield on its portfolio. Funds of the District are to be invested only in accordance with the Policy. The Policy states that the funds of the District may be invested in short term obligations of the U.S. or its agencies or instrumentalities, in certificates of deposits insured by the Federal Deposit Insurance Corporation and secured by collateral authorized by the Act, and in TexPool and Texas Class, which are public funds investment pools rated in the highest rating category by a nationally recognized rating service. The District does not currently own, nor does it anticipate, the inclusion of long-term securities or derivative products in the portfolio.

Consultants

Although the District does not have a general manager or any other full-time employees, it has contracted for utility system operating, bookkeeping, tax assessing and collecting, auditing, engineering, and legal services as follows:

Tax Assessor/Collector

The District's Tax Assessor/Collector is the Fort Bend County Tax Office (the "Tax Assessor/Collector"). The Tax Assessor/Collector applies the District's tax levy to tax rolls prepared by the Fort Bend Central Appraisal District and bills and collects such levy.

Bookkeeper

The District's bookkeeper is Municipal Accounts & Consulting, LP.

Utility System Operator

The District's water and sewer system is operated by Environmental Development Partners LLC ("EDP").

Auditor

As required by the Texas Water Code, the District retains an independent auditor to audit the District's financial statements annually, which annual audit is filed with the TCEQ. A copy of the District's audit prepared by McCall Gibson Swedlund Barfoot PLLC for the fiscal year ended December 31, 2020, is included as "APPENDIX B" to this Official Statement.

Engineer

The consulting engineer for the District in connection with the previous design and construction of the facilities within the District is Jacobs Engineering Group Inc. (the "Engineer").

General and Bond Counsel

The District has engaged Sanford Kuhl Hagan Kugle Parker Kahn LLP, Houston, Texas as general counsel to the District and as bond counsel ("Bond Counsel") in connection with the issuance of the Bonds. The fees to be paid Bond Counsel in connection with the issuance of the Bonds are contingent upon the sale and delivery of the Bonds. See "LEGAL MATTERS."

Disclosure Counsel – The Muller Law Group, PLLC, Sugar Land, Texas, has been designated as disclosure counsel ("Disclosure Counsel"). The fees of Disclosure Counsel in connection with the issuance of the Bonds are contingent upon the sale and delivery of the Bonds.

Financial Advisor

Robert W. Baird & Co. Incorporated (the "Financial Advisor") is employed as Financial Advisor to the District in connection with the issuance of the Bonds. The Financial Advisor's fee for services rendered with respect to the sale of the Bonds is contingent upon the sale and delivery of the Bonds. The Financial Advisor is not obligated to undertake and has not undertaken to make, an independent verification or to assume responsibility for the accuracy, completeness, or fairness of the information in this Official Statement.

DEVELOPMENT WITHIN THE DISTRICT

Status of Development

The District was created to provide existing District residents with public water and wastewater services. As of January 1, 2022, there were approximately _____ homes in the District. As of January 1, 2022, the District contained a total of ____ residential connections receiving water service from the District, ___ residential connections receiving water and sewer service from the District, ___ residential connections receiving water service from the District and sewer service from the City of Arcola, ___ vacant residential connections, ___ commercial water connections and ___ miscellaneous water connections. Homesteads that are not connected to the District's public water and wastewater system are generally provided water through private water wells and wastewater service is provided by individual septic systems. There is currently no active development in the District.

Commercial Development

Commercial development within the District consists of various business and industrial properties. There is no significant ongoing commercial development in the District. See "SELECTED FINANCIAL INFORMATION – Principal Taxpayers."

Future Development

The District can make no representation that any future development will occur within the District. In the event that future development does occur in the District, it is anticipated that infrastructure development costs could be financed through the sale of future bond issues, although there are currently no plans to do so, and no additional development is currently planned.

THE SYSTEM

Regulation

According to the Engineer, the water distribution and wastewater collection lines constructed by the District (the "System") have been designed in accordance with accepted engineering practices and the requirements of all governmental agencies having regulatory or supervisory jurisdiction over the construction and operation of such facilities including, among others, the TCEQ, the TWDB, the City of Houston, Texas, the City of Pearland, Texas, and Fort Bend County, Texas. According to the District's Engineer, the design of all such completed facilities has been approved by all required governmental agencies and inspected by the TCEQ or TWDB, as applicable.

Operation of the District's waterworks and sewer treatment facilities is subject to regulation by, among others, the EPA and the TCEQ. In many cases, regulations promulgated by these agencies have become effective only recently and are subject to further development and revisions.

Water Supply

The District's water supply facilities include one water plant. The plant includes a 1,500 gallon-per-minute ("gpm") well, two 360,000 gallon ground storage tanks, 30,000 gallons of hydropneumatic tank capacity, firm booster pump capacity (assuming largest booster pump out of service) totaling 6,000 gpm, auxiliary power supply and various other appurtenances. According to the Engineer, the plant is sufficient to serve approximately 2,500 single family equivalent connections, based upon current regulatory criteria. The District is in the process of constructing a second water plant. In addition, the District has an emergency interconnect agreement with Fort Bend County Municipal Utility District No. 23, Fort Bend County Municipal Utility District No. 141, and Charleston Municipal Utility District. According to the District's Operator, the District's water quality complies with environmental requirements at the federal, state and local levels. Th District has a contract with the City of Arcola and is contractually obligated to provide the City of Arcola with 625 single family equivalent connections of water service.

Wastewater Treatment

Wastewater treatment capacity for the District is provided by a wastewater treatment plant operated by the City of Arcola (the "WWTP"). The WWTP contains 675,000 gallon-per-day ("gpd") capacity. Pursuant to an agreement between the District and the City of Arcola, the District owns 250,000 gpd of the capacity in the WWTP, which will serve up to 714 connections. This capacity will serve a portion of the District. As additional capacity is needed, future expansions of WWTP will be constructed. This may require the issuance of additional bonds, and perhaps an election for the issuance of additional bonds.

100-Year Flood Plain

According to the Engineer and based upon the current Flood Insurance Rate Map of Fort Bend County, Texas, approximately 657 acres of the District are within the 100-year flood plain. The District's current facilities (water plants and lift stations) are not within the 100-year flood plain.

North Fort Bend Regional Water Authority

The District has entered into a Groundwater Reduction Plan Participation Agreement with the North Fort Bend Water Authority (the "Authority"). The Authority's purposes include the acquisition and provision of surface water and groundwater for residential, commercial, industrial, agricultural, and other uses, the reduction of groundwater withdrawals, the conservation, protection, recharge, and prevention of waste of groundwater, and of groundwater reservoirs or their subdivisions, and the control of subsidence caused by withdrawal of water from those groundwater reservoirs or their subdivisions. The District has agreed to pay the Authority a water well pumpage fee, based on the amount of water pumped from all well(s) owned and operated by the District. This fee will enable the Authority to fulfill its purpose and regulatory functions. Effective January 1, 2022, the fee charged is \$4.55 per 1,000 gallons of water pumped from each well. The term of this agreement is for 40 years from the effective date of the agreement.

General Fund Operating Statement

The following statement sets forth in condensed form the historical results of operation of the District's System. Such summary has been prepared by the Financial Advisor for inclusion herein, based upon information obtained from the District's audited financial statements. Reference is made to such statements for further and more complete information. See "APPENDIX B." The Bonds are payable from the levy of an ad valorem tax, without legal limitation as to rate or amount, upon all taxable property in the District. This table is provided for informational purposes only.

	<u>UNAUDITED</u>			Fiscal Year Ended	<u>l</u>	
REVENUES	12/31/21	12/31/20	12/31/19	12/31/18	12/31/17	12/31/16
Property taxes Water Revenues Wastewater Revenues	\$	\$ 1,551,624 575,046 198.675	\$ 1,716,514 520,736 163,918	\$ 1,596,026 517,697 141,496	\$ 1,376,887 341,731 65,543	\$ 1,379,822 196,237
Regional Water Authority Fees		421,570	366,021	310,134	197,590	104,762
Shared Facilities Revenues Tap Connection and Inspection Fees		364,529 146,515	190,657 216,935	189,522 193,297	174,221 156,164	154,536 24,410
Penalty and Interest Capital Contributions		111,449	122,920 169,963	112,900 120,496	89,390	100,646
Miscellaneous Revenues	\$	<u>\$ 115,030</u>	\$ 181,317	\$ 69,074	\$ 60,739	\$ 24,264
TOTAL REVENUES	\$	\$ 3,484,438	\$ 3,648,981	\$ 3,250,642	\$ 2,462,265	\$ 1,984,677
EXPENDITURES Professional fees Contracted services Purchased Sewer Utilities Repairs and maintenance	\$	\$ 709,742 149,938 109,214 37,151 439,470	\$ 508,934 156,506 114,597 44,010 184,115	\$ 471,834 150,199 99,362 49,519 222,356	\$ 651,876 82,486 49,421 38,794 154,017	\$ 461,297 65,680 53,000 33,389 72,563
Regional Water Authority Assessment Other operating expenditures		529,810 184,419	522,428 260,203	435,101 295,062	312,695 263,419	215,325 58,412
Capital Outlay	\$	\$ 2,096,634	\$ 528,207	\$ 224,278	<u>\$ 419,098</u>	629,163
TOTAL EXPENDITURES	\$	\$ 4,256,378	\$ 2,319,000	\$ 1,947,711	\$ 1,971,806	\$ 1,588,829
Excess Revenues (Expenditures)	\$	\$ (771,940)	\$ 1,329,981	\$ 1,302,931	\$ 490,459	\$ 395,848
Other Sources (Uses)	\$	\$ (155,637)	\$ 50,680	\$ (68,870)	\$(1,161,427)	\$ 13,918
Balance, Beg of Year	<u>\$ 5,821,076</u>	\$ 6,748,653	\$ 5,367,992	<u>\$ 4,133,931</u>	\$ 4,804,899	\$ 4,395,133
Balance, End of Year	\$	\$ 5,821,076	<u>\$ 6,748,653</u>	<u>\$ 5,367,992</u>	<u>\$ 4,133,931</u>	<u>\$ 4,804,899</u>

⁽a) Unaudited as of ______, 2022.

SELECTED FINANCIAL INFORMATION (Unaudited)

2021 Certified Assessed Valuation	\$434,819,974 (a)
Direct Debt The Outstanding Bonds The Bonds Total	\$ 25,260,000 (b) 10,450,000 \$ 35,710,000
Estimated Overlapping Debt Total Direct and Estimated Overlapping Debt	\$ 17,021,811 (c) \$ 52,731,811
Direct Debt Ratios: As a percentage of the 2021 Certified Assessed Valuation	8.21 %

⁽a) As of January 1, 2021. As certified by the Appraisal District. See "TAXING PROCEDURES."

Total Outstanding Bonds

			Amount
Date of		Original	Outstanding as of
<u>Issue</u>	<u>Series</u>	<u>Amount</u>	March 1, 2022
08/01/2006	2006A	\$ 6,935,000	\$ 2,460,000
08/01/2006	2006B	5,035,000	-
08/01/2008	2008	8,500,000	-
03/01/2010	2010	5,285,000	150,000
04/01/2010	2010A	600,000	270,000
10/10/2015	2015	8,000,000	6,910,000
03/01/2016	2016	4,430,000	3,680,000
09/01/2017	2017	5,365,000	5,305,000
10/01/2019	2019	1,745,000	1,675,000
05/01/2020	2020	<u>4,850,000</u>	4,810,000
		\$ 37,210,000	<u>\$ 25,260,000</u>

Estimated Direct and Overlapping Debt Statement

Other governmental entities whose boundaries overlap the District have outstanding bonds payable from ad valorem taxes. The following statement of direct and estimated overlapping ad valorem tax debt was developed from information contained in "Texas Municipal Reports," published by the Municipal Advisory Council of Texas, or other available information. Except for the amount relating to the District, the District has not independently verified the accuracy or completeness of such information, and no person is entitled to rely upon such information as being accurate or complete. Furthermore, certain of the entities listed below may have issued additional bonds since the dates stated in this table, and such entities may have programs requiring the issuance of substantial amounts of additional bonds, the amount of which cannot presently be determined. Political subdivisions overlapping the District are authorized by Texas law to levy and collect ad valorem taxes for operation, maintenance and/or general revenue purposes in addition to taxes for payment of their debt, and some are presently levying and collecting such taxes.

⁽b) As of March 1, 2022.

⁽c) See "SELECTED FINANCIAL INFORMATION - Estimated Direct and Overlapping Debt Statement."

	Outstanding Debt as of		Estimated rlapping Debt
Taxing Jurisdiction	December 31, 2021	Percent	Amount
Fort Bend County Fort Bend County Drainage District Fort Bend Independent School District Total Estimated Overlapping Debt	\$ 807,303,234 25,405,000 1,395,130,000	0.53% 0.54% 0.90%	\$ 4,297,065 136,169 <u>12,588,577</u> \$ 17,021,811
The District Total Direct & Estimated Overlapping Debt			35,710,000 (a) \$ 52,731,811 (a)
Ratio of Estimated Direct and Overlapping Debt	to 2021 Certified Assessed Valua	tion	12.13%

⁽a) Includes the Bonds and the Outstanding Bonds.

Estimated Overlapping Taxes

Property within the District is subject to taxation by several taxing authorities in addition to the District. Under Texas law, if ad valorem taxes levied by a taxing authority become delinquent, a lien is created upon the property which has been taxed. A tax lien on property in favor of the District is on a parity with tax liens of other taxing jurisdictions. In addition to ad valorem taxes required to make debt service payments on bonded debt of the District and of such other jurisdictions (see "SELECTED FINANCIAL INFORMATION - Estimated Direct and Overlapping Debt Statement"), certain taxing jurisdictions are authorized by Texas law to assess, levy and collect ad valorem taxes for operation, maintenance, administrative and/or general revenue purposes.

Set forth below is an estimation of all taxes per \$100 of assessed valuation levied by such jurisdictions. No recognition is given to local assessments for civic association dues, emergency medical service contributions, fire department contributions or any other charges made by entities other than political subdivisions. The following chart includes the 2021 taxes per \$100 of assessed valuation levied by all such taxing jurisdictions.

Taxing Jurisdiction	2021 Tax Rate
The District	\$ 1.00000
Fort Bend County	0.45280 (a)
Fort Bend ISD	1.21010
Total Tax Rate	<u>\$ 2.66290</u>

⁽a) Includes \$0.0145 for Fort Bend County Drainage District.

Assessed Valuation Summary

The following represents the type of property comprising the 2017-2021 tax rolls:

	2021	2020	2019	2018	2017
	Assessed	Assessed	Assessed	Assessed	Assessed
Type of Property	Valuation	Valuation	Valuation	Valuation	Valuation
Land	\$ 201,490,501	\$ 196,000,463	\$ 140,332,787	\$ 142,519,427	\$ 127,435,253
Improvements	213,714,828	216,561,007	183,183,700	164,370,086	153,869,056
Personal Property	89,740,213	94,904,760	99,339,981	83,423,960	77,669,220
Exemptions	<u>(70,125,568</u>)	<u>(81,700,095</u>)	(61,232,077)	(37,423,873)	(35,213,775)
Total	<u>\$ 434,819,974</u>	<u>\$ 425,766,135</u>	<u>\$ 361,624,391</u>	\$ 352,889,600	<u>\$ 323,759,754</u>

Historical Tax Collections

The following table illustrates the collection history of the District from the 2015–2021 tax years:

				% of	% of	Fiscal Year
	Assessed	Tax Rate/	Adjusted	Current Year	Total Year	Ending
Tax Year	Valuation	\$100 (a)	Levy	Collections	Collections	12/31
2015	\$ 279,970,126	\$ 1.00	\$ 2,799,701	98.66 %	99.30 %	2016
2016	279,162,072	1.00	2,791,621	94.69 %	99.09 %	2017
2017	323,759,754	1.00	3,237,598	94.68 %	98.93 %	2018
2018	352,889,600	1.00	3,528,896	93.30 %	97.61 %	2019
2019	361,624,391	1.00	3,616,244	91.18 %	96.73 %	2020
2020	425,766,135	1.00	4,257,661	94.50 %	94.50 %	2021
2021	434.819.974	1.00	4.348.200	(b)	(b)	2022

- (a) See "Tax Rate Distribution."
- (b) In process of collections.

Tax Rate Distribution

	2021	2020	2019	2018	2017	2016
Debt Service	\$ 0.590	\$ 0.590	\$ 0.570	\$ 0.500	\$ 0.500	\$ 0.500
Maintenance	0.410	0.410	0.430	0.500	0.500	<u>0.500</u>
	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000

Tax Rate Limitation

Debt Service: Unlimited (no legal limit as to rate or amount).

Maintenance: \$0.50 per \$100 Assessed Valuation.

Maintenance Tax

The Board has the statutory authority to levy and collect an annual ad valorem tax for planning, maintaining, repairing and operating of the District's improvements, if such maintenance tax is authorized by a vote of the District's electors. Such tax is in addition to taxes which the District is authorized to levy for paying principal of and interest on the Bonds and any tax bonds which may be issued in the future. An election was held within the District on November 4, 2014, which authorized the levy of a maintenance tax not to exceed \$0.50/\$100 assessed valuation. The District levied a maintenance tax of \$0.41 per \$100 of assessed valuation for tax year 2021.

Principal Taxpayers

The following are the principal taxpayers in the District as shown on the District's certified appraisal rolls for the 2021 tax year.

Taxpayer	Type of Property	Assessed Valuation 2021 Tax Roll
Nalco Production LLC	Land & Improvements	\$ 46,434,940
Fresno Self Storage LLC	Land & Improvements	5,045,090
Blue Ridge Landfill TX LP	Land & Improvements	3,087,139
Lemark Investments LLC	Land & Improvements	3,064,130
Zyfire USA Corporation	Land & Improvements	2,531,475
Monge Santiago	Land & Improvements	2,193,810
Friendship Business LLC	Land & Improvements	2,139,420
Centerpoint Energy Electric	Land & Improvements	2,037,530
Technisand INC	Land & Improvements	2,007,960
Monge Trucking Sand-Pit LLC	Land & Improvements	<u>1,986,340</u>
Total		<u>\$ 70,527,834</u>
% of Respective Tax Roll		16.22%

As shown in the table above, the top ten taxpayers in the District currently account for approximately 15.99% of the District's tax base. Adverse developments in economic conditions could adversely impact these businesses in the District and the tax values in the District, resulting in less local tax revenue. In addition, there is no certainty that personal property,

which is portable, will remain in the District. If any major taxpayer were to default in the payment of taxes, the ability of the District to make timely payment of debt service on the Bonds will be dependent on its ability to enforce and liquidate its tax lien, which is a time-consuming process. If personal property were removed from the District, ad valorem taxes could not be levied on such personal property, which could result in less local tax revenue. See "INVESTMENT CONSIDERATIONS – Registered Owners' Remedies," "– Principal Landowners' Obligations to the District" and "– Dependence on Personal Property Taxes; Personal Property Tax Collections," "THE BONDS – Registered Owners' Remedies and Bankruptcy" and "TAXING PROCEDURES – District's Rights in the Event of Tax Delinquencies" herein.

Additional Penalties

The District has contracted with a delinquent tax attorney to collect certain delinquent taxes. In connection with that contract, the District established an additional penalty of twenty percent (20%) of the tax to defray the costs of collection. This 20% penalty applies to taxes that either: (1) become delinquent on or after February 1 of a year, but not later than May 1 of that year, and that remain delinquent on April 1 (for personal property) and July 1 (for real property) of the year in which they become delinquent, or (2) become delinquent on or after June 1, pursuant to the Texas Tax Code.

Tax Adequacy for Debt Service

The tax rate calculations set forth below are presented to indicate the tax rates per \$100 of assessed valuation which would be required to meet certain debt Service Requirement on the Bonds and the Outstanding Bonds, if no growth in the District's tax base occurs beyond the 2021 Certified Assessed Valuation (\$434,819,974). The calculations assume collection of 95% of taxes levied and exclude any debt service funds.

Estimated Average Annual Debt Service Requirement (2022-2049) Tax Rate of \$0.46 on the 2021 Certified Assessed Valuation produces	1,879,789 1,900,163
Estimated Maximum Annual Debt Service Requirement (2027)	 2,479,248 2,519,782

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PRO- FORMA DEBT SERVICE SCHEDULE

The following schedule sets forth the current total debt service requirements of the District, plus the principal and estimated interest requirements on the Bonds, assuming a 3.25% estimated interest rate.

	Current	Plus: The Bonds		Total	
	Debt Service			Debt Service	
Year	Requirements (a)	Principal	Interest	Requirements	
2022	\$ 1,700,764	\$ -	\$ 154,718	\$ 1,855,482	
2023	2,138,707	_	339,625	2,478,332	
2024	2,128,342	_	339,625	2,467,967	
2025	2,131,677	_	339,625	2,471,302	
2026	2,135,736	_	339,625	2,475,361	
2027	2,139,623	-	339,625	2,479,248	
2028	1,686,273	-	339,625	2,025,898	
2029	1,683,686	-	339,625	2,023,311	
2030	1,682,366	-	339,625	2,021,991	
2031	1,664,388	_	339,625	2,004,013	
2032	1,659,013	-	339,625	1,998,638	
2033	1,648,322	-	339,625	1,987,947	
2034	1,655,092	-	339,625	1,994,717	
2035	1,654,085	-	339,625	1,993,710	
2036	1,651,164	-	339,625	1,990,789	
2037	1,651,341	-	339,625	1,990,966	
2038	1,354,440	280,000	339,625	1,974,065	
2039	855,824	790,000	330,525	1,976,349	
2040	554,935	1,120,000	304,850	1,979,785	
2041	557,341	1,170,000	268,450	1,995,791	
2042	553,699	1,220,000	230,425	2,004,124	
2043	554,344	1,270,000	190,775	2,015,119	
2044	559,099	1,320,000	149,500	2,028,599	
2045	552,705	1,385,000	106,600	2,044,305	
2046	100,624	1,895,000	61,588	2,057,212	
2047	101,935	_	-	101,935	
2048	98,029	_	-	98,029	
2049	99,123			99,123	
Total	\$ 34,952,674	\$ 10,450,000	\$ 7,231,431	\$ 52,634,105	

⁽a) Outstanding debt as of March 17, 2022.

TAXING PROCEDURES

Authority to Levy Taxes

The Board is authorized to levy an annual ad valorem tax, without legal limitation as to rate or amount, on all taxable property within the District in sufficient amount to pay the principal of and interest on the Outstanding Bonds, the Bonds and any additional bonds payable from taxes which the District may hereafter issue (see "INVESTMENT CONSIDERATIONS - Future Debt"), and to pay the expenses of assessing and collecting such taxes. The District agrees in the Bond Order to levy such a tax from year to year as described more fully above under "THE BONDS - Source of Payment." Under Texas law, the Board may also levy and collect annual ad valorem taxes for the operation and maintenance of the District and the System and for the payment of certain contractual obligations. See "SELECTED FINANCIAL INFORMATION - Maintenance Tax."

Property Tax Code and County-wide Appraisal District

The Texas Property Tax Code (the "Property Tax Code") specifies the taxing procedures of all political subdivisions of the State of Texas, including the District. Provisions of the Property Tax Code are complex and are not fully summarized herein.

The Property Tax Code requires, among other matters, county-wide appraisal and equalization of taxable property values and establishes in each county of the State of Texas an appraisal district with the responsibility for recording and appraising property for all taxing units within a county and an appraisal review board with responsibility for reviewing and equalizing the values established by the Appraisal District. The Appraisal District has the responsibility of appraising property for all taxing units within Fort Bend County, Texas, including the District. Such appraisal values will be subject to review and change by the Fort Bend County Appraisal Review Board (the "Appraisal Review Board"). The appraisal roll, as approved by the Appraisal Review Board, will be used by the District in establishing its tax rolls and tax rate.

Property Subject to Taxation by the District

General: Except for certain exemptions provided by Texas law, all real property, tangible personal property held or used for the production of income, mobile homes, and certain categories of intangible personal property with a tax situs in the District are subject to taxation by the District. Principal categories of exempt property include, but are not limited to: property owned by the State of Texas or its political subdivisions, if the property is used for public purposes; property exempt from ad valorem taxation by federal law; certain household goods, family supplies and personal effects; certain goods, wares, and merchandise in transit; certain farm products owned by the producer; certain property of charitable organizations, youth development associations, religious organizations, and qualified schools; designated historical sites; and most individually-owned automobiles. In addition, the District may by its own action exempt residential homesteads of persons 65 years or older and certain disabled persons, to the extent deemed advisable by the Board of Directors of the District. The District may be required to offer such exemptions if a majority of voters approve same at an election. The District would be required to call an election upon petition by twenty percent (20%) of the number of qualified voters who voted in the preceding election. The District is authorized by statute to disregard exemptions for the disabled and elderly if granting the exemption would impair the District's obligation to pay tax-supported debt incurred prior to adoption of the exemption by the District. Furthermore, the District must grant exemptions to disabled veterans or the surviving spouse or children of a deceased veteran who died while on active duty in the armed forces, if requested, but only to the maximum extent of between \$5,000 and \$12,000 depending upon the disability rating of the veteran claiming the exemption. A veteran who receives a disability rating of 100% is entitled to an exemption of full value of the veteran's residential homestead. Qualifying surviving spouses of persons 65 years of age and older are entitled to receive a resident homestead exemption equal to the exemption received by the deceased spouse. Surviving spouses of a deceased veteran who had received a disability rating of 100% are entitled to receive a residential homestead exemption equal to the exemption received by the deceased spouse until such surviving spouse remarries.

In addition, a partially disabled veteran or the surviving spouse of a partially disabled veteran is entitled to an exemption from taxation of a percentage of the appraised value of their residence homestead in an amount equal to the partially disabled veteran's disability rating if the residence homestead was donated at no cost by a charitable organization at some or no cost to the veteran. This exemption also applies to a residence homestead that was donated by a charitable organization at some cost to such veterans. The surviving spouse of a member of the armed forces who was killed in action is entitled to an exemption of the total appraised value of the surviving spouse's residence homestead if the surviving spouse has not remarried since the service member's death and said property was the service member's residence homestead at the time of death. Such exemption may be transferred to a subsequent residence homestead of the surviving spouse, if the surviving spouse has not remarried, in an amount equal to the exemption received on the prior residence in the last year in which such exemption was received.

The surviving spouse of a first responder who is killed or fatally injured in the line of duty is entitled to an exemption of the total appraised value of the surviving spouse's residence homestead if the surviving spouse has not remarried since the first responder's death, and said property was the first responder's residence homestead at the time of death. Such exemption would be transferable to a subsequent residence homestead of the surviving spouse, if the surviving spouse has not remarried, in an amount equal to the exemption received on the prior residence in the last year in which such exemption was received.

Residential Homestead Exemptions: The Property Tax Code authorizes the governing body of each political subdivision in the State of Texas to exempt up to twenty percent (20%) of the appraised value of residential homesteads, but not less than \$5,000, if any exemption is granted, from ad valorem taxation. Where ad valorem taxes have previously been pledged for the payment of debt, the governing body of a political subdivision may continue to levy and collect taxes against the exempt value of the homesteads until the debt is discharged, if the cessation of the levy would impair the obligations of the contract by which the debt was created. The District has never adopted a general homestead exemption. In addition, the District may by its own action exempt residential homesteads of persons 65 years of age or older and certain disabled persons, to the extent deemed advisable by the Board.

