SENNA HILLS MUNICIPAL UTILITY DISTRICT

ORDER APPROVING BUDGET

WHEREAS, it is necessary for Senna Hills Municipal Utility District to adopt a budget for the fiscal year beginning October 1, 2026.

NOW, THEREFORE, BE IT ORDERED BY THE BOARD OF DIRECTORS OF SENNA HILLS MUNICIPAL UTILITY DISTRICT THAT:

1. The budget for the fiscal year beginning October 1, 2026, attached hereto, is hereby approved and adopted.

PASSED AND APPROVED this 25th day of September, 2026.

Chet A. Palesko, President

ATTEST:

Lisa S. McKenzie, Secretary

[SEAL]

Senna Hills MUD
Proposed Operating Budget: October 1, 2026 to September 30, 2027

	Budget FY-2027	Projected FY-2026	Approved Budget FY-2026	Variance FY-2026
Revenues:				
Property Tax Revenues	$ 423,380	$ 423,915	$ 422,086	$ 1,829
Service Accounts -				
Basic Service Fees	158,413	152,213	142,513	9,700
Water Service Fees	374,682	369,895	374,682	(4,787)
Sewer Service Fees	348,870	357,447	348,870	8,577
Drainage Service Fees	19,500	19,582	19,500	82
Service Account Penalties	4,410	3,529	4,330	(801)
Total Service Accounts	905,876	902,666	889,896	12,770
Interest Income	72,000	105,089	66,000	39,089
Miscellaneous Income	189,776	220,661	189,776	30,885
Total Revenues	1,591,032	1,652,331	1,567,758	84,573
Expenditures:				
District Facilities -				
Water Purchases -				
Potable Water Purchases - PUA	284,069	254,809	243,056	(11,753)
Raw Water Purchases - LCRA	23,437	18,622	21,962	3,340
Bulk Water Reservation - LCRA	35,350	33,331	33,330	(1)
Operations & Management	93,000	82,605	93,000	10,395
Repairs & Maintenance - Water	72,000	44,563	72,000	27,437
Repairs & Maintenance - WWTP	132,000	120,532	186,000	65,468
Repairs & Maintenance - WW Collection	30,000	24,315	30,000	5,685
Repairs & Maintenance - Lift Station	85,500	98,603	88,500	(10,103)
Repairs & Maintenance - Pond/Drainage	30,000	17,015	30,000	12,985
Water Meters	4,800	4,777	4,800	23
Sludge Hauling	42,000	30,190	45,000	14,810
Lab Fees	33,000	30,003	33,000	2,997
Chemicals	15,000	10,798	15,000	4,202
Landscaping	90,600	111,552	70,600	(40,952)
Irrigation Expenditure	36,000	31,868	36,000	4,132
Utilities	48,000	51,784	48,000	(3,784)
Telephone	12,000	13,509	12,000	(1,509)
Permit Fees	2,750	2,742	2,750	8
Fence Maintenance	15,000	15,000	15,000	-
Membrane Reserve	15,000	15,000	15,000	-
SB3 Compliance	-	-	-	-
Capital Outlay-Pond Liner	-	-	-	-
Capital Outlay-Irrigation Upgrades	300,000	299,998	300,000	2
Capital Outlay-Effluent Pond	70,000	130,000	130,000	-
Capital Outlay	-	24,570	-	(24,570)
Subtotal - District Facilities	1,469,506	1,466,186	1,524,997	58,811
Administrative Services -				
Director Fees	22,839	20,697	22,839	2,142
Insurance	24,000	24,000	24,000	-
Tax Appraisal/Collection Fees	4,300	3,050	4,300	1,250
Public Notices	2,000	2,000	2,000	-
Website	4,000	3,675	4,000	325
Legislative Consulting	-	-	-	-
Miscellaneous	3,000	1,343	3,000	1,657
Subtotal - Administrative Services	60,139	54,765	60,139	5,374
Professional Services -				
Legal Fees	102,000	107,177	102,000	(5,177)
Accounting Fees	36,000	36,938	36,000	(938)
Engineering Fees	69,000	62,025	69,000	6,975
Audit Fees	19,000	15,000	15,000	-
Subtotal - Professional Services	226,000	221,140	222,000	860
Total Expenditures	1,755,645	1,742,091	1,807,136	65,045
Operating Excess / (Deficiency) of Revenues over Expenditures	(164,613)	(89,760)	(239,378)	149,618
Other Sources/(Uses):				
Operating Transfer	-	-	-	-
Total Other Sources/(Uses)	(164,613)	(89,760)	(239,378)	149,618

Key Assumptions:	
* 2026 Assessed Valuation = $441,333,589	
* GOF O&M Tax Rate / $100 AV =	$ 0.0959
* DSF Bond Tax Rate / $100 AV =	$ 0.1750
* Total Tax Rate / $100 AV =	$ 0.2709
* Current Retail Service Rate	
* 10% Water Loss	

Reserve Analysis:	
Est. Beg Fund Balance (FY 2026)	$ 2,995,591
Operating Surplus	15,611
Capital Outlay	(180,224)
Est. Ending Fund Balance (FY 2027)	$ 2,830,978
1-Year Operating Reserve	$ 1,385,645

APPENDIX TO BUDGET

The following documentation will be made available upon request:

- Approved audits for the last two (2) fiscal years.
- Bond transcripts for all unpaid bond issues.
- Engineering reports required by Section 49.106, Texas Water Code.