NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY

NOTICE OF A SPECIAL MEETING

Notice is hereby given to all interested members of the public pursuant to Chapter 551 of the Texas Government Code that the Board of Directors of North Harris County Regional Water Authority will hold a special meeting, open to the public at the **Authority's Office, 3648 Cypress Creek Pkwy., Suite 110, Houston, Harris County, Texas 77068**. The special meeting will be held at **6:00 P.M.** on **Monday, November 16, 2026,** on the matters listed below:

1. Call to Order:
   a. Prayer;
   b. Pledges of Allegiance;
2. Public Comments *(Members of the public who have signed a blue card and wish to speak to the Board will be heard at this time. Members of the public are asked to avoid personal attacks and to keep comments constructive, in compliance with the Texas Open Meetings Act, unless the subject matter of the comment is on the agenda, the staff and Board Members are prevented from discussing the subject and may respond only with statements of factual information or existing policy.* Comments are limited to three (3) minutes per person for a maximum of 30 minutes.);
3. Messages from the President and Board Members;
4. Budget Workshop, including review and discussion of the proposed budget for the fiscal year ending December 31, 2027 and review and discussion of proposed 2027-2031 Capital Improvement Plan;
5. Supplemental Election Agenda;
6. Reminder, the next meeting to be held:
   a. Public Hearing to discuss the Authority's water and pumpage rates on Monday, December 7, 2026, at 6:00 p.m. as set by the Board in June;
   b. Regular meeting on Monday, December 7, 2026, will begin following the public hearing;
7. Adjourn.

If, during the course of the meeting covered by this Notice, the Board should determine that a closed or executive session of the Board should be held or is required in relation to any agenda item included in this Notice, then such closed or executive meeting or session, as authorized by the Texas Open Meetings Act, will be held by the Board at the date, hour, and place given in this Notice concerning any and all subjects for any and all purposes permitted by the Texas Open Meetings Act or other applicable law, including, but not limited to Section 551.071, for the purpose of a private consultation with the Board's attorney on any and all subjects or matters authorized by law.

The Authority will broadcast this hearing on Zoom. People must register to view and/or listen to the hearing on Zoom at https://tinyurl.com/2s455bdt. Upon registration, a telephone number to listen to the hearing, a link to watch the hearing, and a password will be provided. **People viewing/listening to the hearing on Zoom will NOT be able to address the Board during the hearing or provide comment. The Authority makes no assurances that all or any business conducted during this hearing will be visible or audible to people monitoring the hearing on Zoom. The Zoom broadcast will be recorded.**

Pursuant to Texas Government Code 551.043(c)(1), a copy of the proposed budget is posted with this meeting notice or has been made clearly accessible on the Authority's homepage www.nhcrwa.com.

Taxpayer Impact Statement pursuant to Texas Government Code 551.043(c)(2): The Authority is not a taxing unit. Therefore, the proposed budget has no impact on any taxpayer's tax bill.

EXECUTED the 9th day of November 2026.

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY

By: _____
Andrew P. Johnson, III
Johnson Petrov LLP
Attorneys for the Authority

NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
OPERATING BUDGET PLANNING REPORT
FISCAL YEAR 2027

	PROJECTED TOTAL 2026	ORIGINAL BUDGET 2026	PROPOSED BUDGET 2027
REVENUES			
Surface Water and Groundwater Revenues	$ 101,483,891	$ 101,984,650	$ 195,457,500
Interest Earned	$ 2,166,864	$ 3,000,000	$ 3,000,000
TOTAL REVENUES	**$ 103,650,755**	**$ 104,984,650**	**$ 198,457,500**
EXPENSES			
DEBT SERVICE EXPENSE & RESERVES	$ 179,041,816	$ 135,514,519	$ 149,084,445
O&M EXPENSES:			
OPERATIONS & MAINTENANCE	$ 35,065,000	$ 36,359,000	$ 40,000,000
TOTAL O&M	**$ 35,065,000**	**$ 36,359,000**	**$ 40,000,000**
ADMINISTRATIVE EXPENSES:			
FINANCIAL SERVICES	$ 100,500	$ 127,850	$ 89,500
ENGINEERING SERVICES	$ -	$ 50,000	$ 50,000
LEGAL SERVICES	$ 816,161	$ 1,420,000	$ 943,200
LEGISLATIVE CONSULTANT	$ 90,000	$ 121,500	$ 121,500
COMMUNICATION/WEBSITE SERVICES	$ 25,839	$ 50,000	$ 50,000
MANAGEMENT SERVICES	$ 3,358,846	$ 4,049,318	$ 4,088,645
MISCELLANEOUS SERVICES	$ 185,133	$ 2,558,000	$ 343,000
CAPITAL OUTLAY	$ 720,233	$ 375,000	$ 545,000
TOTAL ADMINISTRATIVE	**$ 5,296,711**	**$ 8,751,668**	**$ 6,230,845**
TOTAL EXPENSES	**$ 219,403,528**	**$ 180,625,187**	**$ 195,315,290**
NET REVENUES OVER (UNDER) EXPENSES	$ (115,752,773)	$ (75,640,537)	$ 3,142,210
BEGINNING FUND BALANCE	$ 349,493,245	$ 302,937,438	$ 183,740,473
BUDGETED ENDING FUND BALANCE	**$ 233,740,473**	**$ 227,296,901**	**$ 186,882,683**

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