Freeport Goods and Goods-in-Transit Exemption: A "Freeport Exemption" applies to goods, wares, ores, and merchandise other than oil, gas, and petroleum products (defined as liquid and gaseous materials immediately derived from refining petroleum or natural gas), and to aircraft or repair parts used by a certified air carrier acquired in or imported into Texas which are destined to be forwarded outside of Texas and which are detained in Texas for assembling, storing, manufacturing, processing or fabricating for less than 175 days. Although certain taxing units may take official action to tax such property in transit and negate such exemption, the District does not have such an option. A "Goods-in-Transit" Exemption is applicable to the same categories of tangible personal property which are covered by the Freeport Exemption, if, for tax year 2011 and prior applicable years, such property is acquired in or imported into Texas for assembling, storing, manufacturing, processing, or fabricating purposes and is subsequently forwarded to another location inside or outside of Texas not later than 175 days after acquisition or importation, and the location where said property is detained during that period is not directly or indirectly owned or under the control of the property owner. For tax year 2012 and subsequent years, such Goods-in-Transit Exemption includes tangible personal property acquired in or imported into Texas for storage purposes only if such property is stored under a contract of bailment by a public warehouse operator at one or more public warehouse facilities in Texas that are not in any way owned or controlled by the owner of such property for the account of the person who acquired or imported such property. A property owner who receives the Goods-in-Transit Exemption is not eligible to receive the Freeport Exemption for the same property. Local taxing units such as the District may, by official action and after public hearing, tax goods-in-transit property. A taxing unit must exercise its option to tax goods-in-transit property before January 1 of the first tax year in which it proposes to tax the property at the time and in the manner prescribed by applicable law. The District has taken official action to allow taxation of all such goods-in-transit personal property for all prior and subsequent years.

Tax Abatement

Fort Bend County, Texas (the "County") may designate all or part of the area within the District as a reinvestment zone. Thereafter, the County and the District, at the option and discretion of each entity, may enter into tax abatement agreements with owners of property within the zone. Prior to entering into a tax abatement agreement, each entity must adopt guidelines and criteria for establishing tax abatement which each entity will follow in granting tax abatement to owners of property. The tax abatement agreements may exempt from ad valorem taxation by each of the applicable taxing jurisdictions, including the District, for a period of up to ten (10) years, all or any part of any increase in the assessed valuation of property covered by the agreement over its assessed valuation in the year in which the agreement is executed on the condition that the property owner make specified improvements or repairs to the property in conformity with the terms of the tax abatement. Each taxing jurisdiction has discretion to determine terms for its tax abatement agreements without regard to the terms approved by the other taxing jurisdictions. To date, no portion of the land within the District has been designated as a reinvestment zone.

Valuation of Property for Taxation

Generally, property in the District must be appraised by the Appraisal District at market value as of January 1 of each year. Once an appraisal roll is prepared and formally approved by the Appraisal Review Board, it is used by the District in establishing its tax rolls and tax rate. Assessments under the Property Tax Code are to be based upon one hundred percent (100%) of market value, as such is defined in the Property Tax Code.

The Property Tax Code requires the Appraisal District to implement a plan for periodic reappraisal of property. The plan must provide for appraisal of all real property in the Appraisal District at least once every three years. It is not known what frequency of reappraisal will be utilized by the Appraisal District or whether reappraisals will be conducted on a zone or county-wide basis. The District, however, at its expense has the right to obtain from the Appraisal District current estimate of appraised values within the District or an estimate of any new property or improvements within the District. While such current estimate of appraised values may serve to indicate the rate and extent of growth of taxable values within the District, it cannot be used for establishing a tax rate within the District until such time as the Appraisal District chooses formally to include such values on its appraisal roll.

From time to time the District may be subject to a natural disaster such as a hurricane, tornado, tropical storm or other adverse weather event severely impacting the entire region and resulting in a disaster declaration by the Governor of the State of Texas. See "INVESTMENT CONSIDERATIONS – Potential Impact of Natural Disasters."

The Property Tax Code provides for a temporary exemption from ad valorem taxation of a portion of the appraised value of certain property that is at least 15% damaged by a disaster and located within an area declared to be a disaster area by the governor of the State of Texas. This temporary exemption is automatic if the disaster is declared prior to a taxing unit, such as the District, adopting its tax rate for the tax year. A taxing unit, such as the District, may authorize the exemption at its discretion if the disaster is declared after the taxing unit has adopted its tax rate for the tax year. The amount of the exemption is based on the percentage of damage and is prorated based on the date of the disaster. Upon receipt of an application submitted within the eligible timeframe by a person who qualifies for a temporary exemption under the Property Tax Code, the Appraisal District is required to complete a damage assessment and assign a damage assessment rating to determine the amount of the exemption. The temporary exemption amounts established in the Property Tax Code range from 15% for property less than 30% damaged to 100% for property that is a total loss. Any such temporary exemption granted for disaster-damaged property expires on January 1 of the first year in which the property is reappraised.

District and Taxpayer Remedies

Under certain circumstances, taxpayers and taxing units, including the District, may appeal orders of the Appraisal Review Board by filing a timely petition for review in district court. In such event, the property value in question may be determined by the court, or by a jury, if requested by any party. Additionally, taxing units may bring suit against the Appraisal District to compel compliance with the Property Tax Code.

The Property Tax Code sets forth notice and hearing procedures for certain tax rate increases by the District and provides for taxpayer referenda which could result in the repeal of certain tax increases. The Property Tax Code also establishes a procedure for notice to property owners of reappraisals reflecting increased property values, appraisals that are higher than renditions and appraisals of property not previously on an appraisal roll.

Levy and Collection of Taxes

The District is responsible for the levy and collection of its taxes, unless it elects to transfer such functions to another governmental entity. By September 1 of each year, or as soon thereafter as practicable, the rate of taxation is set by the Board of Supervisors of the District based upon a) the valuation of property within the District as of the preceding January 1, and b) the amount required to be raised for debt service, maintenance purposes and authorized contractual obligations. Taxes are due October 1, or when billed, whichever comes later, and become delinquent if not paid before February 1 of the year following the year in which imposed. A delinquent tax incurs a penalty of six percent (6%) of the amount of the tax for the first calendar month it is delinquent, plus one percent (1%) for each additional month or portion of a month the tax remains unpaid prior to July 1 of the year in which it becomes delinquent. If the tax is not paid by July 1 of the year in which it becomes delinquent, the tax incurs a total penalty of twelve percent (12%) regardless of the number of months the tax has been delinquent and incurs an additional penalty for collection costs of an amount established by the District and a delinquent tax attorney. The delinquent tax accrues interest at a rate of one percent (1%) for each month or portion of a month it remains unpaid. The Property Tax Code makes provisions for the split payment of taxes, discounts for early payment and the postponement of the delinquency date of taxes under certain circumstances which, at the option of the District, may be rejected. The District's tax collector is required to enter into an installment payment agreement with any person who is delinquent on the payment of tax on a residence homestead if the person (1) has been granted an exemption under Section 11.13, Property Tax Code, (2) requests an installment agreement and (3) has not entered into an installment agreement with the collector in the preceding 24 months. The installment agreement must provide for payments to be made in monthly installments and must extend for a period of at least 12 months and no more than 36 months.

Rollback of Operation and Maintenance Tax Rate

Chapter 49 of the Texas Water Code, as amended, classifies fresh water supply districts differently based on the current operation and maintenance tax rate or on the percentage of projected build-out that the district has completed. Districts that have adopted an operation and maintenance tax rate for the current year that is 2.5 cents or less per \$100 of taxable value are classified herein as "Special Taxing Units." Districts that have financed, completed, and issued bonds to pay for all land, improvements and facilities necessary to serve at least 95% of the projected build-out of the district are classified as "Developed Districts." Districts that do not meet either of the classifications previously discussed can be classified herein as "Developing Districts." The impact each classification has on the ability of a district to increase its maintenance and operations tax rate is described for each classification below. Debt service and contract tax rates cannot be reduced by a rollback election held within any of the districts described below.

Special Taxing Units

Special Taxing Units that adopt a total tax rate that would impose more than 1.08 times the amount of the total tax imposed by such district in the preceding tax year on a residence homestead appraised at the average appraised value of a residence homestead in the district, subject to certain homestead exemptions, are required to hold an election within the district to determine whether to approve the adopted total tax rate. If the adopted total tax rate is not approved at the election, the total tax rate for a Special Taxing Unit is the current year's debt service and contract tax rate plus the operation and maintenance tax rate that would impose 1.08 times the amount of operation and maintenance tax imposed by the district

in the preceding year on a residence homestead appraised at the average appraised value of a residence homestead in the district in that year, subject to certain homestead exemptions.

Developed Districts

Developed Districts that adopt a total tax rate that would impose more than 1.035 times the amount of the total tax imposed by the district in the preceding tax year on a residence homestead appraised at the average appraised value of a residence homestead in the district, subject to certain homestead exemptions, plus any unused increment rates, as calculated and described in Section 26.013 of the Tax Code, are required to hold an election within the district to determine whether to approve the adopted total tax rate. If the adopted total tax rate is not approved at the election, the total tax rate for a Developed District is the current year's debt service and contract tax rate plus the operation and maintenance tax rate that would impose 1.035 times the amount of operation and maintenance tax imposed by the district in the preceding year on a residence homestead appraised at the average appraised value of a residence homestead in the district in that year, subject to certain homestead exemptions, plus any unused increment rates. In addition, if any part of a Developed District lies within an area declared for disaster by the Governor of Texas or President of the United States, alternative procedures and rate limitations may apply for a temporary period. If a district qualifies as both a Special Taxing Unit and a Developed District, the district will be subject to the operation and maintenance tax threshold applicable to Special Taxing Units.

Developing Districts

Districts that do not meet the classification of a Special Taxing Unit or a Developed District can be classified as Developing Districts. The qualified voters of these districts, upon the Developing District's adoption of a total tax rate that would impose more than 1.08 times the amount of the total tax imposed by such district in the preceding tax year on a residence homestead appraised at the average appraised value of a residence homestead in the district, subject to certain homestead exemptions, are authorized to petition for an election to reduce the operation and maintenance tax rate. If an election is called and passes, the total tax rate for Developing Districts is the current year's debt service and contract tax rate plus the operation and maintenance tax rate that would impose 1.08 times the amount of operation and maintenance tax imposed by the district in the preceding year on a residence homestead appraised at the average appraised value of a residence homestead in the district in that year, subject to certain homestead exemptions.

The District

A determination as to a district's status as a Special Taxing Unit, Developed District or Developing District will be made by the Board of Supervisors on an annual basis. For the 2021 tax year, the District was determined to be a Developing District. The District cannot give any assurances as to what its classification will be at any point in time or whether the District's future tax rates will result in a total tax rate that will reclassify the District into a new classification and new election calculation.

District's Rights in the Event of Tax Delinquencies

Taxes levied by the District are a personal obligation of the owner of the property as of January 1 of the year in which the tax is imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties and interest ultimately imposed for the year on the property. The lien exists in favor of the State and each taxing unit, including the District, having the power to tax the property. The District's tax lien is on a parity with the tax liens of other such taxing units. See "SELECTED FINANCIAL INFORMATION – Estimated Overlapping Taxes." A tax lien on real property takes priority over the claims of most creditors and other holders of liens on the property encumbered by the tax lien, whether or not the debt or lien existed before the attachment of the tax lien; however, whether a lien of the United States is on a parity with or takes priority over a tax lien of the District is determined by federal law. Personal property, under certain circumstances, is subject to seizure and sale for the payment of delinquent taxes, penalty and interest.

At any time after taxes on property become delinquent, the District may file suit to foreclose the lien securing payment of the tax, to enforce personal liability for the tax, or both. In filing a suit to foreclose a tax lien on real property, the District must join other taxing units that have claims for delinquent taxes against all or part of the same property. Collection of delinquent taxes may be adversely affected by the amount of taxes owed to other taxing units, by the effects of market conditions on the foreclosure sale price, by taxpayer redemption rights or by bankruptcy proceedings which restrict the collection of taxpayer debts. A taxpayer may redeem property within two years for residential and agricultural property and six months for commercial property and all other types of property after the purchaser's deed at the foreclosure sale is filed in the county records. See "INVESTMENT CONSIDERATIONS – Tax Collection Limitations."

INVESTMENT CONSIDERATIONS

General

The Bonds are obligations of the District and are not obligations of the State of Texas; Fort Bend County, Texas, the City of Houston, Texas; the City of Pearland, Texas; or any political subdivision other than the District. The Bonds will be secured by a continuing, direct, annual ad valorem tax, levied without legal limitation as to rate or amount; against all taxable property located within the District. The ultimate security for payment of the principal of and interest on the Bonds depends upon the ability of the District to collect from the property owners within the District taxes levied against all taxable property located within the District, or, in the event taxes are not collected and foreclosure proceedings are instituted by the District, upon the value of the taxable property with respect to taxes levied by the District and by other taxing authorities. The District makes no representations that over the life of the Bonds the property within the District will maintain a value sufficient to justify continued payment of taxes by the property owners. The potential increase in taxable valuation of District property is directly related to the economics of the residential housing industry, not only due to general economic conditions, but also due to the particular factors discussed below. See "DEVELOPMENT WITHIN THE DISTRICT," "SELECTED FINANCIAL INFORMATION," and "TAXING PROCEDURES."

Factors Affecting Taxable Values and Tax Payments

Economic Factors: The District is a mature housing development and there is no current development occurring in the District. The rate of development and homebuyer interest within the District is directly related to the vitality of the residential housing industry in the Houston metropolitan area. New residential housing construction and the demand for homes in mature housing developments can be significantly affected by factors such as interest rates, construction costs, and consumer demand generally. Decreased interest in mature housing developments would restrict the growth of property values in the District. In addition, there is significant development near the District that has recently occurred and is currently being developed and there is additional development planned in the area of the District in the future. Homebuyer interest in newer homes and neighborhoods relatively close to the District could negatively affect property values in the District and homebuyer interest for homes in the District. The District cannot predict the pace or magnitude of future construction in the District. See "DEVELOPMENT WITHIN THE DISTRICT."

Principal Landowners' Obligations to the District: The District's tax base is concentrated in a small number of taxpayers. As reflected in this Official Statement under the caption "SELECTED FINANCIAL INFORMATION – Principal Taxpayers," the ten principal taxpayers in 2021 owned property located in the District in the aggregate assessed valuation of \$70,527,834, which comprised approximately 16.22% of the District's total assessed valuation. The District cannot represent that its tax base will in the future be (i) distributed among a significantly larger number of taxpayers, or (ii) less concentrated in property owned by a relatively small number of property owners than it is currently. Failure by one or more of the District's principal property owners to make full and timely payments of taxes due may have an adverse effect on the investment quality or security of the Bonds. If any one or more of the principal taxpayers did not pay taxes due, the District might need to levy additional taxes or use other debt service funds available to meets its debt service requirements.

The District can make no representation that the taxable property values in the District will increase in the future or will maintain a value sufficient to support the proposed District tax rate or to justify continued payment of taxes by property owners.

Dependence on Personal Property Taxes; Personal Property Tax Collections: Approximately 20.64% of the District's 2021 taxable value is personal property. See "SELECTED FINANCIAL INFORMATION – Principal Taxpayers" and "– Assessed Valuation Summary." Most other utility districts in Texas are not dependent to such an extent on taxes levied on personal property. The District's ability to collect personal property taxes may create special risks for Bondholders. See "TAXING PROCEDURES."

Unlike real property, there is no certainty that personal property will remain in the District from year to year. Automobiles and other personal property are portable, and could be removed from the District at any time. Personal property removed from the District as of January 1 of any year is not subject to taxation by the District for that year. If personal property is subject to a lien for unpaid District taxes for any year, the District lien is lost if the property is sold in the ordinary course of business. However, a lien in the amount of the personal property taxes owed by a taxpayer attaches not only to personal property owned by the taxpayer as of January 1 with a tax situs in the District, but to any personal property then or thereafter owned by the taxpayer. However, the District may not be able to foreclose on personal property located outside the State of Texas, and locating and foreclosing on property held outside the District may be costly, inefficient, and difficult.

The statute of limitations for collection of personal property taxes is four years from the date of delinquency, which is shorter than the 20 year statute of limitations for real property. Personal property may not be seized and a suit may not be filed to collect delinquent personal property taxes if the tax has been delinquent for more than four years. A tax and any penalty and interest on the tax that is delinquent longer than the limitation periods is presumed paid unless a suit to collect such personal property tax is pending. As with real property taxes, ad valorem taxes levied on personal property are the personal obligation of the taxpayer. See "TAXING PROCEDURES."

Heretofore the District has been successful in collecting its ad valorem tax levies including ad valorem taxes levied on personal property located in the District from time to time. However, no representation can be made by the District regarding future tax collections. See "SELECTED FINANCIAL INFORMATION – Historical Tax Collections."

Maximum Impact on District Tax Rates: Assuming no further development or home construction, the value of the land and improvements currently within the District will be the major determinant of the ability or willingness of property owners to pay their taxes. The 2021 Certified Assessed Valuation of property located within the District (see "SELECTED FINANCIAL INFORMATION") is \$434,819,974. After issuance of the Bonds, the estimated maximum annual debt service requirement on the Outstanding Bonds and the Bonds will be \$2,479,248 (2027) and the estimated average annual debt Service Requirement will be \$1,879,789 (2022-2049, inclusive). Assuming no increase nor decrease from the 2021 Certified Assessed Valuation, tax rates of \$0.61 and \$0.46 per \$100 of assessed valuation at a 95% tax collection rate would be necessary to pay the estimated maximum annual debt service requirement and the estimated average annual debt Service Requirement, respectively. The District can make no representation that the taxable property values in the District will increase in the future or will maintain a value sufficient to support the proposed District tax rate or to justify continued payment of taxes by property owners. See "SELECTED FINANCIAL INFORMATION – Tax Adequacy for Debt Service."

Increases in the District's tax rate to rates substantially higher than the levels discussed above may have an adverse impact upon future development of the District, the sale of existing homes and construction of new homes, if any, within the District, and the ability of the District to collect, and the willingness of owners of property located within the District to pay ad valorem taxes levied by the District.

Tax Collection Limitations

The District's ability to make debt service payments may be adversely affected by its inability to collect ad valorem taxes. Under Texas law, the levy of ad valorem taxes by the District constitutes a lien in favor of the District on a parity with the liens of all other state and local taxing authorities on the property against which taxes are levied, and such lien may be enforced by foreclosure. The District's ability to collect ad valorem taxes through such foreclosure may be impaired by (a) cumbersome, time-consuming and expensive collection procedures, (b) a bankruptcy court's stay of tax collection procedures against a taxpayer, (c) market conditions limiting the proceeds from a foreclosure sale of taxable property or (d) the taxpayer's right to redeem the property within six (6) months for commercial property and two (2) years for residential and all other property after the purchaser's deed issued at the foreclosure sale is filed in the county records. While the District has a lien on taxable property within the District for taxes levied against such property, such lien can be foreclosed only in a judicial proceeding. Attorney's fees and other costs of collecting any such taxpayer's delinquencies could substantially reduce the net proceeds to the District from a tax foreclosure sale. Finally, any bankruptcy court with jurisdiction over bankruptcy proceedings initiated by or against a taxpayer within the District pursuant to the Federal Bankruptcy Code could stay any attempt by the District to collect delinquent ad valorem taxes against such taxpayer. In addition to the automatic stay against collection of delinquent taxes afforded a taxpayer during the pendency of a bankruptcy, a bankruptcy could affect payment of taxes in two (2) other ways: first, a debtor's confirmation plan may allow a debtor to make installment payments on delinquent taxes for up to six (6) years; and, second, a debtor may challenge, and a bankruptcy court may reduce, the amount of any taxes assessed against the debtor, including taxes that have already been

Registered Owners' Remedies

In the event of default in the payment of principal of or interest on the Bonds, the Registered Owners (defined herein) have a right to seek a writ of mandamus requiring the District to levy adequate taxes each year to make such payments. Except for mandamus, the Bond Order does not specifically provide for remedies to protect and enforce the interests of the Registered Owners. There is no provision for acceleration of maturity of the Bonds in the event of default and, consequently, the remedy of mandamus may have to be relied upon from year to year. Although the Registered Owners could obtain a judgment against the District, such a judgment could not be enforced by a direct levy and execution against the District's property. Further, the Registered Owners cannot themselves foreclose on property within the District or sell property within the District in order to pay the principal of and interest on the Bonds. Since there is no trust indenture or trustee, the Registered Owners would have to initiate and finance the legal process to enforce their remedies. The enforceability of the rights and remedies of the Registered Owners further may be limited by laws relating to bankruptcy, reorganization or other similar laws of general application affecting the rights of creditors of political subdivisions such as the District.

Bankruptcy Limitation to Registered Owners' Rights

The enforceability of the rights and remedies of Registered Owners of the Bonds may be limited by laws relating to bankruptcy, reorganization, or other similar laws of general application affecting the rights of creditors of political subdivisions such as the District. Subject to the requirements of Texas law discussed below, a political subdivision such as the District may voluntarily file a petition for relief from creditors under Chapter 9 of the U.S. Bankruptcy Code, 11 USC sections 901–946. The filing of such petition would automatically stay the enforcement of Registered Owners' remedies, including mandamus and the foreclosure of tax liens upon property within the District discussed above. The automatic stay would remain in effect until the federal bankruptcy judge hearing the case dismisses the petition, enters an order granting relief from the stay or otherwise allows creditors to proceed against the petitioning political subdivision. A political

subdivision, such as the District, may qualify as a debtor eligible to proceed in a Chapter 9 case only if it (1) is generally authorized to file for federal bankruptcy protection by applicable state law, (2) is insolvent or unable to meet its debts as they mature, (3) desires to effect a plan to adjust such debts, and (4) has either obtained the agreement of or has negotiated in good faith with its creditors or is unable to negotiate with its creditors because negotiations are impracticable. Under Texas law, a municipal utility district, such as the District, must obtain the approval of the TCEQ as a condition to seeking relief under the U.S. Bankruptcy Code. The TCEQ is required to investigate the financial condition of a financially troubled district and authorize such district to proceed under federal bankruptcy law only if such district has fully exercised its rights and powers under Texas law and remains unable to meet its debts and other obligations as they mature.

Notwithstanding noncompliance by a district with Texas law requirements, a district could file a voluntary bankruptcy petition under Chapter 9, thereby involving the protection of the automatic stay until the bankruptcy court, after a hearing, dismisses the petition. A federal bankruptcy court is a court of equity and federal bankruptcy judges have considerable discretion in the conduct of bankruptcy proceedings and in determining the decision of whether to grant the petitioning district relief from its creditors. While such a decision might be applicable, the concomitant delay and loss of remedies to the Registered Owners could potentially and adversely impair the value of the Registered Owners' claims.

If a petitioning district were allowed to proceed voluntarily under Chapter 9 of the U.S. Bankruptcy Code, it could file a plan for an adjustment of its debts. If such a plan were confirmed by the bankruptcy court, it could, among other things, affect a Registered Owner by reducing or eliminating the amount of indebtedness, deferring or rearranging the debt service schedule, reducing or eliminating the interest rate, modifying or abrogating collateral or security arrangements, substituting (in whole or in part) other securities, and otherwise compromising and modifying the rights and remedies of the Registered Owner's claim against a district.

A district cannot be placed into bankruptcy involuntarily.

Marketability

The District has no understanding (other than the initial reoffering yields) with the Initial Purchaser regarding the reoffering yields or prices of the Bonds and has no control over the trading of the Bonds in the secondary market. Moreover, there is no assurance that a secondary market will be made for the Bonds. If there is a secondary market, the difference between the bid and asked price of the Bonds may be greater than the bid and asked spread of other bonds which are more generally bought, sold or traded in the secondary market. See "SALE AND DISTRIBUTION OF THE BONDS."

Future Debt

After the issuance of the Bonds, the District will have \$71,760,000 principal amount of authorized but unissued bonds for water and sewer purposes, \$173,345,000 principal amount of authorized but unissued refunding bonds (See "THE BONDS - Issuance of Additional Debt" and "SELECTED FINANCIAL INFORMATION – Authorized But Unissued"), and additional bonds as may hereafter be approved by both the Board and voters of the District. The District also has the right to issue certain other additional bonds, special project bonds, and other obligations described in the Bond Order. If additional bonds are issued in the future and property values have not increased proportionately, such issuance may increase gross debt/property valuation ratios and thereby adversely affect the investment quality or security of the Bonds.

Financing Parks and Recreational Facilities

The District is authorized by statute to develop parks and recreational facilities, including the issuing of bonds payable from taxes for such purpose. Before the District could issue park bonds payable from taxes, the following actions would be required: (a) preparation of a detailed park plan; (b) authorization of park bonds by the qualified voters in the District; (c) approval of the park project and bonds by the TCEQ; and (d) approval of the bonds by the Attorney General of Texas. If the District does issue park bonds, the outstanding principal amount of such bonds may not exceed an amount equal to one percent of the value of the taxable property in the District, unless effective June 14, 2021, the District meets certain financial feasibility requirements under the TCEQ rules, in which case the outstanding principal amount of such bonds issued by the District may exceed an amount equal to one percent but not three percent of the value of the taxable property in the District. The District has not authorized any park bonds.

In addition, the District may levy an operation and maintenance tax to support recreational facilities at a rate not to exceed \$0.10 per \$100 of assessed valuation of taxable property within the District, after such tax is approved at an election. The District has not authorized an operations and maintenance tax for parks and recreational facilities.

Current law may be changed in a manner to increase the amount of bonds that may be issued as related to a percentage of the value of taxable property or to allow a higher or lower maintenance tax rate for such purposes. The levy of taxes for such purposes may dilute the security for the Bonds.

Continuing Compliance with Certain Covenants

The Bond Order contains covenants by the District intended to preserve the exclusion from gross income of interest on the Bonds. Failure by the District to comply with such covenants on a continuous basis prior to maturity of the Bonds could result in interest on the Bonds becoming taxable retroactively to the date of original issuance. See "TAX MATTERS."

Approval of the Bonds

As required by law, engineering plans, specifications, and estimated of construction costs for the facilities and services to be purchased or constructed by the District with the proceeds of the Bonds have been approved, subject to certain conditions, by the TCEQ. The Attorney General of Texas must approve the legality of the Bonds prior to their delivery. The Attorney General of Texas, however, does not pass upon or guarantee the safety of the Bonds as an investment or the adequacy or accuracy of the information contained in this Official Statement. Neither the TCEQ nor the Attorney General of Texas passes upon or guarantees the security of the Bonds as an investment, nor have the foregoing authorities passed upon the adequacy or accuracy of the information contained in this Official Statement.

Future and Proposed Legislation

Tax legislation, administrative actions taken by tax authorities, or court decisions, whether at the Federal or state level, may adversely affect the tax-exempt status of interest on the Bonds under Federal or state law and could affect the market price or marketability of the Bonds. Any such proposal could limit the value of certain deductions and exclusions, including the exclusion for tax-exempt interest. The likelihood of any such proposal being enacted cannot be predicted. Prospective purchasers of the Bonds should consult their own tax advisors regarding the foregoing matters.

