

CINCO MUNICIPAL UTILITY DISTRICT NO. 2

Resolution Adopting Operating Budget for the  
Fiscal Year Ending September 30, 2021

The Board of Directors (“Board”) of Cinco Municipal Utility District No. 2 (“District”) met at the Board’s regular meeting place on September 15, 2020, with a quorum of directors present, as follows:

Bruce Thomas, President  
Rebecca Butler, Vice President/Treasurer  
Dan Barth Director

and the following absent:

Gary Winkler, Secretary

when the following business was transacted:

Whereas, the District is required by the rules of the Texas Commission on Environmental Quality to adopt an annual operating budget for the fiscal year ending September 30, 2021;

Whereas, the District has reviewed a proposed budget for said fiscal year; and

Whereas, the Board of the District finds it to be in the District’s best interests to enact said budget as a management tool for the sound operation of the District.

Now, therefore, be it resolved that the District hereby adopts the operating budget for the fiscal year ending September 30, 2021, a copy of which is attached hereto as Exhibit ”A.” Further, an Appendix consisting of the District’s audited financial statements, bond transcripts and engineer’s reports required by Texas Water Code Section 49.106 is on file in the District’s office and is incorporated herein by this reference.

The president or vice president is authorized to execute and the secretary or assistant secretary to attest this Resolution on behalf of the District.

Dated this September 15, 2020.

CINCO MUNICIPAL UTILITY DISTRICT  
NO. 2

By: BRUCE THOMAS

\_\_\_\_\_  
President

ATTEST:

GARY WINKLER

\_\_\_\_\_  
Secretary



EXHIBIT "A"  
Budget for fye 9/30/2021

**Cinco M.U.D. No. 2  
Operating Fund  
Adopted Budget**

October 1, 2020 through September 30, 2021

	Adopted
	Oct '20 - Sep 21
<b>Ordinary Income/Expense</b>	
<b>Income</b>	
1.4100 · Water-Customer Service Fee	300,000.00
1.4200 · Sewer-Customer Service Fees	200,000.00
1.4202 · Inspection Fees	1,000.00
1.4300 · Grease Trap Income	12,000.00
1.4330 · Penalty/Interest On Serv Accts	10,000.00
1.4600 · Tap Connection Fees	0.00
1.5380 · Miscellaneous Income	35,000.00
1.5388 · COH - SPA Collections	70,000.00
1.5391 · Interest on Temp Investment	12,000.00
1.5398 · Maintenance Tax Collections	1,091,635.00
<b>Total Income</b>	<b>1,731,635.00</b>
<b>Expense</b>	
1.6161 · Garbage Collection	270,000.00
1.6201 · Master District Expense	686,982.00
1.6234 · Repair/Maint - Water	200,000.00
1.6235 · Repair/Maint - Sewer	60,000.00
1.6236 · Repair/ Maint - SS / TV	15,000.00
1.6275 · Inspection Expense	11,000.00
1.6310 · Director Fees	6,000.00
1.6320 · Legal Fees	
6320.11 · Legal - General	75,000.00
6320.12 . Legal - Records Mgmt	3,000.00
<b>Total 1.6320 · Legal Fees</b>	<b>78,000.00</b>
1.6321 · Auditing Fees	13,000.00
1.6322 · Engineering Fees	48,000.00
1.6323 · Sanitary Sewer TV Program	31,500.00
1.6324 · Laboratory Expense	12,000.00
1.6325 · Election Expense	0.00
1.6326 · Permit Fees	5,000.00
1.6330 · CAD Expense	16,595.00
1.6331 · Tax Collection Expense	1,000.00
1.6332 · Operations & Billing	110,000.00
1.6333 · Bookkeeping	21,000.00
1.6338 · Legal Notices/Oth Publications	1,000.00
1.6340 · Printing & Office Supplies	5,000.00
1.6348 . Bank Fees-Ttech	7,200.00
1.6350 · Postage	2,000.00
1.6353 · Insurance/Surety Bond Premiums	6,300.00

**Cinco M.U.D. No. 2**  
**Operating Fund**  
**Adopted Budget**  
October 1, 2020 through September 30, 2021

	Adopted
	Oct '20 - Sep 21
1.6354 · Travel Expense	2,700.00
1.6359 · Other Expenses	2,000.00
1.6370 · TCEQ Reg Fees	3,000.00
1.6560 · Payroll Expenses	1,000.00
1.7306 · MS4 Permitting Cost	6,000.00
1.7395 · AWBD Expenses	2,500.00
<b>Total Expense</b>	<b>1,623,777.00</b>
<b>Net Ordinary Income</b>	<b>107,858.00</b>
<b>Other Income/Expense</b>	
<b>Other Income</b>	
1.5385 · NFBWA Conv Fees	872,521.00
<b>Total Other Income</b>	<b>872,521.00</b>
<b>Other Expense</b>	
1.6202 · Master District - NFBWA Fee	872,521.00
<b>Total Other Expense</b>	<b>872,521.00</b>
<b>Net Other Income</b>	<b>0.00</b>
<b>Net Income</b>	<b>107,858.00</b>