Matters Related to the Landowners

There is currently no active development in the District. The District has no assurance and makes no representation about the probability of future building development or the ability of the landowners of currently vacant commercial tracts or any other subsequent landowners to whom the current landowners may sell all or a portion of their holdings within the District to implement any plan of development. Furthermore, there is no restriction on the landowners' right to sell their land. The District can make no prediction as to the effects that availability of credit, inflation, potential high interest rates, potential transportation problems or other factors, whether economic or governmental, may have on any plans of the landowners.

Environmental Regulations

Wastewater treatment, water supply, storm sewer facilities and construction activities within the District are subject to complex environmental laws and regulations at the federal, state and local levels that may require or prohibit certain activities that affect the environment, such as:

- Requiring permits for construction and operation of water wells, wastewater treatment and other facilities;
- Restricting the manner in which wastes are treated and released into the air, water and soils;
- Restricting or regulating the use of wetlands or other properties; or
- Requiring remedial action to prevent or mitigate pollution.

Sanctions against a utility district or other type of special purpose district for failure to comply with environmental laws and regulations may include a variety of civil and criminal enforcement measures, including assessment of monetary penalties, imposition of remedial requirements and issuance of injunctions to ensure future compliance. Environmental laws and compliance with environmental laws and regulations can increase the cost of planning, designing, constructing and operating water production and wastewater treatment facilities. Environmental laws can also inhibit growth and development within the District. Further, changes in regulations occur frequently, and any changes that result in more stringent and costly requirements could materially impact the District.

Air Quality Issues. Air quality control measures required by the United States Environmental Protection Agency (the "EPA") and the Texas Commission on Environmental Quality (the "TCEQ") may impact new industrial, commercial and residential development in the Houston area. Under the Clean Air Act ("CAA") Amendments of 1990, the eight-county Houston-Galveston-Brazoria area ("HGB Area")—Harris, Galveston, Brazoria, Chambers, Fort Bend, Waller, Montgomery and Liberty Counties—has been designated a nonattainment area under three separate federal ozone standards: the one-hour (124 parts per billion ("ppb")) and eight-hour (84 ppb) standards promulgated by the EPA in 1997 (the "1997 Ozone Standards"); the tighter, eight-hour ozone standard of 75 ppb promulgated by the EPA in 2008 (the "2008 Ozone Standard"), and the EPA's most-recent promulgation of an even lower, 70 ppb eight-hour ozone standard in 2015 (the "2015 Ozone Standard"). While the State of Texas has been able to demonstrate steady progress and improvements in air quality in the HGB Area, the HGB Area remains subject to CAA nonattainment requirements.

The HGB Area is currently designated as a severe ozone nonattainment area under the 1997 Ozone Standards. While the EPA has revoked the 1997 Ozone Standards, the EPA historically has not formally redesignated nonattainment areas for a revoked standard. As a result, the HGB Area remained subject to continuing severe nonattainment area "anti-backsliding" requirements, despite the fact that HGB Area air quality has been attaining the 1997 Ozone Standards since 2014. In late 2015, the EPA approved the TCEQ's "redesignation substitute" for the HGB Area under the revoked 1997 Ozone Standards, leaving the HGB Area subject only to the nonattainment area requirements under the 2008 Ozone Standard (and later, the 2015 Ozone Standard).

In February 2018, the U.S. Court of Appeals for the District of Columbia Circuit issued an opinion in South Coast Air Quality Management District v. EPA, 882 F.3d 1138 (D.C. Cir. 2018) vacating the EPA redesignation substitute rule that provided the basis for the EPA's decision to eliminate the anti-backsliding requirements that had applied in the HGB Area under the 1997 Ozone Standard. The court has not responded to the EPA's April 2018 request for rehearing of the case. To address the uncertainty created by the South Coast court's ruling, the TCEQ has developed a formal request that the HGB Area be redesignated to attainment under the 1997 Ozone Standards. The TCEQ Commissioners approved publication of a proposed HGB Area redesignation request under the 1997 Ozone Standards on September 5, 2018.

The HGB Area is currently designated as a "moderate" nonattainment area under the 2008 Ozone Standard, with an attainment deadline of July 20, 2018. If the EPA ultimately determines that the HGB Area has failed to meet the attainment deadline based on the relevant data, the area is subject to reclassification to a nonattainment classification that provides for more stringent controls on emissions from the industrial sector. In addition, the EPA may impose a moratorium on the awarding of federal highway construction grants and other federal grants for certain public works construction projects if it finds that an area fails to demonstrate progress in reducing ozone levels.

The HGB Area is currently designated as a "marginal" nonattainment area under the 2015 Ozone Standard, with an attainment deadline of August 3, 2021. For purposes of the 2015 Ozone Standard, the HGB Area consists of only six counties: Brazoria, Chambers, Fort Bend, Galveston, Harris, and Montgomery Counties.

In order to demonstrate progress toward attainment of the EPA's ozone standards, the TCEQ has established a state implementation plan ("SIP") for the HGB Area setting emission control requirements, some of which regulate the inspection and use of automobiles. These types of measures could impact how people travel, what distances people are willing to travel, where people choose to live and work, and what jobs are available in the HGB Area. These SIP requirements can negatively impact business due to the additional permitting/regulatory constraints that accompany this designation and because of the community stigma associated with a nonattainment designation. It is possible that additional controls will be necessary to allow the HGB Area to reach attainment with the ozone standards by the EPA's attainment deadlines. These additional controls could have a negative impact on the HGB Area's economic growth and development.

Water Supply & Discharge Issues. Water supply and discharge regulations that utility districts, including the District, may be required to comply with involve: (1) groundwater well permitting and surface water appropriation; (2) public water supply systems; (3) wastewater discharges from treatment facilities; (4) storm water discharges; and (5) wetlands dredge and fill activities. Each of these is addressed below:

Certain governmental entities regulate groundwater usage in the HGB Area. A utility district or other type of special purpose district that (i) is located within the boundaries of such an entity that regulates groundwater usage, and (ii) relies on local groundwater as a source of water supply, may be subject to requirements and restrictions on the drilling of water wells and/or the production of groundwater that could affect both the engineering and economic feasibility of district water supply projects.

Pursuant to the federal Safe Drinking Water Act ("SDWA") and the EPA's National Primary Drinking Water Regulations ("NPDWRs"), which are implemented by the TCEQ's Water Supply Division, a utility district's provision of water for human consumption is subject to extensive regulation as a public water system. Utility districts must generally provide treated water that meets the primary and secondary drinking water quality standards adopted by the TCEQ, the applicable disinfectant residual and inactivation standards, and the other regulatory action levels established under the agency's rules. The EPA has established NPDWRs for more than ninety (90) contaminants and has identified and listed other contaminants which may require national drinking water regulation in the future.

Texas Pollutant Discharge Elimination System ("TPDES") permits set limits on the type and quantity of discharge, in accordance with state and federal laws and regulations. The TCEQ reissued the TPDES Construction General Permit (TXR150000), with an effective date of March 5, 2018, which is a general permit authorizing the discharge of stormwater runoff associated with small and large construction sites and certain nonstormwater discharges into surface water in the state. It has a 5-year permit term, and is then subject to renewal. Moreover, the Clean Water Act ("CWA") and Texas Water Code require municipal wastewater treatment plants to meet secondary treatment effluent limitations and more stringent water quality-based limitations and requirements to comply with the Texas water quality standards. Any water quality-based limitations and requirements with which a utility district must comply may have an impact on the utility district's ability to obtain and maintain compliance with TPDES permits.

In 2015, the EPA and the United States Army Corps of Engineers ("USACE") promulgated a rule known as the Clean Water Rule ("CWR") aimed at redefining "waters of the United States" over which the EPA and USACE have jurisdiction under the CWA. The CWR significantly expanded the scope of the federal government's CWA jurisdiction over intrastate water bodies and wetlands. The CWR was challenged in numerous jurisdictions, including the Southern District of Texas, causing significant uncertainty regarding the ultimate scope of "waters of the United States" and the extent of EPA and USACE jurisdiction.

On September 12, 2019, the EPA and USACE finalized a rule repealing the CWR, thus reinstating the regulatory text that existed prior to the adoption of the CWR. This repeal officially became final on December 23, 2019, but the repeal has itself become the subject of litigation in multiple jurisdictions.

On January 23, 2020, the EPA and USACE released the Navigable Waters Protection Rule ("NWPR"), which contains a new definition of "waters of the United States." The stated purpose of the NWPR is to restore and maintain the integrity of the nation's waters by maintaining federal authority over the waters Congress has determined should be regulated by the federal government, while preserving the states' primary authority over land and water resources. The new definition outlines four categories of waters that are considered "waters of the United States," and thus federally regulated under the CWA: (i) territorial seas and traditional navigable waters; (ii) perennial and intermittent tributaries to territorial seas and traditional navigable waters; (iii) certain lakes, ponds, and impoundments of jurisdictional waters; and (iv) wetlands adjacent to jurisdictional waters. The new rule also identifies certain specific categories that are not "waters of the United States," and therefore not federally regulated under the CWA: (a) groundwater; (b) ephemeral features that flow only in direct response to precipitation; (c) diffuse stormwater runoff and directional sheet flow over upland; (d) certain ditches; (e) prior converted cropland; (f) certain artificially irrigated areas; (g) certain artificial lakes and ponds; (h) certain water-filled depressions and certain pits; (i) certain stormwater control features; (j) certain groundwater recharge, water reuse, and wastewater recycling structures; and (k) waste treatment systems. The NWPR became effective on June 22, 2020, and is currently the subject of ongoing litigation.

On July 30, 2021, the EPA and USACE announced plans to further revise the definition of "waters of the United States." On August 30, 2021, the United States District Court for the District of Arizona issued an order vacating the NWPR while the EPA and USACE make plans to replace it. Due to ongoing rulemaking activity, as well as existing and possible future litigation, there remains uncertainty regarding the ultimate scope of "waters of the United States" and the extent of EPA and USACE jurisdiction. Depending on the final outcome of such proceedings, operations of fresh water supply districts, including the District, could potentially be subject to additional restrictions and requirements, including additional permitting requirements.

Operations of the District are also potentially subject to stormwater discharge permitting requirements as set forth under the Clean Water Act and regulations implementing the Clean Water Act. The TCEQ has issued general permits for stormwater discharges associated with construction activities and municipal separate stormwater systems. The District may be required to develop and implement stormwater pollution prevention plans and stormwater management plans. The District could incur substantial costs to develop and implement such plans as well as to install or implement best management practices to minimize or eliminate unauthorized pollutants that may otherwise be found in stormwater runoff. Failure to comply with these requirements may result in the imposition of administrative, civil, and criminal penalties, as well as injunctive relief under the Clean Water Act or the Texas Water Code.

Potential Impact of Natural Disaster

The District is located approximately forty (40) miles from the Texas Gulf Coast and, as it has in the past, could be impacted by high winds, heavy rains, and flooding caused by a hurricane, tornado, tropical storm, or other adverse weather event. In the event that a natural disaster should damage or destroy improvements and personal property in the District, the assessed value of such taxable properties could be substantially reduced, resulting in a decrease in the taxable assessed value of the District or an increase in the District's tax rates. See "TAXING PROCEDURES – Valuation of Property for Taxation."

The greater Houston area has experienced four storms exceeding a 0.2% probability (i.e., "500-year flood" events) since 2015. If the District were to sustain damage to its facilities as a result of such a storm (or any other severe weather event) requiring substantial repair or replacement, or if substantial damage to taxable property within the District were to occur as a result of a severe weather event, the investment security of the Bonds could be adversely affected.

There can be no assurance that a casualty will be covered by insurance (certain casualties, including flood, are usually excepted unless specific insurance is purchased), that any insurance company will fulfill its obligation to provide insurance proceeds, or that insurance proceeds will be used to rebuild, repair, or replace any taxable properties in the District that were damaged. Even if insurance proceeds are available and damaged properties are rebuilt, there could be a lengthy period in which assessed values in the District would be adversely affected. There can be no assurance the District will not sustain damage from weather-related events.

Specific Flood Risks Ponding (or Pluvial) Flooding – Ponding, or pluvial, flooding occurs when heavy rainfall creates a flood event independent of an overflowing water body, typically in relatively flat areas. Intense rainfall can exceed the drainage capacity of a drainage system, which may result in water within the drainage system becoming trapped and diverted onto streets and nearby property until it is able to reach a natural outlet. Ponding can also occur in a flood pool upstream or behind a dam, levee or reservoir.

Riverine (or Fluvial) Flooding – Riverine, or fluvial, flooding occurs when water levels rise over the top of river, bayou or channel banks due to excessive rain from tropical systems making landfall and/or persistent thunderstorms over the same area for extended periods of time. The damage from a riverine flood can be widespread. The overflow can affect smaller rivers and streams downstream, or may sheet-flow over land. Flash flooding is a type of riverine flood that is characterized by an intense, high velocity torrent of water that occurs in an existing river channel with little to no notice. Flash flooding can also occur even if no rain has fallen, for instance, after a levee, dam or reservoir has failed or experienced an uncontrolled release, or after a sudden release of water by a debris or ice jam. In addition, planned or unplanned controlled

releases from a dam, levee or reservoir also may result in flooding in areas adjacent to rivers, bayous or drainage systems downstream.

Hurricane Harvey

On August 25, 2017, Hurricane Harvey made landfall on the Texas Gulf Coast and severely impacted numerous localities in the region. The Gulf Coast region where the District is located is subject to occasional destructive weather events, and there is no assurance that the District will not suffer damages from such destructive weather events in the future. See "Potential Impact of Natural Disaster" above.

Atlas 14

The National Weather Service recently completed a rainfall study known as NOAA Atlas 14, Volume 11 Precipitation-Frequency Atlas of the United States ("Atlas 14"). Floodplain boundaries within the District may be redrawn based on the Atlas 14 study based on a higher statistical rainfall amount, resulting in the application of more stringent floodplain regulations applying to a larger area and potentially leaving less developable property within the District. The application of such regulations could additionally result in higher insurance rates, increased development fees, and stricter building codes for any property located within the expanded boundaries of the floodplain.

Potential Effects of Oil Price Declines on the Houston Area

The recent declines in oil prices in the U.S. and globally, which at times have led to the lowest such prices in three decades, may lead to adverse conditions in the oil and gas industry, including but not limited to reduced revenues, declines in capital and operating expenditures, business failures, and layoffs of workers. The economy of the Houston area has, in the past, been particularly affected by adverse conditions in the oil and gas industry, and such conditions and their spillover effects into other industries could result in declines in the demand for residential and commercial property in the Houston area and could reduce or negatively affect property values or homebuilding activity within the District. As previously stated, the Bonds are secured by an unlimited ad valorem tax, and a reduction in property values may require an increase in the ad valorem tax rate required to pay the Bonds as well as the District's share of operations and maintenance expenses payable from ad valorem taxes.

Infectious Disease Outlook (COVID-19)

In March 2020, the World Health Organization and the President of the United States separately declared the outbreak of a respiratory disease caused by a novel coronavirus ("COVID-19") to be a public health emergency. On March 13, 2020, the Governor of Texas (the "Governor") declared a state of disaster for all counties in the State of Texas (the "State") because of the effects of COVID-19. Subsequently, in response to a rise in COVID-19 infections in the State and pursuant to the Chapter 418 of the Texas Government Code, the Governor issued a number of executive orders intended to help limit the spread of COVID-19 and mitigate injury and the loss of life, including limitations imposed on business operations, social gatherings, and other activities.

Over the ensuing year, COVID-19 negatively affected commerce, travel and businesses locally and globally, and negatively affected economic growth worldwide and within the State. Following the widespread release and distribution of various COVID-19 vaccines in 2021 and a decrease in active COVID-19 cases generally in the United States, state governments (including Texas) have started to lift business and social limitations associated with COVID-19. Beginning in March 2021, the Governor issued various executive orders, which, among other things, rescinded and superseded prior executive orders and provide that there are currently no COVID-19 related operating limits for any business or other establishment. The Governor retains the right to impose additional restrictions on activities if needed to mitigate the effects of COVID-19. Additional information regarding executive orders issued by the Governor is accessible on the website of the Governor at https://gov.texas.gov/. Neither the information on, nor accessed through, such website of the Governor is incorporated by reference into this Official Statement.

With the easing or removal of associated governmental restrictions, economic activity has increased. However, there are no assurances that such increased economic activity will continue or continue at the same rate, especially if there are future outbreaks of COVID-19. The District has not experienced any decrease in property values, unusual tax delinquencies, or interruptions to service as a result of COVID-19; however, the District cannot predict the long-term economic effect of COVID-19 or a similar virus should there be a reversal of economic activity and re-imposition of restrictions.

Forward-Looking Statements

The statements contained in this Official Statement and in any other information provided by the District that are not purely historical are forward-looking statements, including statement regarding the District's expectations, hopes, intentions, or strategies for the future.

Readers should not place undue reliance on forward-looking statements. All forward-looking statements included in this Official Statement are based on information available to the District on the date hereof, and the District assumes no obligation to update any such forward-looking statements.

The forward-looking statements herein are necessarily based on various assumptions and estimates and are inherently subject to various risks and uncertainties, including risks and uncertainties relating to the possible invalidity of the underlying assumptions and estimates, possible changes or developments in social, economic, business, industry, market, legal and regulatory circumstances and conditions, and actions taken or omitted to be taken by third parties, including customers, suppliers, business partners and competitors, legislative, judicial, and other governmental authorities and officials. Assumptions related to the foregoing involve judgments with respect to, among other things, future economic, competitive, and market conditions and future business decisions, all of which are difficult or impossible to predict accurately and therefore, there can be no assurance that any forward-looking statements included in this Official Statement would prove to be accurate.

Bond Insurance Risk Factors

The District has applied for a bond insurance policy to guarantee the scheduled payment of principal and interest on the Bonds. The District has yet to determine whether an insurance policy will be purchased with the Bonds. If an insurance policy is purchased, the following are risk factors relating to bond insurance.

In the event of default of the payment of principal or interest with respect to the Bonds when all or some becomes due, any owner of the Bonds shall have a claim under the applicable Bond Insurance Policy (the "Policy") for such payments. However, in the event of any acceleration of the due date of such principal by reason of mandatory or optional redemption or acceleration resulting from default or otherwise, other than any advancement of maturity pursuant to a mandatory sinking fund payment, the payments are to be made in such amounts and at such times as such payments would have been due had there not been any such acceleration. The Policy does not insure against redemption premium, if any. The payment of principal and interest in connection with mandatory or optional prepayment of the Bonds by the issuer which is recovered by the issuer from the bond owner as a voidable preference under applicable bankruptcy law is covered by the insurance policy, however, such payments will be made by the Bond Insurer at such time and in such amounts as would have been due absence such prepayment by the District unless the Bond Insurer chooses to pay such amounts at an earlier date.

Under most circumstances, default of payment of principal and interest does not obligate acceleration of the obligations of the Bond Insurer without appropriate consent. The Bond Insurer may direct and must consent to any remedies and the Bond Insurer's consent may be required in connection with amendments to any applicable bond documents.

In the event the Bond Insurer is unable to make payment of principal and interest as such payments become due under the Policy, the Bonds are payable solely from the moneys received pursuant to the applicable bond documents. In the event the Bond Insurer becomes obligated to make payments with respect to the Bonds, no assurance is given that such event will not adversely affect the market price of the Bonds or the marketability (liquidity) for the Bonds.

The long-term ratings on the Bonds are dependent in part on the financial strength of the Bond Insurer and its claim paying ability. The Bond Insurer's financial strength and claims paying ability are predicated upon a number of factors which could change over time. No assurance is given that the long-term ratings of the Bond Insurer and of the ratings on the Bonds insured by the Bond Insurer will not be subject to downgrade and such event could adversely affect the market price of the Bonds or the marketability (liquidity) for the Bonds. See "MUNICIPAL BOND INSURANCE."

The obligations of the Bond Insurer are contractual obligations and in an event of default by the Bond Insurer, the remedies available may be limited by applicable bankruptcy law or state law related to insolvency of insurance companies.

Neither the District nor the Initial Purchaser have made independent investigation into the claims paying ability of the Bond Insurer and no assurance or representation regarding the financial strength or projected financial strength of the Bond Insurer is given. Thus, when making an investment decision, potential investors should carefully consider the ability of the District to pay principal and interest on the Bonds and the claims paying ability of the Bond Insurer, particularly over the life of the investment. See "MUNICIPAL BOND INSURANCE" herein for further information provided by the Bond Insurer and the Policy, which includes further instructions for obtaining current financial information concerning the Bond Insurer.

Tax Exemption for Property Damaged by Disaster

The Texas Property Tax Code provides for a temporary exemption from ad valorem taxation of a portion of the appraised value of certain property that is at least 15% damaged by a disaster and located within an area declared to be a disaster area by the governor of the State of Texas. This temporary exemption is automatic if the disaster is declared prior to a taxing unit, such as the District, adopting its tax rate for the tax year. A taxing unit, such as the District, may authorize the exemption at its discretion if the disaster is declared after the taxing unit has adopted its tax rate for the tax year. The amount of the exemption is based on the percentage of damage and is prorated based on the date of the disaster. Upon receipt of an application submitted within the eligible timeframe by a person who qualifies for a temporary exemption under the Property Tax Code, the Appraisal District is required to complete a damage assessment and assign a damage assessment rating to determine the amount of the exemption. The temporary exemption amounts established in the Property Tax Code range from 15% for property less than 30% damaged to 100% for property that is a total loss. Any such temporary exemption granted for disaster-damaged property expires on January 1 of the first year in which the property is reappraised.

Tax Payment Installments after Disaster

Certain qualified taxpayers, including owners of residential homesteads, located within a natural disaster area and whose property has been damaged as a direct result of the disaster, are entitled to enter into a tax payment installment agreement with a taxing jurisdiction such as the District if the tax payer pays at least one-fourth of the tax bill imposed on the property by the delinquency date. The remaining taxes may be paid without penalty or interest in three equal installments within six months of the delinquency date.

LEGAL MATTERS

Legal Opinions

The District will furnish the Initial Purchaser a transcript of certain certified proceedings held incident to the authorization and issuance of the Bonds, including a certified copy of the approving opinion of the Attorney General of Texas, as recorded in the Bond Register of the Comptroller of Public Accounts of the State of Texas, to the effect that the Bonds are valid and legally binding obligations of the District, payable from the proceeds of an annual ad valorem tax levied, without limit as to rate or amount, upon all taxable property in the District. The District will also furnish the legal opinion of Sanford Kuhl Hagan Kugle Parker Kahn LLP, Houston, Texas, Bond Counsel, to the effect that, based upon an examination of such transcript, the Bonds are legal, valid and binding obligations of the District payable from the sources and enforceable in accordance with the terms and conditions described therein, except to the extent the enforceability thereof may be affected by bankruptcy, insolvency, reorganization, moratorium, or other similar laws affecting creditors' rights or the exercise of judicial discretion in accordance with all general principles of equity, and are payable from annual ad valorem taxes, which are not limited by applicable law in rate or amount, levied against all property within the District which is not exempt from taxation by or under applicable law, and to the effect that interest on the Bonds is excludable from gross income, as defined in Section 61 of the Internal Revenue Code of 1986, as amended (the "Code") of the holders for federal tax purposes under existing law, statutes, regulations, published rulings, and court decisions and interest on the Bonds is not subject to the federal alternative minimum tax. Such opinions will express no opinions with respect to the sufficiency and security for or the marketability of the Bonds.

In addition to serving as Bond Counsel, Sanford Kuhl Hagan Kugle Parker Kahn LLP also acts as general counsel to the District on matters other than the issuance of bonds.

The legal fees to be paid to Bond Counsel and Disclosure Counsel for services rendered in connection with the issuance of the Bonds are based upon a percentage of the Bonds actually issued, sold and delivered and, therefore, such fees are contingent upon the sale and delivery of the Bonds.

Legal Review

Bond Counsel has reviewed the information appearing in this Official Statement under the captioned sections: "THE BONDS" (except for the subsections "-Book-Entry Only System" and "Registered Owners' Remedies and Bankruptcy"), "TAXING PROCEDURES," "LEGAL MATTERS-Legal Opinions (insofar as said section relates to the opinion of Bond Counsel)," "LEGAL MATTERS-Legal Review," and "CONTINUING DISCLOSURE OF INFORMATION" (except for the subsection "Compliance With Prior Undertakings"), solely to determine whether such information fairly summarizes matters of law with respect to the provisions of the documents referred to therein. Bond Counsel has not, however, independently verified any of the factual information contained in this Official Statement, nor has it conducted an investigation of the affairs of the District for the purpose of passing upon the accuracy or completeness of this Official Statement. No person is entitled to rely upon Bond Counsel's limited participation as an assumption of responsibility for, or an expression of opinion of any kind with regard to, the accuracy or completeness of any of the information contained herein, other than the matters discussed immediately above.

No-Litigation Certificate

The District will furnish the Initial Purchaser a certificate, dated as of the date of delivery of the Bonds, executed by both the President and Secretary of the Board, to the effect that no litigation of any nature is then pending against or, to the best knowledge of the certifying officers, threatened against the District contesting or attacking the Bonds or the Bond Order; restraining or enjoining the authorization, execution or delivery of the Bonds; affecting the provisions made for the payment of or security for the Bonds; in any manner questioning the authority of proceedings for the authorization, execution or delivery of the Bonds; or affecting the validity of the Bonds, the Bond Order, the corporate existence or boundaries of the District or the titles of the then present officers of the Board.

No Material Adverse Change

The obligations of the Initial Purchaser to take and pay for the Bonds, and of the District to deliver the Bonds, are subject to the condition that, up to the time of delivery of and receipt of payment for the Bonds, there shall have been no material adverse change in the condition (financial or otherwise) of the District subsequent to the date of sale from that set forth or contemplated in the Official Statement, as it may have been supplemented or amended through the date of sale. The rating of the Insurer's creditworthiness by any rating agency does not and will not in any manner affect the District's financial

condition, and thus any change to such rating, including a downgrade thereof, at any time, does not and will not constitute a change, material or otherwise, in the District's financial condition, and therefore cannot be a basis for termination by the Initial Purchaser of its obligations to take up and pay for the Bonds.

TAX MATTERS

In the opinion of Sanford Kuhl Hagan Kugle Parker Kahn LLP, Houston, Texas, Bond Counsel ("Bond Counsel"), based upon an analysis of existing laws, regulations, rulings and court decisions, and assuming, among other matters, the accuracy of certain representations and compliance with certain covenants, interest on the Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Code. Bond Counsel is of the further opinion that interest on the Bonds is not a specific preference item for purposes of the federal alternative minimum tax.

The Code imposes various restrictions, conditions and requirements relating to the exclusion from gross income for federal income tax purposes of interest on obligations such as the Bonds. The District has made certain representations and covenanted to comply with certain restrictions, conditions and requirements designed to ensure that interest on the Bonds will not be included in federal gross income. Inaccuracy of these representations or failure to comply with these covenants may result in interest on the Bonds being included in gross income for federal income tax purposes, possibly from the date of original issuance of the Bonds. The opinion of Bond Counsel assumes the accuracy of these representations and compliance with these covenants. Bond Counsel has not undertaken to determine (or to inform any person) whether any actions taken (or not taken), or events occurring (or not occurring), or any other matters coming to Bond Counsel's attention after the date of issuance of the Bonds may adversely affect the value of, or the tax status of interest on, the Bonds. Accordingly, the opinion of Bond Counsel is not intended to, and may not, be relied upon in connection with any such actions, events or matters.

Although Bond Counsel is of the opinion that interest on the Bonds is excludable from gross income for federal income tax purposes, the ownership or disposition of, or the accrual or receipt of amounts treated as interest on, the Bonds may otherwise affect a Beneficial Owner's federal, state or local tax liability. The nature and extent of these other tax consequences depends upon the particular tax status of the Beneficial Owner or the Beneficial Owner's other items of income or deduction. Bond Counsel expresses no opinion regarding any such other tax consequences.

Current and future legislative proposals, if enacted into law, clarification of the Code or court decisions may cause interest on the Bonds to be subject, directly or indirectly, in whole or in part, to federal income taxation or otherwise prevent Beneficial Owners from realizing the full current benefit of the tax status of such interest. The introduction or enactment of any such legislature proposals or clarification of the Code or court decisions may also affect, perhaps significantly, the market price for, or marketability of, the Bonds. Prospective purchasers of the Bonds should consult their own tax advisors regarding the potential impact of any pending or proposed federal or state tax legislation, regulations or litigation, as to which Bond Counsel is expected to express no opinion.

The opinion of Bond Counsel is based on current legal authority, covers certain matters not directly addressed by such authorities, and represents Bond Counsel's judgment as to the proper treatment of the Bonds for federal income tax purposes. It is not binding on the Internal Revenue Service ("IRS") or the courts. Furthermore, Bond Counsel cannot give and has not given any opinion or assurance about the future activities of the District or about the effect of future changes in the Code, the applicable regulations, the interpretation thereof or the enforcement thereof by the IRS. The District has covenanted, however, to comply with the requirements of the Code.

Bond Counsel's engagement with respect to the Bonds ends with the issuance of the Bonds, and, unless separately engaged, Bond Counsel is not obligated to defend the District or Beneficial Owners regarding the tax-exempt status of the Bonds in the event of an audit examination by the IRS. Under current procedures, parties other than the District and its appointed counsel, including the Beneficial Owners, would have little, if any, right to participate in the audit examination process. Moreover, because achieving judicial review in connection with an audit examination of tax-exempt bonds is difficult, obtaining an independent review of IRS positions with which the District legitimately disagrees, may not be practicable. Any action of the IRS, including but not limited to selection of the Bonds for audit, or the course or result of such audit, or an audit of bonds presenting similar tax issues may affect the market price for, or the marketability of, the Bonds, and may cause the District or Beneficial Owners to incur significant expense.

Proposed Tax Legislation

Tax legislation, administrative actions taken by tax authorities, and court decisions may cause interest on the Bonds to be subject, directly or indirectly, to federal income taxation or to be subject to state income taxation, or otherwise prevent the beneficial owners of the Bonds from realizing the full current benefit of the tax status of such interest. For example, future legislation to resolve certain federal budgetary issues may significantly reduce the benefit of, or otherwise affect, the exclusion from gross income for federal income tax purposes of interest on all state and local obligations, including the Bonds. In addition, such legislation or actions (whether currently proposed, proposed in the future, or enacted) could affect the market price or marketability of the Bonds. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal or state tax legislation, regulations or litigation, and its impact on their individual situations, as to which Bond Counsel expresses no opinion.

Tax Accounting Treatment of Original Issue Discount Bonds

The issue price of certain of the Bonds (the "Original Issue Discount Bonds") may be less than the stated redemption price at maturity. In such case, under existing law, and based upon the assumptions hereinafter stated: (a) the difference between: (i) the stated amount payable at the maturity of each Original Issue Discount Bond; and (ii) the issue price of such Original Issue Discount Bond constitutes original issue discount with respect to such Original Issue Discount Bond in the hands of any owner who has purchased such Original Issue Discount Bond at the initial public offering price in the initial public offering of the Bonds; and (b) such initial owner is entitled to exclude from gross income (as defined in Section 61 of the Code) an amount of income with respect to such Original Issue Discount Bond equal to that portion of the amount of such original issue discount allocable to the period that such Original Issue Discount Bond continues to be owned by such owner.

In the event of the redemption, sale or other taxable disposition of such Original Issue Discount Bond prior to stated maturity, however, the amount realized by such owner in excess of the basis of such Original Issue Discount Bond in the hands of such owner (adjusted upward by the portion of the original issue discount allocable to the period for which such Bond was held by such initial owner) is includable in gross income. (Because original issue discount is treated as interest for federal income tax purposes, the discussion regarding interest on the Bonds under the caption "TAX MATTERS" generally applies, except as otherwise provided below, to original issue discount on an Original Issue Discount Bond held by an owner who purchased such Bond at the initial offering price in the initial public offering of the Bonds, and should be considered in connection with the discussion in this portion of the Official Statement.)

The foregoing is based on the assumptions that: (a) the Initial Purchaser has purchased the Bonds for contemporaneous sale to the general public and not for investment purposes; (b) all of the Original Issue Discount Bonds have been offered, and a substantial amount of each maturity thereof has been sold, to the general public in arm's-length transactions for a cash price (and with no other consideration being included) equal to the initial offering prices thereof stated on the cover page of this Official Statement; and (c) the respective initial offering prices of the Original Issue Discount Bonds to the general public are equal to the fair market value thereof. Neither the District nor Bond Counsel warrants that the Original Issue Discount Bonds will be offered and sold in accordance with such assumptions.

Under existing law, the original issue discount on each Original Issue Discount Bond is accrued daily to the stated maturity thereof (in amounts calculated as described below for each six-month period ending on the date before the semiannual anniversary dates of the Bonds and ratably within each such six-month period) and the accrued amount is added to an initial owner's basis for such Bond for purposes of determining the amount of gain or loss recognized by such owner upon redemption, sale or other disposition thereof. The amount to be added to basis for each accrual period is equal to: (a) the sum of the issue price plus the amount of original issue discount accrued in prior periods multiplied by the yield to stated maturity (determined on the basis of compounding at the close of each accrual period and properly adjusted for the length of the accrual period); less (b) the amounts payable as current interest during such accrual period on such Bond.

The federal income tax consequences of the purchase, ownership, and redemption, sale or other disposition of Original Issue Discount Bonds which are not purchased in the initial offering at the initial offering price may be determined according to rules which differ from those described above. All owners of Original Issue Discount Bonds should consult their own tax advisors with respect to the determination for federal, state and local income tax purposes of interest accrued upon redemption, sale or other disposition of such Bonds and with respect to the federal, state, local and foreign tax consequences of the purchase, ownership and redemption, sale or other disposition of such Bonds.

Tax Accounting Treatment of Original Issue Premium Bonds

Some of the Bonds may be offered at an initial offering price which exceeds the stated redemption price payable at the maturity of such Bonds. If a substantial amount of any maturity of the Bonds is sold to members of the public (which for this purpose excludes bond houses, broker, and similar persons or entities acting in the capacity of wholesales or underwriters) at such initial offering price, each of the Bonds of such maturity (the "Premium Bond") will be considered for federal income tax purposes to have "bond premium" equal to such excess. The basis for federal income tax purposes of a Premium Bond in the hands of an initial purchaser who purchases such Bond in the initial offering must be reduced each year and upon the sale or other taxable disposition of the Bond by the amount of amortizable bond premium. This reduction in basis will increase the amount of any gain (or decrease the amount of any loss) recognized for federal income tax purposes upon the sale or other taxable disposition of a Premium Bond by the initial purchaser. Generally, no corresponding deduction is allowed for federal income tax purposes, for the reduction in basis resulting from amortizable each year (or shorter period in the event of a sale or disposition of a Premium Bond) is determined under special tax accounting rules which use a constant yield throughout the term of the Premium Bond based on the initial purchaser's original basis in such Bond.

The federal income tax consequences of the purchase, ownership, redemption, sale or other disposition by an owner of Bonds that are not purchased in the initial offering or which are purchased at an amount representing a price other than the initial offering price for the Bonds of the same maturity may be determined according to rules which differ from those described above. Moreover, all prospective purchasers of Bonds should consult their tax advisors with respect to the federal, state, local and foreign tax consequences of the purchase, ownership, redemption, sale or other disposition of

Premium Bonds should consult their own tax advisors with respect to the proper treatment of amortizable bond premium in their particular circumstances.

NOT Qualified Tax-Exempt Obligations For Financial Institutions

The Bonds are not "qualified tax-exempt obligations" within the meaning of Section 265(b) of the Code.

CONTINUING DISCLOSURE OF INFORMATION

In the Bond Order, the District has the following agreement for the benefit of the holders and beneficial owners of the Bonds. The District is required to observe the agreement for so long as it remains obligated to advance funds to pay the Bonds. Under the agreement, the District will be obligated to provide certain updated financial information and operating data annually, and timely notice of specified material events, to certain information to the Municipal Securities Rulemaking Board ("MSRB"). The MSRB has established the Electronic Municipal Market Access ("EMMA") system.

Annual Reports

The District will provide certain updated financial information and operating data to EMMA annually.

The information to be updated with respect to the District includes all quantitative financial information and operating data of the general type included in this Official Statement under the headings "SELECTED FINANCIAL INFORMATION" and "APPENDIX B" (Financial Statements of the District). The District will update and provide this information within six months after the end of each of its fiscal years. The District will provide the updated information to EMMA.

Any information so provided shall be prepared in accordance with generally accepted auditing standards or other such principles as the District may be required to employ from time to time pursuant to state law or regulation, and audited if the audit report is completed within the period during which it must be provided. If the audit report is not complete within such period, then the District shall provide unaudited financial statements for the applicable fiscal year to EMMA within such six month period, and audited financial statements when and if the audit report becomes available.

The District's fiscal year end is December 31. Accordingly, it must provide updated information by June 30 in each year, unless the District changes its fiscal year. If the District changes its fiscal year, it will notify EMMA of the change.

Material Event Notices

The District will provide timely notices of certain events to the MSRB, but in no event will such notices be provided to the MSRB in excess of ten business days after the occurrence of an event. The District will provide notice of any of the following events with respect to the Bonds: (1) principal and interest payment delinquencies; (2) non-payment related defaults, if material; (3) unscheduled draws on debt service reserves reflecting financial difficulties; (4) unscheduled draws on credit enhancements reflecting financial difficulties; (5) substitution of credit or liquidity providers, or their failure to perform; (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax-exempt status of the Bonds, or other material events affecting the tax-exempt status of the Bonds; (7) modifications to rights of beneficial owners of the Bonds, if material; (8) bond calls, if material, and tender offers; (9) defeasances; (10) release, substitution, or sale of property securing repayment of the Bonds, if material; (11) rating changes; (12) bankruptcy, insolvency, receivership or similar event of the District or other obligated person within the meaning of CFR §240.15c2-12 (the "Rule"); (13) consummation of a merger, consolidation, or acquisition involving the District or other obligated person within the meaning of the Rule or the sale of all or substantially all of the assets of the District or other obligated person within the meaning of the Rule, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; (14) appointment of a successor or additional trustee or the change of name of a trustee, if material; (15) incurrence of a financial obligation of the District or obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the District or obligated person, any of which affect security holders, if material; and (16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of the financial obligation of the District or obligated person, any of which reflect financial difficulties. The term "financial obligation" when used in this paragraph shall have the meaning ascribed to it under federal securities laws including meaning a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) a guarantee of (i) or (ii). The term "financial obligation" does not include municipal securities for which a final official statement has been provided to the Municipal Securities Rulemaking Board consistent with the Rule. The term "material" when used in this paragraph shall have the meaning ascribed to it under federal securities laws. Neither the Bonds nor the Bond Order makes any provision for debt service reserves or liquidity enhancement. In addition, the District will provide timely notice of any failure by the District to provide information, data, or financial statements in accordance with its agreement described above under "Annual Reports."

Availability of Information from EMMA

The District has agreed to provide the foregoing notices to the MSRB. The District is required to file its continuing disclosure information using EMMA, which is the format currently prescribed by the MSRB and has been established by the MSRB to make such continuing disclosure information available to investors free of charge. Investors may access continuing disclosure information filed with the MSRB at www.emma.msrb.org.

Limitations and Amendments

The District has agreed to update information and to provide notices of material events only as described above. The District has not agreed to provide other information that may be relevant or material to a complete presentation of its financial results of operations, condition, or prospects or agreed to update any information that is provided, except as described above. The District makes no representation or warranty concerning such information or concerning its usefulness to a decision to invest in or sell Bonds at any future date. The District disclaims any contractual or tort liability for damages resulting in whole or in part from any breach of its continuing disclosure agreement or from any statement made pursuant to its agreement, although holders or beneficial owners of Bonds may seek a writ of mandamus to compel the District to comply with its agreement.

The District may amend its continuing disclosure agreement from time to time to adapt the changed circumstances that arise from a change in legal requirements, a change in law, or a change in the identity, nature, status, or type of operations of the District, if but only if the agreement, as amended, would have permitted an underwriter to purchase or sell Bonds in the offering made hereby in compliance with the Rule, taking into account any amendments or interpretations of the Rule to the date of such amendment, as well as such changed circumstances, and either the holders of a majority in aggregate principal amount of the outstanding Bonds consent to the amendment or any person unaffiliated with the District (such as nationally recognized bond counsel) determines that the amendment will not materially impair the interests of the holders and beneficial owners of the Bonds. The District may amend or repeal the agreement in the Bond Order if the SEC amends or repeals the applicable provisions of the Rule or a court of final jurisdiction determines that such provisions are invalid or unenforceable, but only to the extent that its right to do so would not prevent the Initial Purchaser from lawfully purchasing the Bonds in the initial offering. If the District so amends the agreement, it has agreed to include with any financial information or operating data next provided in accordance with its agreement described above under "Annual Reports" an explanation, in narrative form, of the reasons for the amendment and of the impact of any change in the type of financial information and operating data so provided.

Compliance With Prior Undertakings

During the last five years, the District has complied in all material respects with all continuing disclosure agreements made by them in accordance with the Rule.

OFFICIAL STATEMENT

General

The information contained in this Official Statement has been obtained primarily from the District's records, the Engineer, the Tax Assessor/Collector and other sources believed to be reliable; however, no representation is made as to the accuracy or completeness of the information contained herein, except as described below. The summaries of the statutes, resolutions and engineering and other related reports set forth herein are included subject to all of the provisions of such documents. These summaries do not purport to be complete statements of such provisions and reference is made to such documents for further information.

Experts

The information contained in the Official Statement relating to engineering and to the description of the System, and, in particular, that engineering information included in the section entitled "THE DISTRICT – Description" has been provided by Jacobs Engineering Group Inc. and that engineering information included in the section entitled "THE SYSTEM," has been provided by Jacobs Engineering Group Inc. and has been included herein in reliance upon the authority of said firm as experts in the field of civil engineering.

The information contained in the Official Statement relating to assessed valuations of property generally and, in particular, that information concerning collection rates and valuations contained in the sections captioned "SELECTED FINANCIAL INFORMATION" was provided by the Appraisal District. Such information has been included herein in reliance upon the Appraisal District's authority as an expert in the field of tax assessing.

Certification as to Official Statement

The District, acting by and through its Board of Supervisors in its official capacity and in reliance upon the experts listed above, hereby certifies, as of the date hereof, that to the best of its knowledge and belief, the information, statements and descriptions pertaining to the District and its affairs herein contain no untrue statements of a material fact and do not omit to state any material fact necessary to make the statements herein, in light of the circumstances under which they were

made, not misleading. The information, descriptions and statements concerning entities other than the District, including particularly other governmental entities, have been obtained from sources believed to be reliable, but the District has made no independent investigation or verification of such matters and makes no representation as to the accuracy or completeness thereof.

Updating of Official Statement

If, subsequent to the date of the Official Statement, the District learns, through the ordinary course of business and without undertaking any investigation or examination for such purposes, or is notified by the Initial Purchaser, of any adverse event which causes the Official Statement to be materially misleading, and unless the Initial Purchaser elects to terminate its obligation to purchase the Bonds, the District will promptly prepare and supply to the Initial Purchaser an appropriate amendment or supplement to the Official Statement satisfactory to the Initial Purchaser; provided, however, that the obligation of the District to so amend or supplement the Official Statement will terminate when the District delivers the Bonds to the Initial Purchaser, unless the Initial Purchaser notifies the District in writing on or before such date that less than all of the Bonds have been sold to ultimate customers, in which case the District's obligations hereunder will extend for an additional period of time (but not more than 90 days after the date the District delivers the Bonds) until all of the Bonds have been sold to ultimate customers.

Official Statement "Deemed Final"

For purposes of compliance with Rule 15c2-12 of the Securities and Exchange Commission, this document, as the same may be supplemented or corrected by the District from time to time, may be treated as an Official Statement with respect to the Bonds that has been "deemed final" by the District as the date hereof (or of any such supplement or correction) except for the omission of certain information referred to in the preceding paragraph.

The Official Statement, when further supplemented by adding information specifying the interest rates and certain other information relating to the Bonds, shall constitute a "Final Official Statement" of the District with respect to the Bonds, as that term is defined in Rule 15c2-12.

CONCLUDING STATEMENT

The information set forth herein has been obtained from the District's records, audited financial statements and other sources which are considered to be reliable. There is no guarantee that any of the assumptions or estimates contained herein will ever be realized. All of the summaries of the statutes, documents and resolutions contained in this Official Statement are made subject to all of the provisions of the provisions of such statutes, documents and resolutions. These summaries do not purport to be complete statements of such provisions and reference is made to such summarized documents for further information. Reference is made to official documents in all respects.

This Official Statement was approved by the Board of Supervisors of Fort Bend County Fresh Water Supply District No. 1 as of the date shown on the first page hereof.

	/s/	Paul Hamilton President, Board of Supervisors Fort Bend County Fresh Water Supply District No. 1
ATTEST:		
	Calvin Casher Secretary, Board of Supervisors Fort Bend County Fresh Water Supply District	: No. 1

APPENDIX A AERIAL PHOTOGRAPH OF THE DISTRICT

APPENDIX B FINANCIAL STATEMENTS OF THE DISTRICT



Fort Bend County Fresh Water Supply District No. 1

Bookkeeper's Report

January 20, 2022

Fort Bend County FWSD No. 1 - GOF

Cash Flow Report - Checking BBVA Account

As of January 20, 2022

Num	Name	Memo	Amount	Balance
BALANC	CE AS OF 12/18/2021			\$128,904.43
Receipts				
	No Receipts Activity		0.00	
Total Red	ceipts			0.00
Disburse	ments			
ACH	Frontier Communications	Telephone Expense	(133.77)	
Wire	Fort Bend County FWSD No 1	Wire Transfer to Money Market	(127,770.66)	
Total Dis	sbursements		<u>-</u>	(127,904.43)
BALANG	CE AS OF 01/20/2022			\$1,000.00
			-	

Cash Flow Report - Checking Account

As of January 20, 2022

Num	Name	Memo	Amount	Balance
BALANC	CE AS OF 12/18/2021			\$3,798.28
Receipts				
	City of Arcola Joint Water Payment		10,000.00	ļ
	City of Arcola Joint Water Payment		12,672.34	l
	Reversal of Funds Mgmt Sweep		25.00	
	Interest Earned on Checking		2.87	l
	Wire Transfer from Lockbox		369,010.12	
Total Rec	eipts			391,710.33
Disburser	ments			
8072	Hudson Energy Services, LLC	Utility Expense	(3,567.18)	1
8073	Texas Commission on Enviromental Quality	Water Sysem Fee	(1,522.92)	ľ
8075	Calvin Casher	Fees of Office - 1/20/2022	(138.52)	ļ
8076	Erasto Vallejo	Fees of Office - 1/20/2022	(138.52)	ļ
8077	Paul Hamilton	Fees of Office - 1/20/2022	(138.52)	ľ
8078	Rosa Linda Medina	Fees of Office - 1/20/2022	(113.52)	ļ
8079	Paul Hamilton	Fees of Office - WWTP Report	(138.53)	ļ
8080	Jacob Roney	Deposit Refund	(49.98)	ļ
8081	Mary Torres	Deposit Refund	(122.98)	ļ
8082	AT&T Mobility - #0808	Ipad Expense	(183.39)	ļ
8083	CDC Unlimited, LLC	Mowing Expense	(150.00)	ļ
8084	DXI Industries, Inc.	Chemical Expense	(535.12)	ļ
8085	Envirodyne Laboratories, Inc	Laboratory Fees	(160.00)	ļ
8086	Environmental Development Partners	Maintenance & Operations	(58,144.35)	l
8087	Jacobs Engineering Group, Inc.	Engineering Fees	(35,929.49)	ļ
8088	Municipal Accounts & Consulting, LP	Bookkeeping Fees	(3,821.66)	ļ
8089	Sanford Kuhl Hagan Kugle Parker Kahn LLP	Legal Fees	(12,991.78)	ļ
8090	Water Utility Services, Inc.	Laboratory Expense	(50.00)	ļ
8091	United States Treasury	4th Quarter Payroll Taxes	(559.00)	ļ
8092	Hudson Energy Services, LLC	Utility Expense	0.00	ļ
8093	City of Arcola	Purchased Services	0.00	ļ
8094	North Fort Bend Water Authority	Pumpage Fees	0.00	
8095	City of Arcola	Sewer Collections	(5,361.23)	
8096	AT&T Mobility - #0808	Ipad Expense	0.00	
Fees	Central Bank	Bank Service Charge	(40.00)	
	sbursements			(123,856.69)
BALAN(CE AS OF 01/20/2022			\$271,651.92
4			_	

Cash Flow Report - Operator Account

Num	Name		emo Amount	Balance
BALANC	E AS OF 12/18/2021			\$227,694.33
Receipts				
	Accounts Receivable		116,519.52	
	Accounts Receivable		32,819.22	
	Interest Earned on Checking		0.31	
	Reversal of Funds Mgmt Sweep		25.00	
Total Rec	eipts			149,364.05
Disbursen	nents			
Fees	Central Bank	Bank Service Charge	(25.00)	
Rtn Chk	Fort Bend County FWSD No 1	Returned Checks (3)	(323.59)	
Wire	Central Bank	Wire Transfer to Checkin	ng (369,010.12)	
Total Disk	pursements			(369,358.71)
BALANC	E AS OF 01/20/2022			\$7,699.67

Cash Flow Report - Checking Account

Num	Name	Memo	Amount	Balance
BALANC	E AS OF 12/18/2021			\$100.00
Receipts				
	Reversal of Funds Mgmt Sweep		25.00	l
	Interest Earned on Checking		0.39	ľ
	Wire Transfer from 2015 DFund Money Market		144,013.56	ľ
	Wire Transfer from 2019 DFund Money Market		415.00	ľ
Total Rece	eipts			144,453.95
Disbursen	nents			
6009	Jacobs Engineering Group, Inc.	TWDB WP No. 2 Engineering Fees	(5,640.56)	!
6010	Terracon Consultants, Inc.	Engineering Fees	(5,135.50)	!
6011	B-5 Construction Company, Inc.	Water Plant #2 - PE #8	(133,237.89)	!
Svc Chg	Central Bank	Service Charge	(40.00)	!
Total Disk	bursements	-		(144,053.95)
BALANC	E AS OF 01/20/2022			\$500.00
4			_	

Account Balances

Financial Institution (Acct Number)	Issue Date	Maturity Date	Interest Rate	Account Balance	Notes
Fund: Operating					
Certificates of Deposit					
FRONTIER BANK (XXXX2246)	01/23/2021	01/23/2022	0.50 %	240,000.00	
LONE STAR BANK (XXXX2413)	02/24/2021	02/24/2022	0.45 %	240,000.00	
TEXAS CAPITAL BANK (XXXX0586)	04/27/2021	04/27/2022	0.25 %	245,000.00	
ALLEGIANCE BANK (XXXX0783)	04/29/2021	04/29/2022	0.20 %	240,000.00	
PIONEER BANK (XXXX2548)	05/28/2021	05/28/2022	0.29 %	240,000.00	
THIRD COAST BANK, SSB (XXXX6605)	05/30/2021	05/30/2022	0.50 %	240,000.00	
SOUTH STAR BANK (XXXX0172)	06/30/2021	06/30/2022	0.15 %	240,000.00	
UNITY NATIONAL BANK (XXXX4604)	07/22/2021	07/22/2022	0.25 %	240,000.00	
TEXAS REGIONAL BANK (XXXX0879)	08/01/2021	08/02/2022	0.13 %	240,000.00	
SPIRIT OF TEXAS BANK (XXXX6670)	09/30/2021	09/30/2022	0.25 %	240,000.00	
BANCORPSOUTH (XXXX7336)	11/02/2021	11/04/2022	0.44 %	240,000.00	
PLAINS STATE BANK (XXXX1329)	11/24/2021	11/24/2022	0.25 %	240,000.00	
WALLIS BANK (XXXX0319)	11/24/2021	11/24/2022	0.12 %	240,000.00	
VERITEX COMMUNITY BANK (XXXX0266)	11/25/2021	11/25/2022	0.30 %	240,000.00	
TEXAS FIRST BANK (XXXX7767)	12/22/2021	12/22/2022	0.30 %	240,000.00	
INDEPENDENT BANK (XXXX1575)	12/30/2021	12/31/2022	0.10 %	240,000.00	
Money Market Funds					
TEXAS CLASS (XXXX0002)	03/17/2020		0.05 %	2,712,829.42	
Checking Account(s)					
CENTRAL BANK - CHECKING (XXXX0488)			0.00 %	271,651.92	Checking Account
CENTRAL BANK - CHECKING (XXXX3849)			0.00 %	7,699.67	Operator
PNC (XXXX5021)			0.00 %	0.00	Lockbox
PNC (XXXX3051)			0.00 %	1,000.00	Checking BBVA
		Totals for Ope	rating Fund:	\$6,838,181.01	
Fund: Capital Projects					
Money Market Funds					
TEXAS CLASS (XXXX0001)	03/17/2020		0.05 %	276,217.86	Series 2015 DFund
UMB (XXXX1340)	04/01/2021		0.00 %	202,177.10	Series 2019 Dfund
TEXAS CLASS (XXXX0005)	05/14/2021		0.05 %	1,468,701.91	Series 2019 DFund
Checking Account(s)					
CENTRAL BANK - CHECKING (XXXX0453)			0.00 %	500.00	Checking Account
PNC (XXXX5061)			0.00 %	0.00	Checking BBVA
5 15 112 1	Tota	lls for Capital Pr	ojects Fund:	\$1,947,596.87	
Fund: Debt Service					
Certificates of Deposit	00 /07 /0004	00.404.40000	0.00.07	0.40.000.00	
INDEPENDENT BANK-DEBT (XXXX0365)	02/26/2021	02/26/2022	0.30 %	240,000.00	
SOUTH STAR BANK-DEBT (XXXX0134)	02/27/2021	02/27/2022	0.25 %	240,000.00	
ALLEGIANCE BANK - DEBT (XXXX4800)	08/02/2021	08/02/2022	0.20 %	240,000.00	
SPIRIT OF TX BANK - DEBT (XXXX2023)	08/02/2021	08/02/2022	0.25 %	240,000.00	
TEXAS REGIONAL BANK-DEBT (XXXX5860)	08/02/2021	08/02/2022	0.13 %	240,000.00	
UNITY BANK - DEBT (XXXX4608)	08/02/2021	08/02/2022	0.25 %	240,000.00	
FRONTIER BANK - DEBT (XXXX2126)	08/04/2021	08/04/2022	0.50 %	240,000.00	

Fort Bend County Fresh Water Supply District No. 1

Account Balances

Financial Institution (Acct Number)	Issue Date	Maturity Date	Interest Rate	Account Balance	Notes
Fund: Debt Service					
Certificates of Deposit					
BANCORPSOUTH - DEBT (XXXX0073)	08/05/2021	08/05/2022	0.44 %	240,000.00	
Money Market Funds					
TEXAS CLASS (XXXX0004)	04/09/2020		0.05 %	1,189,080.29	
CENTRAL BANK - DEBT (XXXX0461)	08/04/2021		0.03 %	869.26	
	Т	otals for Debt S	ervice Fund:	\$3,109,949.55	
Grand total for For	Bend County Fresh	Water Supply D	istrict No. 1:	\$11,895,727.43	

Fort Bend Fresh Water Supply District No. 1

Capital Projects Fund Breakdown 1/20/2022

Net Proceeds for All Bond Issues

Danine	
Receipts Series 2015 - Dfund Bond Proceeds	\$2,495,655.26
Series 2015 - Interest Earnings	51,465.44
Series 2019 - Dfund Bond Proceeds	1,745,000.00
Series 2019 - Interest Earnings	515.40
2017 Interest Extransfer	010110
<u>Disbursements</u>	
Series 2015 Dfund - Disbursements (Attached)	(2,270,942.84)
Series 2019 Dfund - Disbursements (Attached)	(74,121.39)
Total Cash Balance	\$1,947,596.87
Balances by Account	
Checking - Central (Series 2019)	\$500.00
Series 2015 - Dfund - Texas Class	276,217.86
Series 2019 - Dfund - Texas Class	1,468,701.91
Series 2019 - Dfund (Held by Escrow Agent - UMB)	202,177.10
Total Cash Balance	\$1,947,596.87
Balances by Bond Series	
Series 2015 - Dfund	\$276,177.86
Series 2019 - Dfund	1,671,394.01
Total Cash Balance	\$1,947,596.87
Remaining Costs & Surplus	
Series 2015 Dfund - Remaining Costs	\$246,497.67
Series 2019 Dfund - Remaining Costs	1,670,878.61
<u> </u>	
Total Amount in Remaining Costs	\$1,917,376.28
Series 2015 Dfund - Surplus & Interest	\$29,680.19
Series 2019 Dfund - Surplus & Interest	515.40
Total Surplus & Interest Balance	\$30,195.59

Total Remaining Costs/Surplus 7	\$1,947,596.87
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Page 78

Fort Bend Fresh Water Supply No. 1 SERIES 2015 Dfund COST COMPARISON

CONSTRUCTION COSTS	USE OF PROCEEDS	ACTUAL COSTS	REMAINING COSTS	VARIANCE (OVER)/UNDER
A. Construction Items				
1 Total Balance as of 09/30/2018		-	-	-
2 Water Plant No 2	\$1,979,022.01	1,791,496.92	\$187,525.09	-
3 Design Phase Engineering	271,500.00	271,500.00	-	-
4 Const Phase Engineering	48,000.00	36,641.91	11,358.09	-
5 Environmental Assessment	36,000.00	36,000.00	-	-
6 Construction Observation	81,500.00	33,885.51	47,614.49	-
7 Subsurface Utility Investigation	5,573.50	5,573.50	-	-
8 Surveying	32,060.00	32,060.00	-	-
9 Material Testing	15,000.00	36,785.25	-	(21,785.25)
10 Geotechnical Investigation	10,500.00	10,500.00	-	-
11 Well Sitting Study	8,999.75	8,999.75	-	-
12 Potential Pollution Hazard Study	7,500.00	7,500.00	-	-
TOTAL CONSTRUCTION COSTS	\$2,495,655.26	\$2,270,942.84	\$246,497.67	(\$21,785.25)
TOTAL	\$2,495,655.26	\$2,270,942.84	\$246,497.67	(\$21,785.25)
			Interest Earned	\$51,465.44
		То	tal Surplus & Interest	\$29,680.19
	To	otal Remaining Costs	s, Surplus, & Interest	\$276,217.86

Actual vs. Budget Comparison

November 2021

		N	lovember 202	1	January 2021 - November 2021			Annual
		Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)	Budget
Revenues								
14110	Water - Customer Service Revenu	52,673	39,759	12,914	499,209	533,905	(34,696)	567,984
14112	Regional Water Authority Fees	38,665	29,829	8,836	419,576	400,567	19,009	426,135
14140	Connection Fees	1,272	820	452	10,291	9,019	1,272	9,839
14150	Tap Connections	11,900	11,083	817	242,387	121,917	120,470	133,000
14160	Service Application Fees	0	84	(84)	5,500	926	4,574	1,010
14210	Sewer - Customer Service Fee	18,558	14,696	3,862	199,733	161,653	38,080	176,349
14220	Inspection Fees	850	912	(62)	16,145	10,032	6,113	10,944
14310	Penalties & Interest	2,936	2,167	769	28,911	23,833	5,078	26,000
14330	Miscellaneous Income	3,812	2,673	1,139	49,494	29,403	20,091	32,076
14350	Maintenance Tax Collections	23,459	0	23,459	1,737,930	1,659,159	78,771	1,659,159
14351	Penalty & Interest on Tax	2,199	4,308	(2,109)	56,907	47,383	9,524	51,691
14365	Interest Earned on Checking	1	43	(42)	146	474	(328)	517
14370	Interest Earned on Temp. Invest	4,570	1,993	2,576	25,983	21,927	4,056	23,920
14410	Water Plant Operations COA	0	16,621	(16,621)	25,340	182,831	(157,491)	199,452
14420	Arcola Capital Recovery	5,000	5,000	0	55,000	55,000	0	60,000
14425	Arcola Capacity Reserve	1,500	0	1,500	4,500	0	4,500	0
Total Rev	enues	167,394	129,988	37,406	3,377,053	3,258,029	119,024	3,378,076
Expendit	ures							
16105	Operator Expense	7,698	8,333	(636)	83,042	91,667	(8,625)	100,000
16110	Tap Connection Expense	10,029	6,917	3,113	112,358	76,083	36,274	83,000
16130	Maintenance & Repairs	13,687	16,645	(2,957)	170,684	183,090	(12,406)	199,735
16140	Chemicals	407	162	245	3,419	1,781	1,638	1,943
16150	Laboratory Expense	630	436	194	7,427	4,796	2,631	5,232
16160	Utilities	3,438	2,955	483	36,222	32,509	3,713	35,464
16210	Inspection Expense	1,265	576	689	10,876	6,335	4,541	6,911
16234	Water Authority Pumpage-COA	0	7,376	(7,376)	119,741	99,047	20,694	105,369
16235	Water Authority Pumpage Fees	60,856	24,466	36,390	424,653	328,545	96,108	349,516
16236	Arcola WWTP Expenses	0	9,426	(9,426)	95,067	103,690	(8,622)	113,116
16237	Interconnect Expense	0	0	0	39,350	0	39,350	0
16320	Tax Assessor/Collector Fees	9,132	2,077	7,055	33,976	22,852	11,125	24,929
16330	Legal Fees	12,179	16,667	(4,488)	116,669	183,333	(66,665)	200,000
16340	Auditing Fees	0	0	0	20,000	20,000	0	21,840
16350	Engineering Fees	29,453	29,167	287	343,737	320,833	22,903	350,000
16370	Election Expense	0	0	0	2,460	0	2,460	0
16380	Permit Expense	1,523	1,523	0	1,523	1,523	0	6,060
16390	Telephone Expense	315	205	110	3,626	2,257	1,370	2,462
16410	Sales Tax Tracking	0	0	0	0	0	0	1,500
16430	Bookkeeping Fees	3,301	3,333	(33)	41,562	36,667	4,896	40,000
16440	Mowing Expense	0	183	(183)	0	2,017	(2,017)	2,200
16455	SB 622 Publications	0	0	0	428	400	28	2,000
16460	Printing & Office Supplies	483	1,021	(539)	5,420	11,236	(5,815)	12,257
16480	Delivery Expense	220	59	161	1,104	649	455	708
16490	Website Services	0	0	0	1,719	1,700	19	2,000
16520	Postage	776	709	67	8,091	7,798	293	8,507
16530	Insurance & Surety Bond	15,907	12,000	3,907	15,907	12,000	3,907	12,000
16540	Travel Expense	15	0	15	259	215	44	1,000
16560	Miscellaneous Expense	776	612	165	29,154	6,727	22,427	7,339
16570	AWBD Expense	0	0	0	735	0,727	735	0
16580	Bank Service Charge	235	60	174	775	662	113	722
16590	Seminar Expenses	0	0	0	354	0	354	0
16600	Payroll Expenses	1,350	985	365	11,550	10,832	718	11,817
10000	agron Exponsos	1,550	703	303	11,000	10,032	7 10	11,017

Actual vs. Budget Comparison

November 2021

		V.	November 202	21	January	January 2021 - November 2021		
		Actual	Budget	Over/(Under)	Actual	Budget	Over/(Under)	Budget
Expenditu	ires							
16620	Payroll Tax Expense	103	75	28	975	829	147	904
16650	Arbitrage Expense	0	0	0	0	0	0	9,750
Total Expe	enditures	173,777	145,969	27,808	1,742,865	1,570,072	172,793	1,718,281
Other Rev	enues							ļ
15100	Insurance Reimbursement	0	0	0	34,629	0	34,629	0
Total Othe	er Revenues	0	0	0	34,629	0	34,629	0
Other Exp	venditures							1
16750	Capital Outlay	0	0	0	43,776	44,000	(225)	50,000
16752	Cap Out - Fresno Ranchos Proj	10,074	10,074	0	75,586	75,586	0	85,000
16753	Cap Out - Fresno Grdn WW Plumb	0	0	0	149,999	149,988	11	220,000
16754	Cap Out - Gateway Acres WWCS	907	907	0	58,722	58,424	298	80,000
16755	Capital Outlay - WP #1 Rehab	0	0	0	59,650	49,250	10,400	49,250
16756	Cap Out - LP #3 Addtn @ TT LS	0	0	0	28,891	20,000	8,891	20,000
Total Othe	er Expenditures	10,981	10,981	0	416,624	397,248	19,376	504,250
Excess Re	evenues (Expenditures)	(\$17,365)	(\$26,962)	\$9,597	\$1,252,192	\$1,290,709	(\$38,517)	\$1,155,545

Balance Sheet

As of November 30, 2021

127 988		Nov 30, 21
1289 1289	Current Assets	
Total Checking/Savings 369,3	%%\$\$``7\Y <u>W</u>]b[`66J 5 %%&\$``7Uj\`]b`6Ub_	128,904 12,799 227,694
Other Current Assets 6,710.2 %% \$\$ Hja Y8 Ndcglig 6,710.2 %% \$\$ SWAti brg FWNj UrY 309.4 %% \$\$ 55 F SNAC UI TULDJUF FACT YFM 10.0 %% \$\$ 5# SNAC UI TULDJUF FACT YFM 1,998.7 %% \$\$ A Uph NbLWH IF FWNJ UYY 1,998.7 %% \$\$ SWY FCa 'BQ 37.9 Total Other Current Assets 9,212.9 TOTAL ASSETS 9,582.3 TOTAL ASSETS 9,582.3 LIABILITIES & EQUITY Liabilities Accounts Payable 334.8 Total Accounts Payable 334.8 Other Current Liabilities 34.8 Wasts's SWM bid bid Duhby Y 334.8 Total Accounts Payable 334.8 Other Current Liabilities 34.8 %88\$'s DWM bid WT RY RY Clock of Tr.C Wilcolg 8.1 %84** S BY PYTRY ADCK of Differ MT RY Clock of Tr.C Wilcolg 8.1 %84** S BY PYTRY ADCK of Differ MTHU Yg 1,998.7 Total Current Liabilities 2,509.1 Total Current Liabilities 2,509.1 Total Liabilities 2,509.1 Total Liabilities		369,398
\$\\ \partial \ \partial \partial \ \partial \pa	%% \$\$``H]a Y`8 Ydcg ng %}) \$\$```5 Woti bng F YvY j UV`Y %}) %\$``5#F`!`5 fWc`UK UnYf	6,710,235 309,415 127,816
Total Other Current Assets 9,212,9 Total Current Assets 9,582,3 TOTAL ASSETS 9,582,3 TOTAL ASSETS 9,582,3 LIABILITIES & EQUITY	%),%∵5#F'5fWc'U!'7UdW]fmFYgYfjY %),&\$∵AU]bHYbUbW'HU'FYW]jUv'Y %),\$∵5WflYX'=bHYfYgh	4,500 1,998,768 14,235 37,983
TOTAL ASSETS 9,582,3 LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable %&\$\$\$\$" 5 Wt/l brg Dutal/Y 334,8 Total Accounts Payable 334,8 Other Current Liabilities 4 %&\$\$\$\$" Ti gica Yf A YMf 8 Ydcglig 4 %&\$\$\$\$" Ti gica Yf A YMf 8 Ydcglig 81 %&#\$ \$" 1 bWLg YX DfcdYfm 36,6 %&+\$ \$" 8 YZMfYX -bZck gDfcdYfmHU Yg 1,998,7 Total Other Current Liabilities 2,509,1 Total Liabilities 2,509,1 Total Liabilities 2,509,1 Equity 8 \$%\$ "1 bUgg[bYX: i bX'6UbW 5,821,0 Net Income 1,252,1</td><td>Total Other Current Assets</td><td>9,212,951</td></tr><tr><td>LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable %&\$\$\$" 5Wwt brgDthWY 334,8 Total Accounts Payable 334,8 Other Current Liabilities 4 %&\$\$\$" DUnfc" @[M] [hyg 4 %&*\$" Ti gra YFA YHYF8 Ydcglig 130,2 %&+\$" \$1 YHc 7C 5!Gwk Yf 7c" Ywljcbg 8,1 %&+\$" \$1 bVUJa YX DfcdYflm 36,6 %&+\$" \$8 YZYffYX -bZck gDfcdYflmHU Yg 1,998,7 Total Other Current Liabilities 2,174,2 Total Current Liabilities 2,509,1 Total Liabilities 2,509,1 Equity \$%\$\$" 1 bUtgl[bYX: i bX'6UUbW 5,821,0 Net Income 1,252,1</td><td>Total Current Assets</td><td>9,582,349</td></tr><tr><td>Liabilities Current Liabilities Accounts Payable %&\$\$\$ '5Wti bfgDUntVY 334,8 Total Accounts Payable Other Current Liabilities %&\$\$\$ 'Dunfic"@[W]]fYg 4 %&'%\$ '7i gra Yf'A YYf'8 Ydcglfg 130,2 %&+'\$ '8i YHc '7C 5!GYk Yf'7c"Wilcbg 8,1 %&++\$ '1 bWUla YX DfcdYfm 36,6 %&+,\$ 8YZYffYX =bZck gDfcdYfmHU Yg 1,998,7 Total Other Current Liabilities 7otal Current Liabilities 2,509,1 Total Liabilities 2,509,1 Equity % \$%\$`1 bUgg[bYX:i bX 6UUbW Net Income 1,252,1</td><td>TOTAL ASSETS</td><td>9,582,349</td></tr><tr><td>Other Current Liabilities %8/\$\$\$' 'DUnfc''`@ \\/]]r\/g 4 %8/\$\$' '7i gtca Yf'A Yh\f'8 Ydcg \text{lpg} 130,2 %8-i' \$' 8i YHc '7C 5! Ghk Yf'7c''\\text{Mjcbg} 8,1 %8-i+\$' 1 b\text{b\text{Uga} Yx'DfcdYfhm} 36,6 %8-i, \$' 8 YZ\ff'r\x' = b\text{Zck gDfcdYfhm'HU Yg} Total Other Current Liabilities 2,174,2 Total Current Liabilities 2,509,1 Total Liabilities 2,509,1 Equity % \$\%\$' 1 b\text{Ugi} b\text{Yx': i bx'6Ub\text{Ub\text{W}}} Net Income</td><td>Liabilities Current Liabilities Accounts Payable</td><td>334,872</td></tr><tr><td>%8%\$\$ 'DUnfic``@]U/]injyg 4 %8x* %\$ '7i grea Yf`A YhYf`8 Ydegjhg 130,2 %8x+' \$ '8i YHe.'7C 5!GYk Yf:7c``WMjebg 8,1 %8x++\$ '1 bWUJa YX:DfcdYffm 36,6 %8x+, \$ '8 YZYffYX'=bZek gDfcdYffm'HU Yg 1,998,7 Total Other Current Liabilities 2,174,2 Total Liabilities 2,509,1 Total Liabilities 2,509,1 Equity \$%\$'` 1 bUgg[bYX: i bX'6UubW 5,821,0 Net Income 1,252,1</td><td>Total Accounts Payable</td><td>334,872</td></tr><tr><td>Total Current Liabilities 2,509,1 Total Liabilities 2,509,1 Equity \$%\$``I bltpd[bYX`: i bX`6UlbW Net Income 1,252,1</td><td>%&%\$\$``DUnfic```@ W]]h]Yg %&*%\$```7i ghca Yf`A YhYf`8 Ydcg hg %&+'\$```8 i Y`Hc`7C 5!GYk Yf`7c``YM]cbg %&++\$``I bWU]a YX`DfcdYfhm</td><td>419 130,240 8,164 36,656 1,998,768</td></tr><tr><td>Total Liabilities 2,509,1 Equity \$\$\$ "I blug[bYX: i bX'6UlbW Net Income 1,252,1</td><td>Total Other Current Liabilities</td><td>2,174,247</td></tr><tr><td>Equity % \$%\$``I bltgj[bYX`: i bX`6UlbW Net Income 5,821,0 1,252,1</td><td>Total Current Liabilities</td><td>2,509,119</td></tr><tr><td>% \$%\$` 1 bltg][bYX: i bX:6UtbW 5,821,0 Net Income 1,252,1</td><td>Total Liabilities</td><td>2,509,119</td></tr><tr><td>Total Equity 7,073,2</td><td>%\$%\$``I`bUgg][bYX': i bX'6U'LbW</td><td>5,821,038 1,252,192</td></tr><tr><td></td><td>Total Equity</td><td>7,073,230</td></tr><tr><td>TOTAL LIABILITIES & EQUITY 9,582,3</td><td>TOTAL LIABILITIES & EQUITY</td><td>9,582,349</td></tr></tbody></table>		

Fort Bend County Fresh Water Supply District No. 1

District Debt Service Payments

01/20/2022 - 01/31/2023

Paying Agent	Series	Date Due	Date Paid	Principal	Interest	Total Due
Debt Service Payment Due 02/15/2022						
Wells Fargo Bank, NA	2006A - WS&D	02/15/2022		0.00	33,862.50	33,862.50
Wells Fargo Bank, NA	2010 - WS&D	02/15/2022		0.00	2,812.50	2,812.50
Amegy Bank of Texas	2015 - WS&D	02/15/2022		0.00	130,410.50	130,410.50
Amegy Bank of Texas	2016 - Refunding	02/15/2022		0.00	58,350.00	58,350.00
Amegy Bank of Texas	2017 - Refunding	02/15/2022		0.00	105,950.00	105,950.00
Bank of New York	2019 - WS&D	02/15/2022		0.00	30,822.50	30,822.50
Amegy Bank of Texas	2020 - Refunding	02/15/2022		0.00	68,556.25	68,556.25
		Total	Due 02/15/2022 —	0.00	430,764.25	430,764.25
Debt Service Payment Due 08/15/2022						
Wells Fargo Bank, NA	2006A - WS&D	08/15/2022		380,000.00	33,862.50	413,862.50
Wells Fargo Bank, NA	2010 - WS&D	08/15/2022		150,000.00	2,812.50	152,812.50
Wells Fargo Bank, NA	2010A - WS&D	08/15/2022		30,000.00	0.00	30,000.00
Amegy Bank of Texas	2015 - WS&D	08/15/2022		195,000.00	130,410.50	325,410.50
Amegy Bank of Texas	2016 - Refunding	08/15/2022		185,000.00	58,350.00	243,350.00
Amegy Bank of Texas	2017 - Refunding	08/15/2022		10,000.00	105,950.00	115,950.00
Bank of New York	2019 - WS&D	08/15/2022		40,000.00	30,822.50	70,822.50
Amegy Bank of Texas	2020 - Refunding	08/15/2022		280,000.00	68,556.25	348,556.25
55		Total	Due 08/15/2022	1,270,000.00	430,764.25	1,700,764.25
			District Total	\$1,270,000.00	\$861,528.50	\$2,131,528.50
			=	=	=	

Cash Flow Forecast

Fort Bend County Fresh Water Supply District No. 1

	12/22	12/23	12/24	12/25	12/26
Assessed Value	\$412,931,570	\$412,931,570	\$412,931,570	\$412,931,570	\$412,931,570
Maintenance Tax Rate	\$0.410	\$0.410	\$0.410	\$0.410	\$0.410
Maintenance Tax	\$1,659,159	\$1,659,159	\$1,659,159	\$1,659,159	\$1,659,159
% Change in Water Rate		3.00%	3.00%	3.00%	3.00%
% Change in Wastewater Rate		3.00%	3.00%	3.00%	3.00%
% Change in NFBWA		10.00%	10.00%	10.00%	10.00%
% Change in Expenses		5.00%	5.00%	5.00%	5.00%
Beginning Cash Balance 12-31-20	\$6,923,174	\$6,590,318	\$8,075,300	\$9,544,762	\$10,997,777
Revenues					
Maintenance Tax	\$1,731,496	\$1,659,159	\$1,659,159	\$1,659,159	\$1,659,159
Water Revenue	574,744	591,986	609,746	628,038	646,879
Wastewater Revenue	224,007	230,727	237,649	244,778	252,122
NFBWA Revenue	474,389	521,828	574,011	631,412	694,553
Other	491,126	515,682	541,466	568,540	596,967
Total Revenues	\$3,495,762	\$3,519,383	\$3,622,031	\$3,731,927	\$3,849,680
Expenses					
Purchase Water	\$161,252	\$166,090	\$171,072	\$176,204	\$181,491
Purchase Wastewater	96,169	99,054	102,026	105,086	108,239
NFBWA	440,923	485,015	533,517	586,869	645,555
Other Expenses	1,175,469	1,234,242	1,295,955	1,360,752	1,428,790
Total Expenses	\$1,873,813	\$1,984,401	\$2,102,569	\$2,228,912	\$2,364,075
Net Surplus	\$1,621,949	\$1,534,981	\$1,519,462	\$1,503,016	\$1,485,605
Capital Outlay					
Capital Outlay	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
Road Widen Utility Relocation	500,000	0	0	0	(
City of Arcola WP	635,000	0	0	0	(
Water Treatment Unit	500,000	0	0	0	(
WP #2	300,000	0	0	0	(
Total Capital Outlay	\$1,985,000	\$50,000	\$50,000	\$50,000	\$50,000
Construction Surplus	\$30,196	\$0	\$0	\$0	\$0
Ending Cash Balance	\$6,590,318	\$8,075,300	\$9,544,762	\$10,997,777	\$12,433,382
Operating Reserve % of Exp					
Bond Authority	351.71%	406.94%	453.96%	493.41%	525.93%

Remaining Bonding Capacity - \$80,210,000

Maintenance Tax Rate Cap - \$0.50

2022 AWBD Mid-Winter Conference

Fort Bend County Fresh Water Supply District No. 1

Friday, January 28 - Saturday, January 29, 2022

Moody Gardens, Galveston, TX

Director	Registration			Prior Conference Expenses
Name	Attending	Online	Paid	Paid
Calvin Casher	Yes	Yes		Yes
Paul Hamilton	Yes	Yes		NA
Rosa Linda Medina	Yes	Yes		NA
Rodrigo Carreon				NA
Erasto Vallejo				NA

Note

Register on-line www.awbd-tx.org (For log in assistance, contact Taylor Cavnar: tcavnar@awbd-tx.org)

This page only confirms registration for the conference, not hotel registrations.

All hotel reservations are the sole responsibility of each attendee.

Your conference registration confirmation will contain a housing reservation request web link.

The link will require the registration number from your conference registration before you can reserve a room.

All requests for an advance of funds must be sent via email to the bookkeeper within 30 days of conference.

Registration Dates

Early Registration:	Begins	07/21/21	\$360
Regular Registration:	Begins	09/02/21	\$410
Late Registration	Begins	12/16/21	\$510

Cancellation Policy

All cancellations must be made in writing.

A \$50.00 administrative fee is assessed for each conference registration cancelled on or before 12/15/21.

There will be no refunds after 12/15/21.

Housing Information

Hotel reservations are only available to attendees who are registered with AWBD-TX for the Conference.

FORT BEND FRESH WATER SUPPLY DISTRICT NO 1 TAX ANALYSIS FISCAL YEAR END 12/31/2022

	:	2022			2021				
PERCENTAGE	DSF 0.5900	M&O 0.4100	TOTAL 2022	DSF 0.5900	M&O 0.4100	TOTAL 2021	GRAND DSF	TOTAL MAINT	TOTAL
PRIOR YEAR TAX LEVY 2021	0.00	0.00		2,545,360.48	1,768,809.83	4,314,170.31	= =======	========	194,558.91 0.00
COLLECTIONS: JAN 2021									
TAXES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PENALTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FEB 2021							0.00	0.00	0.00
TAXES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PENALTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00
MARCH 2021							===========	= =======	
TAXES	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00
PENALTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00 0.00
APRIL 2021 TAXES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PENALTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00
	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00
MAY 2021 TAXES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PENALTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00
							0.00		0.00
JUNE 2021 TAXES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PENALTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00
JULY 2021							0.00	0.00	0.00
TAXES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PENALTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00
AUG 2021							0.00		0.00
TAXES	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00
PENALTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00
SEPT 2021							==========	= =======	=========
TAXES	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00
PENALTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00 0.00
OCT 2021	0.00	0.00	0.00	0.00	0.00	0.00			
TAXES PENALTY	0.00 0.00	0.00 0.00	0.00 0.00	0.00	0.00 0.00	0.00 0.00	0.00		0.00 0.00
							0.00		0.00
NOV 2021 TAXES	0.00	0.00	0.00	24,780.40	17,220.27	42,000.67	33,789.54	23,459.42	57,248.96
PENALTY	0.00	0.00	0.00	0.00	0.00	0.00	3,754.92		5,953.43
DEC 2021							37,544.46	5 25,657.93 = =========	63,202.39
TAXES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PENALTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00
							0.00	0.00	0.00
TOTALS	0.00	0.00	0.00	24,780.40	17,220.27	42,000.67	12,764.06 ============	8,437.66 = =======	21,201.72
TAXES	0.00	0.00	0.00	24 700 40	47 220 27	42,000,67	22 700 5	02.450.40	
PENALTY	0.00 0.00	0.00 0.00	0.00 0.00	24,780.40 0.00	17,220.27 0.00	42,000.67 0.00	33,789.5 ² 3,754.92		57,248.96 5,953.43
TOTALS	0.00	0.00	0.00	24,780.40	17,220.27	42,000.67	37,544.46	25,657.93	63,202.39
	========	=======================================	========	========	========	===========	=============	= =======	===========
ADJUSTMENTS			0.00			0.00			0.00
TAX						0.070			TOTAL TAX
DUE @ 1/31/202	20 0.00	0.00	0.00%	2 520 590 00	1,751,589.55	0.97% 4,272,169.64	2,886,448.20	2.015.000.00	4,902,436.46
1/31/202	0.00		0.00	2,320,300.09		=	z,000,448.20 =============	2,015,988.26	+,502, 4 30.46
TAX RATES	0.5900	0.4100	1.0000	0.5900	0.4100	1.0000	Dof	erral Operating 2021	17 220 27

Deferral Operating 2021
Deferral Debt 2021
Debt Collections CFY (Defer)
Operating Collections CFY (Defer)
Total DSF Collections
Total Op Collections
Total DSF Deferral

17,220.27 24,780.40 0.00 0.00 58,569.94 40,679.69 2,886,448.20 2,015,988.26

Summary of Money Market Funds

12/18/2021 - 01/20/2022

INTERNAL USE ONLY

Fund: Operating

Financial Institution: TEXAS CLASS

Account Number:	TX-01-0857-0002 Date Opened: 03/17/2020	Current Interest Rate: 0.05%					
Date	Des/	Description		Cash Added	Cash Withdrawn	Int. Earned	End Balance
12/18/2021			2,545,234.55			•	
12/22/2021	TFB CDXXXX7767 INTEREST			841.10	7		,
12/31/2021	Int					159.30	,
01/03/2022	IND CDXXXX1575 INTEREST			841.10	7		
01/20/2022	From DSF MM - 10/21 Tax Xfer			12,324.78	ı.		
01/20/2022	From DSF MM - 11/21 Tax Xfer			25,657.93	ı		
01/20/2022	From BBVA GOF			127,770.66	j.		
		Totals for Account TX-01-0857-0002:	\$2,545,234.55	\$167,435.57		\$159.30	\$2,712,829.42
		Totals for Operating Fund:	\$2,545,234.55	\$167,435.57		\$159.30	\$2,712,829.42
		=			- = = = = = = = = = = = = = = = = = = =	<i>-</i> ====================================	-

Methods Used For Reporting Market Values

Securities/Direct Goverment Obligations:

Certificates of Deposits: Face Value Plus Accrued Interest

Market Value Quoted by the Seller of the Security and Confirmed in Writting

Public Fund Investment Pool/MM Accounts:

Balance = Book Value = Current Market

Summary of Money Market Funds

12/18/2021 - 01/20/2022

INTERNAL USE ONLY

TEXAS CLASS							
TX-01-0857-0001	Date Opened: 03/17/2020	Current Interest Rate: 0.05%					
	Desc	ription	Begin Balance	Cash Added	Cash Withdrawn	Int. Earned	End Balance
			420,196.09				
						35.33	
To Checking					(144,013.56)		
		Totals for Account TX-01-0857-0001:	\$420,196.09		(\$144,013.56)	\$35.33	\$276,217.86
TX-01-0857-0005		Current Interest Rate: 0.05%	Begin Balance	Cash Added	Cash Withdrawn	Int. Earned	End Balance
		·	1,469,030.52		-		-
						86.39	
To Checking					(415.00)		
		Totals for Account TX-01-0857-0005:	\$1,469,030.52		(\$415.00)	\$86.39	\$1,468,701.91
UMB		•					
151340 Date Op	pened: 04/01/2021 Current !	Interest Rate: 0.00%					
	Desc	ription	Begin Balance	Cash Added	Cash Withdrawn	Int. Earned	End Balance
			202,177.10				
						0.00	
		Totals for Account 151340:	\$202,177.10			\$0.00	\$202,177.10
		Totals for Capital Projects Fund:	\$2,091,403.71		(\$144,428.56)	\$121.72	\$1,947,096.87
	TX-01-0857-0001 To Checking TX-01-0857-0005 To Checking UMB	TX-01-0857-0001 Date Opened: 03/17/2020 Desc To Checking TX-01-0857-0005 Date Opened: 05/14/2021 Desc To Checking UMB 151340 Date Opened: 04/01/2021 Current I	TX-01-0857-0001 Date Opened: 03/17/2020 Current Interest Rate: 0.05% Description To Checking Totals for Account TX-01-0857-0001: TX-01-0857-0005 Date Opened: 05/14/2021 Current Interest Rate: 0.05% Description To Checking Totals for Account TX-01-0857-0005: UMB 151340 Date Opened: 04/01/2021 Current Interest Rate: 0.00% Description Totals for Account TX-01-0857-0005: Totals for Account TX-01-0857-0005:	TX-01-0857-0001 Date Opened: 03/17/2020 Current Interest Rate: 0.05% Description Begin Balance 420,196.09 To Checking Totals for Account TX-01-0857-0001: \$420,196.09 TX-01-0857-0005 Date Opened: 05/14/2021 Current Interest Rate: 0.05% Description Begin Balance 1,469,030.52 To Checking Totals for Account TX-01-0857-0005: \$1,469,030.52 UMB 151340 Date Opened: 04/01/2021 Current Interest Rate: 0.00% Description Begin Balance 202,177.10 Totals for Account 151340: \$202,177.10	TX-01-0857-0001 Date Opened: 03/17/2020 Current Interest Rate: 0.05% Begin Balance 420,196.09	TX-01-0857-0001 Date Opened: 03/17/2020 Current Interest Rate: 0.05% Begin Balance 420,196.09 Cash Added Cash Withdrawn	TX-01-0857-0001 Date Opened: 03/17/2020 Current Interest Rate: 0.05% Begin Balance Cash Added Cash Withdrawn Int. Earned A20,196.09 Cash Added Cash Withdrawn A20,196.09 Cash Added Cash Withdrawn Cash

Methods Used For Reporting Market Values

Certificates of Deposits:

Face Value Plus Accrued Interest

Securities/Direct Goverment Obligations:

Market Value Quoted by the Seller of the Security and Confirmed in Writting

Public Fund Investment Pool/MM Accounts:

Balance = Book Value = Current Market

Summary of Money Market Funds

12/18/2021 - 01/20/2022

INTERNAL USE ONLY

Fund: Debt Service						
Financial Institution:	CENTRAL BANK - DEBT					
Account Number:	6020461 Date Opened: 08/04/2021 Current Interest Rate: 0.03%					
Date	Description	Begin Balanc	e Cash Added	Cash Withdrawn	Int. Earned	End Balance
12/18/2021		883.83	3			
12/31/2021					0.02	
12/31/2021	Reversal of Funds Mgmt Sweep		25.00			
12/31/2021				(40.00)		
12/31/2021	Central Bank Sweep Dep		0.41			
	Totals	for Account 6020461: \$883.83	3 \$25.41	(\$40.00)	\$0.02	\$869.26
Financial Institution:	TEXAS CLASS					
Account Number:	TX-01-0857-0004 Date Opened: 04/09/2020 Current Interest Rate:	0.05%				I
Date	Description	Begin Balanc	e Cash Added	Cash Withdrawn	Int. Earned	End Balance
12/18/2021		681,274.82	2			
12/27/2021	Tax Collections - 12/21		149,151.42			
12/28/2021	PAF AMEGY SERIES 2015			(400.00)		
12/31/2021					36.55	
12/31/2021	Tax Collections - 12/21		108,985.10			
01/01/2022	Tax Collections - 12/21		288,015.11			
01/20/2022	Xfer to GOF - 10/21 Tax			(12,324.78)		
01/20/2022	Xfer to GOF - 11/21 Tax			(25,657.93)		
	Totals for Acco	unt TX-01-0857-0004: \$681,274.82	2 \$546,151.63	(\$38,382.71)	\$36.55	\$1,189,080.29
	Totals for	r Debt Service Fund: \$682,158.69	5 \$546,177.04	(\$38,422.71)	\$36.57	\$1,189,949.55

Methods Used For Reporting Market Values

Certificates of Deposits:

Face Value Plus Accrued Interest

Securities/Direct Goverment Obligations:

Market Value Quoted by the Seller of the Security and Confirmed in Writting

Public Fund Investment Pool/MM Accounts:

Balance = Book Value = Current Market



January 19, 2022

Board of Directors Fort Bend County Freshwater Supply District #1 c/o Sanford Kuhl Hagan Kugle Parker Kahn LLP 1980 Post Oak Boulevard, Suite 1380 Houston, TX 77056

Re: Fort Bend County Freshwater Supply District #1 – January 2022 Board of Directors Meeting

Dear Board Members:

Following is the status report on Fort Bend County FWSD#1 No. 1 projects:

Agenda Item No. 5 – Engineer's Report:

(a) Report on status of projects:

- i) Water Plant #2
 - Project currently under construction Contractor is currently working on a) preparations for on-site piping, b) site grading needed for the installation of the perimeter fence, and c) development/testing of the well. Discuss with Board the results of the preliminary water quality analysis results.
 - Still in process of coordinating with Centerpoint regarding delivery of power to the site.
 - Request Board's approval of Pay Estimates No. 9 from B-5 Construction Co. for construction of the project for \$133,237.89.
 - Request Board's approval of Invoice No. 10 and 11 from Terracon for material testing services for \$3,864.00 and \$1,271.50, respectively
 - Anticipate construction being completed by mid-2022 (timeline does not account for installation of additional water treatment system)
 - District Est. Water Conn. Timeline (FBCFWSD#1 WP#1 Conn. Capacity = 1,875).
 - Mid 2022 = 1,790
- ii) Gateway Acres Subdivision Wastewater Collection System
 - Currently in process of securing approval signatures on the final construction plans from review agencies (FBC Drainage and Engineering, Centerpoint, AT&T, Frontier, City of Houston) needed for advertisement of project...anticipate next month or the following to have all approvals
- iii) Fresno Ranchos Subdivision Wastewater Lift Station and Force Main
 - Currently in process of securing approval signatures on the final construction plans from review agencies needed for advertisement of project...anticipate next month or the following to have all approvals
- iv) Gateway Acres Subdivision Wastewater Plumbing Contract
 - Townhall meetings are scheduled to start next Thursday, starting with Gateway Acres East...meetings will continue afterwards through May, with Gateway Acres Central meeting in February, Gateway Acres West meeting in March, and all sections for the meetings in April and May
 - Six exhibit boards (3 black and white and 3 with an aerial have been prepared...2 for each section) and an exhibit showing the overall project limits has been prepared
 - Anticipate Gateway Acres Sub WW Collection System project being completed early 2023 and the plumbing contract being completed within 2023

(b) Authorize Engineer to Prepare Plans and Specifications for Water/Wastewater Projects

no action items

(c) Report on status of project funding and take necessary action related thereto.

- Project One-Year Warranty Expiration Dates
- 2015 TWDB DFUND Loan...remaining funds will be used for the Water Plant No. 2 project
- 4th TWDB DFUND Loan (\$1.745M)...funds will be used to complete the Water Plant No. 2 project
- 2022 TCEQ Loan (\$10.45M) discuss with Board first draft of Preliminary Official Statement and Notice of Sale...currently anticipate selling bonds in February and closing loan in March...funds from the loan are needed to fund the completion of a) Gateway Acres Sub WW Collection System project b) Fresno Ranchos Sub LS and FM project, and c) CoA WWTP Expansion project
- FBC CDBG Funds...will pursue funding source for future plumbing projects

(d) Projections for District Water and Wastewater Projects

- request Board approval to update information every January and July

(e) Discuss Emergency Preparedness Plan and take any necessary action related thereto

- review EPP in April each year to determine if any updates are required

(f) Status of Non-Residential Applications for Water Service -

Connected:	
4320 Doreen Avenue (Multi-Family Dwelling)	Interconnect with FBCMUD23
293 Teakwood Avenue (Multi-Family Dwelling)	La Fresno Food Mart
297 Teakwood Avenue (Multi-Family Dwelling)	Lou's Back Porch
Church of God of Prophecy	LT No Limits
Crossroad Market	Mustang Community Center
Dollar General	MVP Auto Parts (Domestic & FW)
Enriguez Tire Shop (East Palm)	New Quality Life Ministries (Church)
FBC Water Connection at Water Plant	New Quality Life Ministries (Restaurant)
First Baptist Church of Fresno (Domestic &	Papa Nick's BBQ Kitchen - Mobile Food
FW)	Truck
Fresno Gym (3941 FM 521)	PMC International Tire Shop
Fresno Market – FM521 (Domestic & Irrigation)	Quality Paint and Body (Pecan Street)
Fresno Motor	Richard Martini-Rental Livestock Pasture
Fresno Mount Corinth Baptist Church	Robbins Nest for Children (Domestic & FW)
Fresno Volunteer Fire Department	St. James Knanaya Church – Fire Tap
F&R Tax	St. Peters & St. Pauls Orthodox Church of
	Houston
General Office Space (514 Pecan Street)	Swingby#3 Gas Station (Domestic &
	Irrigation)
Gulf Coast LP Gas Company	Teleview Terrace Subdivision Lift Station
HEFCO Enterprises	Tiny Toes Academy
Iglesia Bautista Del Calvario Church	Tire Shop at 1739A Trammel Fresno
Iglesia Princepe De Paz Church	Valero Gas Station
Interconnect with City of Arcola	Welcome Foods

Connections Pending:	

Processing Application: St. James Knanaya Church (Ave C)

- in process of reviewing new information from customer with District Operator

Fresno Food Mart (Trammel Fresno Rd)

- waiting on all required docs to complete application (this is second application from customer as previous application had expired)...application submitted in April 2021

Status of Non-Residential Applications for Wastewater Service –

Connected:	
4320 Doreen Avenue (Multi-Family Dwelling)	General Office Space (514 Pecan Street)
293 Teakwood Avenue (Multi-Family Dwelling)	Mustang Comm Center (minus field bathrooms)
297 Teakwood Avenue (Multi-Family Dwelling)	New Quality Life Ministries (Church)
Church of God of Prophecy	New Quality Life Ministries (Restaurant)
First Baptist Church of Fresno	Quality Paint and Body (Pecan Street)
Fresno Volunteer Fire Department	

Connections Pending:	
Processing Application:	

(g) Potential Emergency Water Interconnect with BCMUD21

- conducted phone conversation with LJA (Bill Ehler), engineer for BCMUD21, on December 2016 regarding potential emergency water interconnect between our districts
- possible location for interconnect would be at east end of Renfro Burford Road
- BCMUD21 would be interested in pursuing interconnect (50/50 cost split) once FBCFWSD#1 completes its 2nd Water Plant
- (h) Status of New CoA WP CoA anticipates their water plant being completed by 3rd Q 2022 ...once completed, interconnect with CoA will become an emergency water interconnect and the District will owe funds to CoA, per the RFC, for taking back 500 connections worth of water service (plus 125 connections, per the temporary water service agreement)...if it is determined later that there will be a significant delay in the completion of the CoA WP, then the District may want to consider conducting an elevated storage tank waiver application with the TCEQ for additional water connections...need to consider all steps once they complete their WP (pay back CoA, take back 625 connections, discontinue water bills to CoA, close vault to make emergency interconnect, rework RFC into a standard emergency interconnect agreement and a waste disposal agreement)
- (i) Status of CoA WWTP Expansion Project (increasing capacity from 0.675 MGD to 0.95 MGD...the District would be receiving an additional 100,000 GPD of capacity through this expansion)
 - Waiting for results from re-rate study, being performed by CoA, to determine if the RFC's gpd/connection value (currently at 350) can be reduced to 250 or less...if favorable results are not provided to the District by March 31, 2022, then the District's capacity at the WWTP would be equal to 350,000 gpd and the District would be able to provide wastewater service to 1,000 connections
 - Also, CoA is contractually obligated to the District to complete the expansion of the WWTP from 0.675 MGD to 0.95 MGD on or before June 2024

(j) Roadway Widening Projects Within District (which will require utility and service line relocations):

- South Post Oak Boulevard Widening Project (from W Sycamore to Trammel Fresno Rd):

 Scope – Increased ROW width, with 2 lane road and additional lanes throughout sections, with roadside ditches

○Schedule -

- County is currently in process of clearing ROW and acquiring easements
- Road Design Phase current to end of September 2021
- Utility Relocations October 2021 to March 2022
- Road Construction anticipated start April 2022

Estimated Cost -

- Jacobs and EDP discussed recommended waterline relocations for road widening project...EDP to prepare and present costs to both the District and County for their approval and for cost sharing discussion
- Per communications from County, they will assist financially regarding the relocation of the utilities on a case-by-case basis...initially proposing to fund the relocation of the water mains while the District funds the relocation of the water service lines

- FM521 Roadway Widening Project (North of SH6):

 Scope – 4 lane, divided roadway with raised median, curb and gutter, with underground storm sewer lines, side swales, and sidewalk

∘Schedule -

- 30% Utility Coordination meeting was conducted in November 2020
- 60% Utility Coordination meeting was conducted in September 2021
- 90% Utility Coordination meeting???...waiting for TxDOT to coordinate
- Anticipate 100% completed construction plans by May 2022
- Anticipate coordinating necessary water and wastewater utility relocations by mid-2022
- Anticipate roadway widening project to start construction in 2023

Estimated Cost-

 In process of reviewing roadway construction plans to determine extent and cost of utility relocations

FM521 Roadway Widening Project (South of SH6):

 Scope – 4 lane, divided roadway with raised median, curb and gutter, and side path...proposed detention pond along west side of CoA WWTP and new WWTP entrance roadway

○Schedule -

- 30% Utility Coordination meeting was conducted in September 2021
- 60% Utility Coordination meeting???...waiting for TxDOT to coordinate
- Anticipate 100% completed construction plans by March 2022
- Anticipate coordinating necessary wastewater forcemain relocations by mid-2022
- Anticipate roadway widening project to start construction in 2023

Estimated Cost –

 Will begin efforts to determine extent and cost for utility relocations once roadway plans are further along (possibly include our relocation work in the roadway plans)

West Sycamore Road Widening Project:

• **Scope –** Proposed 100' ROW, with 4 lane, divided roadway with raised median, curb and gutter, with underground storm sewer lines, and sidewalk

∘Schedule -

- Received 30% complete roadway plans
- Requested from County overall project schedule and possibility of including utility relocation work within roadway plans...waiting for a response from County

• Estimated Cost –

- Requested from County if they would assist financially regarding the relocation of utilities...waiting for a response
- Will begin efforts to determine extent and cost for utility relocations once roadway plans are further along

- Evergreen Road Widening Project (California Rd to Mustang Bayou):

- **Scope –** Proposed 80' ROW, with 2-12' lanes, 6' shoulders, asphalt roadway, with roadside ditches
- ○Schedule
 - Working on 30% complete roadway plans...no overall schedule provided yet

Estimated Cost –

 Will begin efforts to determine extent and cost for utility relocations once roadway plans are further along...will ask if utility relocations can be included in roadway plans and if FBC will assist financially

Evergreen Road Widening Project (Mustang Bayou to FM521):

- Scope Proposed 80' ROW, with 2-12' lanes, 6' shoulders, asphalt roadway, with roadside ditches
- ∘Schedule -
 - Working on 30% complete roadway plans...no overall schedule provided yet

○ Estimated Cost -

 Will begin efforts to determine extent and cost for utility relocations once roadway plans are further along...will ask if utility relocations can be included in roadway plans and if FBC will assist financially

- Other Road Widening Projects Within District

o FBC Representative to provide updates at monthly meetings

Please let me know if you have any questions or comments.

Sincerely,

David C. Dybala, Jr., P.E. District Engineer 713-855-1917



Board of Directors Fort Bend County F.W.S.D. No. 1

Operator's Report for the January 20, 2022 Board Meeting

Substantial System Repairs and Maintenance

Substantial System Nep	ans and maintenance	
Distribution System	Performed annual fire hydrant testing	\$ 10,572.38
Distribution System	Performed annual commercial meter testing	\$ 1,669.25
Water Plant #1	Performed annual chlorinator PM	\$ 1,213.09
Water Plant #1	Repaired booster pump #1	\$ 8,763.80
Water Plant #1	Replaced shims under booster pump #3 & align	\$ 1,171.50
735 N Locust St	Repaired landscape following service line repair	\$ 1,196.28
Lift Station #1	Pulled and cleaned lift pumps & replaced contacts	\$ 2,497.45
Lift Station #1	Top clean wet well	\$ 1,386.55
Regulatory Compliance	AWIA - ERP	\$ 2,547.00

1. Water Plant 1 Booster Pump #2 Repair

I was authorized at the August meeting to repair booster pump #1 at water plant #1. This repair is in process.

2. South Post Oak Road Widening Project

EDP & Jacobs met January 4th to confirm and quantify interferences along S. Post Oak Rd. I would like to present pricing at the town hall meeting next week.

3. FM 521 Road Road Widening Project

I am working with your engineer to confirm and quantify the potential interference along FM 521 road widening project to be presented at a later date. **No new updates this month**

4. W Sycamore Road Widening Project

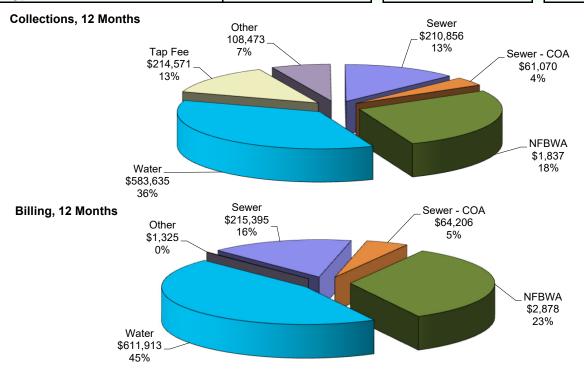
I am working with your engineer to confirm and quantify the potential interference along W Sycamore Rd road widening project to be presented at a later date. No new updates this month

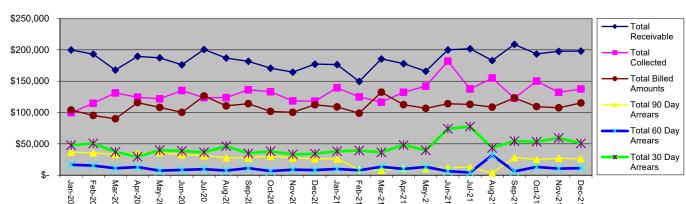
5. Delinquent Accounts and Service Terminations

There are 123 account(s) that were mailed delinquent letters prior to the board meeting. We disconnected 11 account(s) following last month's meeting.

Fort Bend FWSD No. 1 Utility Billing Summary

	Dec	December 13, 2021		November 13, 2021		12 Months
Total Collected	\$	(137,550.56)	\$	(132,178.56)	\$	(1,672,450.02)
Total Billed	\$	115,230.19	\$	107,542.54	\$	1,350,371.29
Tap Fees Received	\$	(13,602.80)	\$	(17,052.76)	\$	(214,570.62)
Total Aged Receivable	\$	82,832.16	\$	90,204.79		
Total Receivable	\$	192,895.17	\$	192,249.53		
Security Deposit Balance	\$	130,239.96	\$	128,521.96	\$	106,522.51
NFBWA Fee Billed	\$	39,011.50	\$	35,129.74	\$	457,531.83
NFBWA Fee to pay billing cycle	\$	65,182.25	\$	47,302.50	\$	624,099.75
Water Sold (gallons)		8,653,000		7,804,300		101,780,300
Water Produced (gallons)		15,337,000		11,130,000		146,847,000
Residential Connections		1,000		996		
Avg per Residential Connection		5,014		4,611		





Fort Bend FWSD No. 1 Utility Billing Detail Report

		December 13, 2021		November 13, 2021		December 13, 2020	
Beginning Balance	Beginning Date		11/18/21		10/20/21		11/19/20
Bayloring Balance		4					
Adjustments	No. of Days		28		28		28
Back Charge	Beginning Balance	\$	192,249.53	\$	187,935.64	\$	159,782.49
Collection Fee Write Off S							
Section Sect			-				248.00
Credit Refund			247.40				-
Deposits \$ 2.312.05 \$ 2.215.00 \$ 6.00.00 Insepctions \$ 775.00 \$ 1.525.00 \$ 6.00.00 Insepctions \$ 775.00 \$ 1.525.00 \$ 6.00.00 Insepctions \$ 2.370.00 \$ 2.115.00 \$ 6.00.00 NFBWA \$ 4.51 \$ 9.02 \$ 3.19.00 NFBWA \$ 4.51 \$ 9.02 \$ 3.19.00 Penalty \$ 2.951.37 \$ 3.581.93 \$ 3.702.60 Return Chock \$ 2.331.41 \$ 1143.3 \$ 1173.00 Sawer \$ 3.00.0 \$ 3.00.00 \$ 3.00.00 Tap Fee \$ 11,000.00 \$ 14,525.00 \$ 7.000.00 Transfer \$ 3.00.0 \$ 3.00.00 \$ 3.00.00 Transfer \$ 3.00.0 \$ 3.00.00 \$ 3.00.00 Transfer \$ 3.00.00 \$ 3.00.00 \$ 3.00.00 \$ 3.00.00 Transfer \$ 3.00.00 \$ 3.00.00 \$ 3.00.00 \$ 3.00.00 Transfer \$ 3.00.00 \$ 3.							
Disconnection S							
Inseptotions							
Second College							
NFBWA \$ 4.51 \$ 9.00 \$ 3.190 NFBFFEE \$ 9.000 \$ 3.000							
NSF Fee		_	· ·		,		
Penalty							
Return Check \$ 233.14 \$ 114.33 \$ 117.05							
Sewer			,				,
Tap Fe							
Transfer							
Maret			· ·				
Water							
Well Permit Fee		_	,		· · · · · · · · · · · · · · · · · · ·		82.00
Second Collected Amounts			-				-
Total Adjustments		_	1.380.00		,	_	690.00
Back Charge							
Second Collections		<u> </u>	20,000.00		20,11101		10,1 12.00
S		7 C	(100.00)	¢		¢	1
S					(2 800 01)		(550,50)
Deposits S (2,482.05) \$ (1,915.00) \$ (3,030.06)			(229.00)			_	(559.50)
Disconnection			(2.482.05)				(3.030.06)
Door Hanger Fee S	•	_					
Grease Trap Inspection			, ,		, ,		` ′
Inspections \$ (1,345,00) \$ (1,005,00) \$ (790,00)	ū		· · · · · · · · · · · · · · · · · · ·		, ,		, ,
NFBWA \$ (36,500.18) \$ (34,025.86) \$ (30,483.04)			, ,				, ,
NSF Fee							
Sewer			(00,000:10)		\ , , ,		(00, 100.01)
Sewer			(3 428 28)				(2 653 98)
Sewer - COA			· · · /				
Tap Fee							
Transfer S			· · · /				
Well Permit Fee \$ (49,115.76) \$ (45,500.43) \$ (44,131.60) \$ (10,000.00) \$ (1,501.60) \$ (1,000.00) \$ (1,501.60) \$ (1,614.14) \$ (120.00) \$ (120.00) \$ (1,200.00							(400.00)
Vell Permit Fee					·		` ′
Letter Fee \$ (2,388.30) \$ (1,591.69) \$ (120.00) \$ (700.00)							\ ' '
Meter Rental \$ (120.00) \$ (120.00) \$ (136,832.36) \$ (130,964.28) \$ (143,675.66) \$ (131,428) \$ (143,755.66) \$ (132,478.56) \$ (143,775.66) \$ (132,478.56) \$ (143,775.66)							
Second S		\$			(120.00)		-
Total Collected	Total Collected	\$	(135,832.36)	\$	(130,964.28)	\$	(116,633.84)
Total Collected		\$				\$	(1,438.77)
Meter Rental \$ 120.00 \$ 120.00 \$ 3,129.74 \$ 37,429.27		\$			(132,178.56)	\$	(118,072.61)
Meter Rental \$ 120.00 \$ 120.00 \$ 3,129.74 \$ 37,429.27	Denesite Applied		(004.05)	¢	(700.00)	•	(000.00)
Sewer Rental Sewer	<u> </u>	<u> </u>	(964.05)	Þ	(768.00)	Þ	(802.00)
Sewer		•	400.00	¢	400.00	ď	
Sewer - COA							- 07 400 07
Sewer - COA							
Voluntary Fire Dept \$ \$ \$ \$ \$ \$ \$ \$ \$							
State			5,580.00		ნ,5∠ნ.00		4,878.00
State Stat			F1 072 04		40.050.00		F2 200 24
Total Billed							
Aged Receivable Total 90 Day Arrears \$ 26,274.68 \$ 26,903.70 \$ 26,475.16 \$ Total 60 Day Arrears \$ 11,215.65 \$ 10,413.29 \$ 8,088.85 \$ 10,413.29 \$ 8,088.85 \$ 10,413.29 \$ 8,088.85 \$ 10,413.29 \$ 10,41							
Total 90 Day Arrears			110,200.10	Ψ	107,042.04	Ψ	112,070.24
Total 60 Day Arrears		7 🕝	00.074.00	Φ.	00 000 70	•	00.475.40
Total 30 Day Arrears			· ·				
Unapplied Credits							
Total Aged Receivable \$82,832.16 \$90,204.79 \$64,878.20			· ·				
State Current Receivable State							, , ,
Total Receivable			82,832.16		90,204.79		04,878.20
Electronic Payment Stats - Calendar Month Nov-21			·				108,149.92
Nov-21 Oct-21 Nov-20 Check Consolidation 0 0 6 Credit Card 770 767 72 ACH 252 258 22	Total Receivable	\$	192,895.17	\$	192,249.53	\$	173,028.12
Check Consolidation 0 0 6 Credit Card 770 767 72 ACH 252 258 22			Electronic Payment	Stats - C	alendar Month		
Credit Card 770 767 72 ACH 252 258 22							
ACH 252 258 22							66
							725
Total 1022 1025 101		1					228
	Total		1022		1025		1019

Fort Bend FWSD No. 1 Connection/Active Accounts

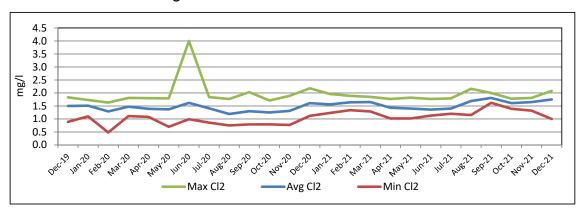
Connection Count	December 13, 2021	November 13, 2021	December 13, 2020
Residential Water Only	1000	996	977
Vacant Residential Water Only	62	63	58
Residential Full Service	515	511	483
Vacant Residential Full Service	13	14	13
Residential Water Only (Arcola sewer)	102	101	89
Vacant Residential Water Only (Arcola sewer)	5	5	2
Fire Line Non - Profit/Tax	4	4	4
Multi-Family	3	3	3
Builder	0	0	1
Builder Connection	0	0	0
Builder- Full Service	0	0	0
Builder Deposit	13	13	10
Commercial Water Only	18	18	18
Commercial Water Only (Arcola sewer)	1	1	1
Commercial w/GT	2	2	2
Commercial Water Only w/ GT	1	1	1
Commercial- Full Service	0	0	0
3rd Party Backcharge	2	2	1
Com Mfg & Industrial	1	1	1
Com Mfg & Industrial- Full Service	0	0	0
Non-Profit - Fresno VFD	0	0	0
HOA Irrigation	0	0	0
Commerical Irrigation	3	3	3
Ft Bend City. Water Only	1	1	1
Ft Bend Co. Full Service	2	2	2
Ft Bend Co. Water Only	0	0	0
Churches - Water Only	4	4	3
Churches - Full Service	3	3	3
District Meter	1	1	1
Interconnect - No Bill Arcola	1	1	1
Total	1757	1750	1678
Water use per ESFC	277	251	285

Tap Activity

Month		Month	
Dec-21	0	Dec-20	6
Nov-21	7	Nov-20	4
Oct-21	5	Oct-20	9
Sep-21	5	Sep-20	3
Aug-21	7	Aug-20	2
Jul-21	16	Jul-20	6
Jun-21	9	Jun-20	7
May-21	7	May-20	6
Apr-21	3	Apr-20	9
Mar-21	6	Mar-20	4
Feb-21	4	Feb-20	2
Jan-21	4	Jan-20	5
Total	73		63

Fort Bend FWSD No. 1 Water Quality Monitoring Report

Disinfection Monitoring

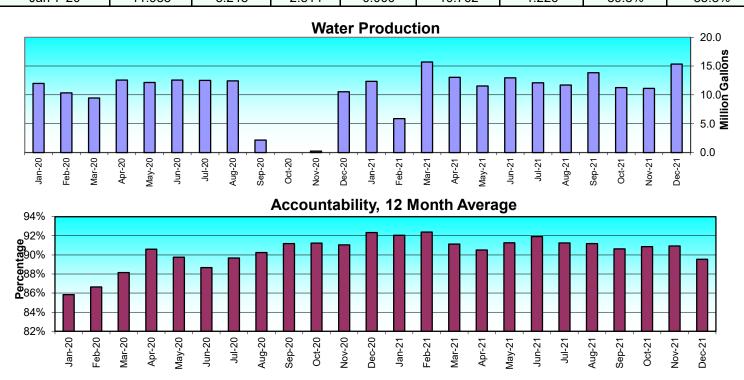


Maximum Residual Disinfectant Level (MRDL)

Month	Dec-21	Nov-21	Oct-21
# TCR Samples	4	4	4
# Disinfectant Samples	35	34	35
Average Disinfection Res.	1.75	1.65	1.61
Highest Reading	2.08	1.81	1.78
Lowest Reading	1.00	1.32	1.39
# Below Limit	0	0	0
# With None Detected	0	0	0

Fort Bend FWSD No. 1 Water Production Report

Period	Production	Billed	Water	Water	Total Billed	Water	Accountability	12 Month
Ending	(MG)	(MG)	Sold (MG)	Purchased	(MG)	Loss	(%)	Avg.
Dec-6-21	15.337	8.653	2.919	0.000	11.572	3.765	75.5%	89.5%
Nov-4-21	11.130	7.804	2.454	0.000	10.258	0.872	92.2%	90.9%
Oct-6-21	11.267	8.065	2.506	0.000	10.571	0.696	93.8%	90.9%
Sep-7-21	13.844	9.764	3.357	0.000	13.121	0.723	94.8%	90.6%
Aug-5-21	11.711	7.976	2.890	0.000	10.866	0.845	92.8%	91.2%
Jul-7-21	12.105	8.564	3.028	0.000	11.592	0.513	95.8%	91.2%
Jun-7-21	12.965	8.755	3.168	0.000	11.923	1.042	92.0%	91.9%
May-5-21	11.534	7.894	2.700	0.000	10.594	0.940	91.9%	91.3%
Apr-6-21	13.032	8.547	3.045	0.000	11.592	1.440	89.0%	90.5%
Mar-5-21	15.715	10.715	1.154	0.000	11.869	3.846	75.5%	91.1%
Feb-3-21	5.866	7.016	2.552	4.200	9.568	0.498	95.1%	92.4%
Jan-7-21	12.341	8.027	2.626	0.000	10.653	1.688	86.3%	92.0%
Dec-7-20	10.545	8.962	3.074	2.500	12.036	1.009	92.3%	92.3%
Nov-4-20	0.222	7.608	2.670	11.050	10.278	0.994	91.2%	91.0%
Oct-7-20	0.000	7.690	2.704	11.400	10.394	1.006	91.2%	91.2%
Sep-8-20	2.153	9.269	3.250	10.200	12.519	-0.166	101.3%	91.2%
Aug-7-20	12.415	8.834	2.777	0.000	11.611	0.804	93.5%	90.2%
Jul-8-20	12.504	10.431	2.544	0.000	12.975	-0.471	103.8%	89.7%
Jun-8-20	12.563	7.738	2.853	0.000	10.591	1.972	84.3%	88.7%
May-7-20	12.141	8.593	1.459	0.000	10.052	2.089	82.8%	89.8%
Apr-7-20	12.565	9.489	2.609	0.000	12.098	0.467	96.3%	90.6%
Mar-6-20	9.466	6.487	2.090	0.000	8.577	0.890	90.6%	88.1%
Feb-7-20	10.339	7.183	2.227	0.000	9.410	0.929	91.0%	86.6%
Jan-7-20	11.988	8.248	2.514	0.000	10.762	1.226	89.8%	85.8%



FWSD#1 Interconnect w/COA

Day	FWSD#1 IC w/ COA	Daily Flow	Well Reads @ WP	Daily Flow
11/1/2021	178287	49	887761	480
11/2/2021	178336	49	888241	284
11/3/2021	178385	49	888525	447
11/4/2021	178434	49	888972	402
11/5/2021	178483	49	889374	367
11/6/2021	178532	49	889741	361
11/7/2021	178581	49	890102	586
11/8/2021	178630	49	890688	486
11/9/2021	178679	49	891174	450
11/10/2021	178728	50	891624	426
11/11/2021	178778	50	892050	272
11/12/2021	178828	50	892322	409
11/13/2021	178878	50	892731	435
11/14/2021	178928	50	893166	450
11/15/2021	178978	50	893616	477
11/16/2021	179028	50	894093	647
11/17/2021	179078	50	894740	545
11/18/2021	179128	50	895285	546
11/19/2021	179178	50	895831	599
11/20/2021	179228	50	896430	469
11/21/2021	179278	50	896899	613
11/22/2021	179328	50	897512	297
11/23/2021	179378	173	897809	498
11/24/2021	179551	201	898307	570
11/25/2021	179752	204	898877	469
11/26/2021	179956	168	899346	452
11/27/2021	180124	212	899798	595
11/28/2021	180336	199	900393	483
11/29/2021	180535	208	900876	589
11/30/2021	180743	244	901465	615
12/1/2021	180987	192	902080	483

^{*}meter is read M-F during normal business hours, weekend reads are calculated.

Interconnect w/COA

Day	FWSD#1 IC w/ COA	Daily Flow	Well Reads @ WP	Daily Flow
12/1/2021	180987	192	902080	483
12/2/2021	181179	200	902563	549
12/3/2021	181379	110	903112	330
12/4/2021	181489	65	903442	425
12/5/2021	181554	65	903867	442
12/6/2021	181619	72	904309	300
12/7/2021	181691	67	904609	399
12/8/2021	181758	62	905008	442
12/9/2021	181820	70	905450	375
12/10/2021	181890	67	905825	325
12/11/2021	181957	77	906150	421
12/12/2021	182034	74	906571	439
12/13/2021	182108	64	907010	282
12/14/2021	182172	80	907292	552
12/15/2021	182252	70	907844	290
12/16/2021	182322	71	908134	429
12/17/2021	182393	68	908563	276
12/18/2021	182461	66	908839	315
12/19/2021	182527	100	909154	551
12/20/2021	182627	56	909705	308
12/21/2021	182683	80	910013	398
12/22/2021	182763	62	910411	283
12/23/2021	182825	69	910694	417
12/24/2021	182894	89	911111	434
12/25/2021	182983	69	911545	426
12/26/2021	183052	71	911971	275
12/27/2021	183123	69	912246	424
12/28/2021	183192	73	912670	436
12/29/2021	183265	72	913106	339
12/30/2021	183337	79	913445	418
12/31/2021	183416	88	913863	416
1/1/2022	183504	80	914279	391

^{*}meter is read M-F during normal business hours, weekend reads are calculated.

2021 COA Sewer Meter Reads

Day	COA Sewer Reads	Daily Flow (in GPD)
11/1/2021	40951584	72,384
11/2/2021	41023968	96,112
11/3/2021	41120080	96,112
11/4/2021	41216192	96,592
11/5/2021	41312784	95,949
11/6/2021	41408733	95,949
11/7/2021	41504682	95,950
11/8/2021	41600632	95,950
11/9/2021	41696582	86,170
11/10/2021	41782752	86,368
11/11/2021	41869120	46,608
11/12/2021	41915728	113,169
11/13/2021	42028897	113,169
11/14/2021	42142066	113,170
11/15/2021	42255236	92,170
11/16/2021	42347406	83,746
11/17/2021	42431152	83,968
11/18/2021	42515120	97,785
11/19/2021	42612905	97,785
11/20/2021	42710690	97,786
11/21/2021	42808476	97,786
11/22/2021	42906262	97,786
11/23/2021	43004048	112,000
11/24/2021	43116048	96,379
11/25/2021	43212427	96,379
11/26/2021	43308806	96,380
11/27/2021	43405186	96,380
11/28/2021	43501566	96,380
11/29/2021	43597946	92,659
11/30/2021	43690605	76,387
12/1/2021	43766992	87,368
		93,638
% based on alloted capac	ity 250,000 gpd	37%

2021 COA Sewer Meter Reads

Day	COA Sewer Reads	Daily Flow (in GPD)
12/1/2021	43766992	87,368
12/2/2021	43854360	89,768
12/3/2021	43944128	92,805
12/4/2021	44036933	92,805
12/5/2021	44129738	92,806
12/6/2021	44222544	86,048
12/7/2021	44308592	92,192
12/8/2021	44400784	94,176
12/9/2021	44494960	78,176
12/10/2021	44573136	84,997
12/11/2021	44658133	84,997
12/12/2021	44743130	84,998
12/13/2021	44828128	81,053
12/14/2021	44909181	83,459
12/15/2021	44992640	81,152
12/16/2021	45073792	89,744
12/17/2021	45163536	190,841
12/18/2021	45354377	190,841
12/19/2021	45545218	190,842
12/20/2021	45736060	115,786
12/21/2021	45851846	115,786
12/22/2021	45967632	77,968
12/23/2021	46045600	89,424
12/24/2021	46135024	89,424
12/25/2021	46224448	89,424
12/26/2021	46313872	89,424
12/27/2021	46403296	86,976
12/28/2021	46490272	90,784
12/29/2021	46581056	97,536
12/30/2021	46678592	94,092
12/31/2021	46772684	94,092
1/1/2022	46866776	94,092
		99,809
% based on alloted capac	ity 250,000 gpd	40%

MINUTES OF THE MEETING OF FORT BEND COUNTY FRESH WATER SUPPLY DISTRICT NO. 1

December 17, 2021

STATE OF TEXAS

COUNTY OF FORT BEND

The Board of Supervisors (the "Board") of Fort Bend County Fresh Water Supply District No. 1 of Fort Bend County, Texas (the "District"), met in special session, open to the public, at 11:00 a.m. on Friday, December 17, 2021, at 1980 Post Oak Boulevard, Suite 1380, Houston, Texas 77056, a designated meeting place outside the boundaries of the District, and the roll was called of the members of the Board, to wit:

Paul HamiltonPresidentRosa Linda MedinaVice-PresidentCalvin CasherSecretary

Rodrigo Carreon Assistant Secretary Erasto Vallejo Assistant Secretary

All members of the Board were present, thus constituting a quorum.

Also present at the meeting were: Cindy Grimes with Municipal Accounts & Consulting, LP, the District's Bookkeeper ("MAC"); David Dybala with Jacobs Engineering Group, Inc. ("Jacobs"), the District's Engineer; Bart Downum with Environmental Development Partners ("EDP"), the District's Operator; and Maria S. Parker, Michael R. Willis, and Tamara Sharkey of Sanford Kuhl Hagan Kugle Parker Kahn LLP ("SK Law"), the District's Attorney.

The meeting was called to order at 11:43 a.m. and the following business was transacted.

1. HEAR FROM PUBLIC (MATTERS ON THE AGENDA)

The Board noted there were no members of the public present who wished to address the Board concerning matters on the agenda at this time.

2. BOOKKEEPER'S REPORT AND TAX ASSESSOR/COLLECTOR'S REPORT

The Board then considered the Bookkeeper's Report presented by Ms. Grimes, a copy of which is on file in the official records of the District, and the invoices and checks presented for payment as follows:

A. Approval of Bills.

The Board reviewed the bills presented for payment, including the invoices discussed in more detail under the Engineer's Report.

B. Review Investment Report.

The Board reviewed the investment report.

C. Review Collateral Pledge Report.

The Board reviewed the Collateral Pledge report.

D. Approve Budget for Fiscal Year Ending December 31, 2022.

The Board reviewed the budget for fiscal year ending December 31, 2022.

Ms. Grimes then presented the Tax Report, a copy of which is on file in the official records of the District. Ms. Grimes also presented to and reviewed with the Board a draft Interlocal Agreement for Collection of Taxes with Fort Bend County, as discussed at the previous meeting.

Upon motion duly made by Supervisor Medina, seconded by Supervisor Casher, the Board voted unanimously to authorize the payment of the checks and invoices listed therein, including Pay Estimate No. 8 from B-5 Construction Co. for \$345,745.66, and to approve (i) the budget for fiscal year ending December 31, 2022, as presented; (ii) the Bookkeeper's Report; (iii) the Tax Assessor/Collector's Report; and (iv) the Interlocal Agreement for Collection of Taxes with Fort Bend County.

3. ENGINEER'S REPORT

The Board recognized Mr. Dybala, who then presented the Engineer's Report, a copy of which is on file in the official records of the District, and is excerpted below:

(a) Report on status of projects:

- i) Water Plant #2
 - Project currently under construction Contractor is currently working on a) site grading needed for the installation of the perimeter fence (anticipate installation of fence Dec/Jan), b) installation of MCC/chlorine building (anticipate building being erected next week), c) completion of GST erection, d) supports at BP pad, and e) development/testing of well (anticipate water quality results in Jan).
 - Anticipate needing to work with DA and District in January to secure an easement agreement with Centerpoint for bringing electrical power to site.
 - Request Board's approval of Pay Estimates No. 8 from B-5 Construction Co. for construction of the project for \$345,745.66.
 - Anticipate construction (not including if additional treatment is needed) being completed by mid-2022.
 - District Est. Water Conn. Timeline (FBCFWSD#1 WP#1 Conn. Capacity = 1,875).
 - End of 2021 = 1,750
 - Mid 2022 = 1,785
- ii) Gateway Acres Subdivision Wastewater Collection System
 - Construction plans have been submitted to the appropriate review agencies (TCEQ, CoH, FBC Engineering and Drainage, FBC R&B, Centerpoint, AT&T, and Frontier)

and comments have been received from all of them...it is anticipated that the project will be fully approved by all review agencies and ready for advertisement first part of next year

iii) Fresno Ranchos Subdivision Wastewater Lift Station and Force Main

Construction plans have been submitted to the appropriate review agencies (TCEQ, CoH, FBC Engineering and Drainage, FBC R&B, FBC Fire Marshall, Centerpoint, AT&T, and Frontier) and comments have been received from all of them, except TCEQ and FBC Fire Marshall...it is anticipated that the project will be fully approved by all review agencies and ready for advertisement by the first part of next year

iv) Gateway Acres Subdivision Wastewater Plumbing Contract

- Currently working on six exhibit boards (3 black and white and 3 with an aerial...2 for each section)...Spreadsheet containing property ownership information for those properties included in the project have been provided to the DA and EDP for preparation of notification letters of upcoming townhall meetings
- Tentative Schedule (actual schedule dependent on when construction plans are bid ready and TCEQ loan secured, which is anticipated to occur first part of next year...could be impacted by available WWTP capacity, which temporary water service agreement is needed to resolve):
 - o Townhall Meetings January thru May 2022 (once a month)...breaking GA into three sections, with each section having its own meeting in January thru March...April and May would be a general meeting for all sections...utilizing this plan, all sections would have three opportunities to attend a meeting
 - Anticipate Gateway Acres Sub WW Collection System project being completed in 4Q of 2022, with the plumbing project starting construction immediately afterwards

(b) Authorize Engineer to Prepare Plans and Specifications for Water/Wastewater Projects

no action items

(c) Report on status of project funding and take necessary action related thereto.

- Project One-Year Warranty Expiration Dates
 - Fresno Gardens N Sub WW Plumbing Project...01/15/2022
- 2015 TWDB DFUND Loan...remaining funds will be used for the Water Plant No. 2 project
- 4th TWDB DFUND Loan (\$1.745M)...funds will be used to complete the Water Plant No. 2 project
- <u>2021 TCEQ Loan (\$10.45M)</u> TCEQ has issued the Consent Letter and Draft Memo...currently anticipate
- selling bonds in Feb and closing loan in March...funds from the BAR are needed to fund the completion of a)
- Gateway Acres Sub WW Collection System project b) Fresno Ranchos Sub LS and FM project, and c) CoA

WWTP Expansion project

- FBC CDBG Funds...will pursue funding source for future plumbing projects

(d) Projections for District Water and Wastewater Projects

- request Board approval to update information every January and July

(e) Discuss Emergency Preparedness Plan and take any necessary action related thereto

- review EPP in April each year to determine if any updates are required
- will assist EDP with completion of AWIA emergency response plan, as necessary, that needs to be completed by the end of this year

(f) Status of Non-Residential Applications for Water Service -

Connected:	
4320 Doreen Avenue (Multi-Family Dwelling)	Interconnect with FBCMUD23
293 Teakwood Avenue (Multi-Family Dwelling)	La Fresno Food Mart
297 Teakwood Avenue (Multi-Family Dwelling)	Lou's Back Porch
Church of God of Prophecy	LT No Limits
Crossroad Market	Mustang Community Center
Dollar General	MVP Auto Parts (Domestic & FW)
Enriguez Tire Shop (East Palm)	New Quality Life Ministries (Church)
FBC Water Connection at Water Plant	New Quality Life Ministries (Restaurant)
First Baptist Church of Fresno (Domestic & FW)	Papa Nick's BBQ Kitchen – Mobile Food Truck
Fresno Gym (3941 FM 521)	PMC International Tire Shop
Fresno Market – FM521 (Domestic & Irrigation)	Quality Paint and Body (Pecan Street)
Fresno Motor	Richard Martini-Rental Livestock Pasture
Fresno Mount Corinth Baptist Church	Robbins Nest for Children (Domestic & FW)
Fresno Volunteer Fire Department	St. James Knanaya Church – Fire Tap
F&R Tax	St. Peters & St. Pauls Orthodox Church of
	Houston
General Office Space (514 Pecan Street)	Swingby#3 Gas Station (Domestic & Irrigation)
Gulf Coast LP Gas Company	Teleview Terrace Subdivision Lift Station
HEFCO Enterprises	Tiny Toes Academy
Iglesia Bautista Del Calvario Church	Tire Shop at 1739A Trammel Fresno
Iglesia Princepe De Paz Church	Valero Gas Station
Interconnect with City of Arcola	Welcome Foods

Connections Pending:	

Processing A	

St. James Knanaya Church (Ave C)

- still in process of reviewing new information from customer, which was provided prior to the November Board meeting

Fresno Food Mart (Trammel Fresno Rd)

- waiting on all required docs to complete application (this is second application from customer as previous application had expired)...application submitted in April 2021

Status of Non-Residential Applications for Wastewater Service –

Connected:	
4320 Doreen Avenue (Multi-Family Dwelling)	General Office Space (514 Pecan Street)
293 Teakwood Avenue (Multi-Family Dwelling)	Mustang Comm Center (minus field bathrooms)
297 Teakwood Avenue (Multi-Family Dwelling)	New Quality Life Ministries (Church)
Church of God of Prophecy	New Quality Life Ministries (Restaurant)
First Baptist Church of Fresno	Quality Paint and Body (Pecan Street)
Fresno Volunteer Fire Department	

Connections Pending:	
Processing Application:	

(g) Potential Emergency Water Interconnect with BCMUD21

- conducted phone conversation with LJA (Bill Ehler), engineer for BCMUD21, on December 2016 regarding potential emergency water interconnect between our districts
- possible location for interconnect would be at east end of Renfro Burford Road
- BCMUD21 would be interested in pursuing interconnect (50/50 cost split) once FBCFWSD#1 completes its 2nd Water Plant
- (h) Status of New CoA WP CoA anticipates their water plant being completed by mid-2022 (DA to provide update from monthly conversations with CoA Engineer)...once completed, interconnect with CoA will become an emergency water interconnect and the District will owe funds to CoA, per the RFC, for taking back 500 connections worth of water service (plus 125 connections, per the temporary water service agreement)...if it is determined later that there will be a significant delay in the completion of the CoA WP, then the District may want to consider conducting an elevated storage tank waiver application with the TCEQ for additional water connections...need to consider all steps once they complete their WP (pay back CoA, take back 625 connections, discontinue water bills to CoA, close vault to make emergency interconnect, rework RFC into a standard emergency interconnect agreement and a waste disposal agreement)
- (i) Status of CoA WWTP Expansion Project (increasing capacity from 0.675 MGD to 0.95 MGD...the District would be receiving an additional 100,000 GPD of capacity through this expansion) –

DA is coordinating this matter with the CoA by means of the temporary water service agreement, which would require a) a study to be submitted to the TCEQ in an attempt to re-rate the WWTP from 350 gpd/connection to some lessor amount...if the results of the study are not favorable (less than 250 gpd/connection), then the agreement would require CoA to provide interim capacity...also the RFC could still be modified based on the value determined in the study or an amount allowed by the TCEQ and b) require the WWTP expansion project to be completed on or before June 2024...Currently, per the RFC, the District is only capable of providing wastewater service to 714 connections

(j) Roadway Widening Projects Within District (which will require utility and service line relocations):

- South Post Oak Boulevard Widening Project (from W Sycamore to Trammel Fresno Rd):

• Scope – Increased ROW width, with 2 lane road and additional lanes throughout sections, with roadside ditches

○Schedule –

- County is currently in process of clearing ROW and acquiring easements
- Road Design Phase current to end of September 2021
- Utility Relocations October 2021 to March 2022
- Road Construction anticipated start April 2022

OEstimated Cost -

- Per communications from County, they will assist financially regarding the relocation of the utilities on a case-by-case basis...initially proposing to fund the relocation of the water mains while the District funds the relocation of the water service lines
- Provided EDP and LJA (FBC Engineer) my recommendations for relocating waterlines for the project...both parties are to review to determine if they agree to changes...EDP to determine costs for these changes and present to Board for their approval and coordinate with FBC for financial assistance
- Currently planning to meet in early January to discuss proposed waterline relocations

- FM521 Roadway Widening Project (North of SH6):

○Scope – 4 lane, divided roadway with raised median, curb and gutter, with underground storm sewer lines, side swales, and sidewalk

○Schedule –

- 30% Utility Coordination meeting was conducted in November 2020
- 60% Utility Coordination meeting was conducted in September 2021
- 90% Utility Coordination meeting???...waiting for TxDOT to coordinate

- Anticipate 100% completed construction plans by May 2022
- Anticipate coordinating necessary water and wastewater utility relocations by mid-2022
- Anticipate roadway widening project to start construction in 2023

○ Estimated Cost -

 In process of reviewing roadway construction plans to determine extent and cost of utility relocations

- FM521 Roadway Widening Project (South of SH6):

oScope – 4 lane, divided roadway with raised median, curb and gutter, and side path...proposed detention pond along west side of CoA WWTP and new WWTP entrance roadway

○Schedule –

- 30% Utility Coordination meeting was conducted in September 2021
- 60% Utility Coordination meeting???...waiting for TxDOT to coordinate
- Anticipate 100% completed construction plans by March 2022
- Anticipate coordinating necessary wastewater forcemain relocations by mid-2022
- Anticipate roadway widening project to start construction in 2023

○Estimated Cost -

 Will begin efforts to determine extent and cost for utility relocations once roadway plans are further along (possibly include our relocation work in the roadway plans)

- West Sycamore Road Widening Project:

○ Scope – Proposed 100' ROW, with 4 lane, divided roadway with raised median, curb and gutter, with underground storm sewer lines, and sidewalk

○Schedule –

- Received 30% complete roadway plans
- Requested from County overall project schedule and possibility of including utility relocation work within roadway plans...waiting for a response from County

○Estimated Cost -

- Requested from County if they would assist financially regarding the relocation of utilities...waiting for a response
- Will begin efforts to determine extent and cost for utility relocations once roadway plans are further along

- Evergreen Road Widening Project (California Rd to Mustang Bayou):

○ **Scope** – Proposed 80' ROW, with 2-12' lanes, 6' shoulders, asphalt roadway, with roadside ditches

○Schedule –

 Working on 30% complete roadway plans...no overall schedule provided yet

○ Estimated Cost -

 Will begin efforts to determine extent and cost for utility relocations once roadway plans are further along...will ask if utility relocations can be included in roadway plans and if FBC will assist financially

- Evergreen Road Widening Project (Mustang Bayou to FM521):

o **Scope** – Proposed 80' ROW, with 2-12' lanes, 6' shoulders, asphalt roadway, with roadside ditches

○Schedule –

 Working on 30% complete roadway plans...no overall schedule provided yet

○Estimated Cost -

 Will begin efforts to determine extent and cost for utility relocations once roadway plans are further along...will ask if utility relocations can be included in roadway plans and if FBC will assist financially

- Other Road Widening Projects Within District

oFBC Representative to provide updates at monthly meetings

The Board discussed the status of the application from St. James Knanaya Church with Mr. Dybala, as discussed at previous meetings. Mr. Dybala informed the Board the engineer and owner have provided the requested information for Jacob's review.

The Board also discussed inviting the County Commissioner for the District's current precinct to a future board meeting to discuss projects impacting the District.

Upon motion made by Supervisor Casher, seconded by Supervisor Carreon, and after full discussion, the Board voted unanimously to approve the Engineer's Report, as presented.

4. OPERATOR'S REPORT/TERMINATION OF SERVICE

Next the Board recognized Mr. Downum, who submitted to and reviewed with the Board the Operator's Report, a copy of which is on file in the official records of the District.

A. Repairs to Water and Wastewater systems

Mr. Downum reported substantial system repairs and maintenance as follows:

- Installed residential taps and meters at 7 locations;
- Repaired damages to the water main at 3722 Lissie Street;
- Repaired a damaged service line at 4414 Gardenia Lane; and
- Repaired a service line leak at 735 N. Locust Street.

Mr. Downum then reported the repairs, as discussed at the previous meeting, were in process for the seal and shaft failures on booster pumps #1 and #2 for Water Plant #1. Mr. Downum reported the valve survey of District water lines in connection with the road widening project for South Post Oak, as authorized and discussed at previous meetings, is in process.

B. Requests for Water Taps

Mr. Downum did not report any requests at this time.

C. Delinquent Water Accounts and Service Terminations

Mr. Downum provided a list of customers that received a delinquent letter by mail and are subject to disconnection of service.

In response to questions from Supervisor Medina, Mr. Downum informed the Board suspected unauthorized permanent mobile homes used as residences would be evaluated by EDP. Mr. Downum also stated he would investigate the damage on Lissie Street to confirm if required to be backcharged to a particular contractor.

Upon a motion duly made by Supervisor Casher, seconded by Supervisor Vallejo, and after full discussion, the Board voted unanimously to approve the Operator's Report and repairs to the water and wastewater system and the termination list and account write-offs.

5. ATTORNEY'S REPORT

The Board recognized Mr. Willis, who presented the Attorney's report as follows:

A. Approval of Minutes

The proposed minutes of the meetings held on October 21, 2021, November 11, 2021, and November 18, 2021 were presented for approval.

Upon a motion made by Supervisor Medina, seconded by Supervisor Casher, and after full discussion, the Board voted unanimously to approve the minutes of the meetings held on October 21, 2021, November 11, 2021, and November 18, 2021, as presented.

B. Approve Resolution Regarding Eminent Domain

Mr. Willis next presented to and reviewed with the Board a proposed Resolution Authorizing Filing with Comptroller of Public Accounts of State of Texas Documentation of Eminent Domain Authority and recommended approval of said resolution. Mr. Willis noted that Texas law requires governmental entities with eminent domain authority to report annually to the Comptroller certain information relating to the District's eminent domain authority.

C. Approve Order Designating Meeting Place Outside the District

Mr. Willis next presented to and reviewed with the Board a proposed Order Designating Meeting Place Outside the District for 1570 W. Sycamore, Fresno, Texas, and recommended approval of said order. Mr. Willis noted townhall meetings would still be conducted at the Community Center, however, this would provide an alternate meeting location in the event the center was not accessible for a regular meeting.

Upon motion by Supervisor Casher, seconded by Supervisor Carreon, the Board voted unanimously to (i) adopt the Resolution Authorizing Filing with Comptroller of Public Accounts of State of Texas Documentation of Eminent Domain Authority and (ii) adopt the Order Designating Meeting Place Outside the District for 1570 W. Sycamore, Fresno, Texas, and authorize publication of notice.

6. REGIONAL PLANT COMMITTEE REPORT

Supervisor Hamilton then presented the Regional Plant Committee Report.

Upon a motion made by Supervisor Medina, seconded by Supervisor Casher, and after full discussion, the Board voted unanimously to approve the Regional Plant Committee Report.

7. HEAR FROM THE PUBLIC.

The Board noted there were no members of the public present who wished to address the Board at this time.

There being no further business to come before the Board, upon a motion duly made and seconded, the Board voted unanimously to adjourn.

[THE REMAINDER OF THIS PAGE LEFT INTENTIONALLY BLANK.]

PASSED, ADOPTED, and APPROVEI	O this	
	Secretary	
[SEAL]		

Fort Bend County Freshwater Supply District 1 Regional Facilities Wastewater Treatment Plant Summary January 20, 2022

The treatment plant operation information was received by Paul Hamilton from John Montergomery with Municipal Operations & Consultants.

WWTP Operations Report:

During the peeriod of November 19, 2021 through December 20. 2021 per the attached MOC monthly report, the WWTP was operating at 33% of the 0.675 MGD permit capacity and was operating within permit parameters. Arcola had 19% inflow and Freshwater-1 had 14% inflow. The plant average daily flow was 224,000 gallons of which Freshwater 1 was 94,955 gallons. During the month total plant inflow (10/31/2021-11/30/2021) was 6,750,000 gallons.

The total rainfall for the period of 10/31/2021 to 11/30/2021 was 2.5 inches.

WWTP Discharge Monitoring Report:

The Novembert 2021 Discharge Monitoring Report (DMR) did not reflect any parameter exceedances. A copy of the DMR is attached.

Operations Expenses

The WWTP total expenses from November 2, 2021 to December 2, 2021 was \$ 3,643.70. \$1000.00 for MOC monthly services plus \$ 2,643.70 for ancillary supplies and activities. See attached expense sheets, last 4 pages of this report.

Paul Hamilton

FBFWSD1 Supervisor & Treatment Plant Liaison



MONTHLY OPERATIONS REPORT FOR THE CITY OF ARCOLA

December, 2021

253

SEWER ONL	A RILLED:		253						
WATER/SEW	ER BILLED:		611		Wate	r and Sewer Bil	led		
VACANTS:			113		Residential:		333		
TOTAL CONN	NECTION CO	UNT:	977		Commercial:		92		
					96 Units - Apt	@ 0.4762:	46		
					Compass Dev	_	140		
BILLING PER	RIOD:	11/19/21 - 12/20/2	21		Total SFE's:	•	611		
FWSD 1 - Pre	vious Read	178,630,000			FS #1				
Read Date: 12	2/20/21	182,612,000			Original contr	act SFE's:	500		
Total Gallons	Pumped:	3,982,000			Contract ame	nd. 125 SFE's:	125		
Water receive	ed from FB 14	41: 0			Total SFE's av	vailable:	625		
Water supplie	ed to FB 141:	1,656,000			Total SFE's re	emaining:	14		
Gallons Billed	d	2,194,000							
Leaks and Flo	ushing	5,000			GPD Per Coni	nection:	217		
Pumped vs B	illed	97%			Percentage of	f Contract:	53%		
Notes:									
	Penalty	Tap Fee	Sewer	Water	NFBWA	TCEQ	Misc.	Deposit	TOTAL
DEVENUE:	\$1 306 86	\$0.00	\$23,423,02	\$18.840.20	\$9 209 85	\$0.00	\$375.25	\$2,650,00	\$55,805,18

\$55,805.18 REVENUE: \$0.00 \$23,423.02 \$18,840.20 \$9,209.85 \$0.00 \$375.25 \$2.650.00 \$1,306.86

WASTEWATER TREATMENT PLANT

SEWED ONLY BILLED.

T.C.E.Q. Permit Number: TX0102385 Permit expiration date: January, 2024

	November, 2021			Measured by:
Average daily flow	224,000	Permitted Daily Flow	675,000	gal.per day
Average CBOD	2.45	Permitted CBOD	10	lbs/day
Average Total Suspended Solids	2.51	Permitted T.S.S.	15	mg/l
Average Ammonia Nitrogen	0.28	Permitted Ammonia Nitrogen	3	mg/l
Average PH	7.54	Permitted PH	6.00 - 9.00	STD UNIT
Average Dissolved Oxygen	8.18	Permitted Dissolved Oxygen	4.0	mg/l
E. coli	12.39	Permitted E. coli	126.0	mpn/100 ml
Total Rainfall	2.50"			•
Average daily flow - FS #1	94,955			

Sewer Treatment plant is currently operating at 33% of the permitted capacity

14%

19%

Sewer Treatment Plant/Lift Station - Notes

FS #1 Flow

Arcola Flow

City of Arcola Sewage Treatment Plant November-21 Waste Bleach Rainfall **Total Gallons** Sample | %Solids Sludge Flow SV - 30 Total Used (Inches) x1000 Blanket Time Reading 2hr Peak CL2 Res. Mag. Res. Final CL₂ Temp 10 20 10/31/2021 12763 32 0.1 0 20 20 267 1.87 3 20 5 11/1/2021 13030 34 2 0.13 154 1.99 20 5 20 0 3 0 11/2/2021 13184 30 2,1 0.11 2.18 20 0 206 3 11/3/2021 13390 35 2.3 0.12 375 1.9 3 20 5 11/4/2021 13765 59 2 0.1 29 2.58 20 0 361 3 20 11/5/2021 14126 40 2.7 0.12 2.49 20 316 3 20 11/6/2021 14442 35 2.6 0.11 259 2.6 25 20 2.7 0.1 11/7/2021 14701 40 20 0 216 2.19 3 40 41 0.11 11/8/2021 14917 2.3 20 0 1.9 5 11/9/2021 180 40 0.1 3 30 25 15097 20 2.59 25 11/10/2021 189 26 2.7 0.11 3 15286 2.18 3 20 0.25 11/11/2021 203 40 2.3 0.12 25 40 15489 20 257 1.99 3 10 0 11/12/2021 15746 30 2.1 0.11 0 1.87 20 11/13/2021 154 40 2 3 10 15900 0.13 20 0 233 2.1 20 11/14/2021 41 2.2 0.1 3 16133 0 1.96 20 11/15/2021 16377 244 39 2.1 0.14 3 10 0 20 179 2.39 40 11/16/2021 16556 25 2.5 0.11 3 20 5 176 31 2.4 2.28 3 45 20 0 11/17/2021 0.12 16732 0 20 158 2 5 40 11/18/2021 16890 40 2.1 0.1 3 25 152 1.89 10 20 0 11/19/2021 17042 30 0.11 3 20 0 148 1.88 3 10 11/20/2021 17190 40 2 0.12 169 49 2 1.91 3 20 20 0 0.09 11/21/2021 17359 20 0.75 510 2.79 20 11/22/2021 17869 50 2.9 0.11 3.1 256 2.9 30 40 20 0 11/23/2021 18125 40 0.1 3.1 0 333 3.02 25 20 11/24/2021 18458 30 3.1 0.08 3.1 20 0 136 2.91 29 10 11/25/2021 18594 29 3 3.1 0.09 0 2.99 40 20 209 11/26/2021 18803 35 3.1 0.11 3.1 0 131 20 80 2.8 11/27/2021 18934 36 2.9 0.1 3.1 176 2.31 10 20 0.5 3.1 11/28/2021 19110 40 2.4 0.09 20 0 163 2.17 10 11/29/2021 19273 29 2.3 0.13 3.1 0 25 20 210 1.99 25 11/30/2021 19483 25 2,1 0.11 3.1 Permit **Monthly Data** Total CL2: 680 Total Flow Gallons 672,000 Min. Cl₂ 1.87 Max. Cl₂ 3.02 **Total Daily Avg** 33% Daily Avgerage 675.000 224.000 22 CL₂: Daily Peak Flow 510,000 11/22/2021 2.50 2 Hour Peak in GPM 1389 44% Total Rainfall: 615

upervising Operator:	James Durgens	Supervisor Signatur
supervisor License #:	WW0061603 (B)	Date:



Edit DMR

00	lapse	neader	
Spectroster	was the ball to be the ball to be	minimum delicitation de la construction de la const	

Permit

Facility:

TX0102385 Permit ID:

Permittee:

ARCOLA, CITY OF

CITY OF ARCOLA WWTP

From 11/01/21 to 11/30/21

001 - External Outfall Permitted Feature:

Report Dates & Status

Monitoring Period:

NetDMR Validated

Status:

Principal Executive Officer

First Name:

Title: No Data Indicator (NODI)

Form NODI:

Major:

Permittee Address:

Facility Location:

13222 HWY 6

ARCOLA, TX 77583

5925 FM 521

ARCOLA, TX 77583

A - DOMESTIC FACILITY - 001

DMR Due Date:

12/20/21

Last Name:

Discharge:

Telephone:

р	arameter	NODI	Qua	ntity or Loading			Quality or Concer	itration		# of Ex.	Freq. of Analysis	Smpl. Type
Code 🔺	Name		Value 1	Value 2	Units	Value 1	Value 2	Value 3	Units	LAI	Allaryono	.,,,,,
00300	Oxygen, dissolved [D0]	Smpl.			,	= 🕶 [8.18			mg/L. 🗸	0	01/07	GR ❤
L - Effluen	t Gross											
Season: 0		Req.				>=4.0 Monthly Minimum			Milligrams per Liter		Weekly	GRAB
NODI:	~ •	NODI				~						
00400 1 - Effluen		Smpl.			-	= • 7.35		= 🗸 7.73	su 🗸	0	01/07	GR ✔
Season: 0		Req.			1	>=6.0 Minimum		<=9.0 Maximum	Standard Units		Twice Per Month	GRAB
NODI:	~)	NODI				~		~				
00530	Solids, total suspended	Smpl.	< ❖ 6.49		lb/d ✓	4	< ♥ 2.51	= > 5.79	mg/L 🗸	,õ	01/07	cs 🕶
1 - Effluen	t Gross											
Season: 0		Req.	<=84.0 Daily Average		Pounds per Day		<=15.0 Daily Average	<=40.0 Daily Maximum	Milligrams per Liter		Weekly	COMPOS
NODI:		NODI					~	~				
00610	Nitrogen, ammonia total [as N]	Smpl.	< > 0.426		lb/d ❤		< ✔ 0.281	= • 0.874	mg/L 🗸	:0	01/07	cs 🗸
1 - Effluen	t Gross								D -		110	

Pa	arameter	NODI	Q	uantity or Loading			Quality or Concen	tration		# of Ex.	Freq. of Analysis	Smpl. Type
Code 📥	Name		Value 1	Value 2	Units	Value 1	Value 2	Value 3	Units	EX.	Analysis	Type
Season: 0		Req.	<=17.0 Daily Average		Pounds per Day		<=3.0 Daily Average	<=10.0 Daily Maximum	Mittigrams per Liter		Weekly	COMPOS
NODI:	~	NODI	~				~	~				
	Flow, in conduit or thru treatment plant t Gross	Smpl.	= ∨ 0.224	= 🗸 ;0.51	MGD ✓					<u>(</u> 0	99/99 🗸	тм 🗸
Season: 0		Req.	<=0.675 Daily Average	Req Mon Daily Maximum	Million Gallons per Day						Continuous	TOTALZ
NODI:	~	NODI	·	~								
50060 1 - Effluent	Chlorine, total residual	Smpl.		-		= 🗸 1.87		= • 3.02	mg/L ✔	[0]	01/01 🗸	GR ✔
Season: 0		Req.				>=1.0 Monthly Minimum		<=4.0 Monthly Maximum	Milligrams per Liter		Daily	GRAB
NODI:	-	NODI				•		•				
51040 1 - Effluent	E. coli t Gross	Smpl.					= 🕶 12.385	= • 76.7	MPN/100mL. ~	0	02/30	GR ✔
Season: 0		Req.					<=126.0 Daily Average	<=399.0 Daily Maximum	Most Probable Number (MPN) per 100ml		Twice Per Month	GRAB
NODI:	•	NODI					·	~				
70295	Solids, total dissolved	Smpl.	= ∨ 1790.0		lb/d ✓		= ∨ 675.0	= > 752.0	mg/L. ❖	(0	01/07 🗸	cs 🗸
1 - Effluent Season: 0		Req.	Req Mon Daily Average		Pounds per		Req Mon Daily Average	Req Mon Daily Maximum	Milligrams per		Weekly	сомроз
NODI:	•	NODI	•		Day		•	•	Liter			
	BOD, carbonaceous [5 day, 20 C]	Smpl.	< ✔ 6.93		lb/d ✓		< ♥ 2.45	= 🗸 3.34	mg/L 🗸	0	01/07 🗸	cs 🗸
Season: 0		Req.	<=56.0 Daily Average		Pounds per Day		<=10.0 Daily Average	<=25.0 Daily Maximum	Milligrams per Liter		Weekly	сомро
NODI:	~	NODI	1 •				~	~				

Edit Check Errors

No results,

DMR Comments

INTERIN II PHASE EFFECTIVE NOVEMBER 11, 2019 AND LASTING THROUTH COMPLETION OF EXPANSION TO THE 0.95 MGD FACILITY.

Comments

Attachments

No results,

Report Last Saved By



27316 Speotrum Way Oak Ridge, TX 77385

Phone: (281) 367-5511 Fax: (281) 367-5517

1825 N Mason Rd Katy, TX 77449

Phone: (281) 347-8686

City of Arcola Bookkeeper Invoice Log (sp)

December 2021

Invoice Date	Invoice #	Vendor	Service/Mdse.	Used At	Invoice Total
1-Jan	IN-9817	Municipal Operations & Consulting Inc.	Sewer Operation	Sewer	\$ 2.643.70

		Wastewater Plant					
11/02	5925 FM 521	Generator running test and checked fuel levels.	Foreman	0.5	\$ 35.00	\$ 17.50	
			Utility Truck	0.5	\$ 18.00	\$ 9.00	\$ 26.50
11/03	5925 FM 521	Maintenance all blowers.	Foreman	1.0	\$ 35.00	\$ 35.00	
			Utility Truck	1.0	\$ 18.00	\$ 18.00	\$ 53.00
11/04	5925 FM 521	Pulled samples from the intake of plant. BG & E wants row samples until end of year.	Foreman	1.5	\$ 35.00	\$ 52.50	
			Utility Truck	1.5	\$ 18.00	\$ 27.00	\$ 79.50

Page 4

Date	Service Location	Work Description	M	aterial/l	abo	r Cost			Jo	b Total
			Labor/Equip	Qty	I	Rate	A	mount		
11/05	5925 FM 521	Swept and cleaned all buildings.	Foreman	0.5	\$	35.00	\$	17.50		
			Utility Truck	0.5	\$	18.00	\$	9.00	\$	26.50
				0.5		40.00	\$	20.00		
11/08	5925 FM 521	Repaired toilet at sewer plant.	Supervisor	0.5	\$	40.00	Þ	20.00		
			Supervisor-OT	0.5	\$	60.00	\$	30.00		
			Utility Truck Materials	1.0	\$	18.00	\$	18.00 16.20	\$	84.20
			Materials				•	10.20	•	04.20
11/08	5925 FM 521	Cleaned contact chamber.	Skilled Laborer	2.0	\$	25.00	\$	50.00		
			Utility Truck	2.0	\$	18.00	\$	36.00	\$	86.00
11/08	5925 FM 521	Scheduled chemical delivery to facility; chlorine.	Foreman	0.5	\$	35.00	\$	17.50		
			Utility Truck	0.5	\$	18.00	\$	9.00	\$	26.50
		Olamad and mulled rape from air begins	Foreman	1.0	\$	35.00	\$	35.00		
11/08	5925 FM 521	Cleaned and pulled rags from air basins.	Foreman	1.0	*	33.00	*	30.00		
			Skilled Laborer	1.5	\$	25.00	i .	37.50		
			Utility Truck	2.5	\$	18.00	\$	45.00	\$	117.50
11/09	5925 FM 521	Generator running test and checked fuel levels.	Foreman	0.5	\$	35.00	\$	17.50		
11700	00201111021					40.00				
			Utility Truck	0.5	\$	18.00	\$	9.00	\$	26.50
11/10	5925 FM 521	Maintenance all three blowers and checked oil levels.	Foreman	1.0	\$	35.00	\$	35.00		
			Supervisor	2.0	\$	40.00	\$	80.00		
			Utility Truck	3.0	\$	18.00	\$	54.00	\$	169.00
11/10	5925 FM 521	Cleaned clarifier #1.	Skilled Laborer	2.0	\$	25.00	\$	50.00		
11/10	3923 FIVI 321	Siculated statistics with			ľ					
			Utility Truck	2.0	\$	18.00	\$	36.00	\$	86.00
11/11	5925 FM 521	Cleaned clarifier #2.	Foreman	2.0	\$	35.00	\$	70.00		
			Oldillad Laborat			05.00		F0 00		
			Skilled Laborer Utility Truck	2.0	\$	25.00 18.00	\$	50.00 72.00	\$	192.00
			Juny Huck		"	,0.00	*	72.00	ľ	.52.00
11/11	5925 FM 521	Pulled samples from the intake of plant. BG & E wants	Foreman	3.0	\$	35.00	\$	105.00		
		row samples until end of year.								
			Utility Truck	3.0	\$	18.00	\$	54.00	\$	159.00
11/12	5925 FM 521	Made repairs to chlorine feed line.	Foreman	1.0	\$	35.00	\$	35.00		
11/12	0923 W 02				ľ					
			Utility Truck	1.0	\$	18.00	\$	18.00	\$	53.00
	l		1	<u> </u>	1		<u> </u>	400	L	

Page 123 Page 5

Date	Service Location	Work Description	M	Job Total			
			Labor/Equip	Qty	Rate	Amount	
11/16	5925 FM 521	Generator running test and checked fuel levels.	Foreman	0.5	\$ 35.00 \$ 18.00	\$ 17.50	A 26 50
11/16	5925 FM 521	Cleaned and pulled rags from air basins.	Utility Truck Foreman	1.0	\$ 18.00 \$ 35.00	\$ 9.00 \$ 35.00	\$ 26.50
			Supervisor Utility Truck	1.0 2.0	\$ 40.00 \$ 18.00	1 '	\$ 111.00
11/16	5925 FM 521	Cleaned contact chamber and disposed of trash.	Skilled Laborer	1.0	\$ 25.00		
			Utility Truck	1.0	\$ 18.00		\$ 43.00
11/17	5925 FM 521	Maintenance all blowers and checked oil levels.	Foreman Utility Truck	1.0	\$ 35.00 \$ 18.00		\$ 53.00
11/18	5005 FM 504	Pulled samples from the intake of plant.	Foreman	1.5	\$ 35.00		00.00
11/16	5925 FM 521	Printed samples from the intake of plant.	Supervisor Utility Truck	1.5	\$ 40.00 \$ 18.00	\$ 60.00	\$ 166.50
11/19	5925 FM 521	Scheduled contractor to repair blower.	Foreman	0.5	\$ 35.00	\$ 17.50	
			Utility Truck	0.5	\$ 18.00	\$ 9.00	\$ 26.50
11/19	5925 FM 521	Swept and cleaned all buildings.	Foreman	0.5	\$ 35.00	\$ 17.50	
			Utility Truck	0.5	\$ 18.00	\$ 9.00	\$ 26.50
11/19	5925 FM 521	Cleaned clarifier #1.	Skilled Laborer	1.5	\$ 25.00	\$ 37.50	
			Utility Truck	1.5	\$ 18.00		\$ 64.50
11/22	5925 FM 521	Repaired gaps under the fence line. (11/19, 11/22)	Foreman	4.5	\$ 35.00	\$ 157.50	
			Skilled Laborer Utility Truck	5.5 10.0	\$ 25.00 \$ 18.00	1 '	\$ 475.00
11/22	5925 FM 521	Cleaned and pulled rags from air basins.	Foreman	1.0	\$ 35.00	\$ 35.00	
			Utility Truck	1.0	\$ 18.00	\$ 18.00	\$ 53.00
11/22	5925 FM 521	Pulled samples from the intake of plant.	Foreman	1.5	\$ 35.00		
			Supervisor Utility Truck	2.0 3.5	\$ 40.00 \$ 18.00	l '	\$ 195.50
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Page 124 Page 6

Date	Service Location	Work Description	Material/Labor Cost							b Total
			Labor/Equip	Qty	Rate		ate Amount			
11/23	5925 FM 521	Generator running test and checked fuel levels.	Foreman	0.5	\$	35.00		17.50		
11/24	5925 FM 521	Cleaned contact chamber.	Utility Truck Foreman	0.5 1.5	\$	18.00 35.00	·	9.00 52.50	\$	26.50
			Utility Truck	1.5	\$	18.00	\$	27.00	\$	79.50
11/24	5925 FM 521	Maintenance all blowers and checked oil levels.	Foreman	1.5	\$	35.00	\$	52.50		
			Utility Truck	1.5	\$	18.00	\$	27.00	\$	79.50
12/01	5925 FM 521	Monthly auto dialer service.	Rate	1.0	\$	32.00	\$	32.00	\$	32.00
		Total Wastewater Plant \$2,643.70								
		386 n.A. o. Philipanii n.Ain o.								