

## SMILEY ROAD WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1

TO: THE BOARD OF DIRECTORS OF SMILEY ROAD WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1 AND TO ALL OTHER INTERESTED PERSONS:

Notice is hereby given pursuant to VTCA, Government Code §551, that the Board of Directors of Smiley Road Water Control and Improvement District No. 1 will hold a regular meeting on **Wednesday, April 15, 2026 at 12:00 noon at BGE, Inc., 2595 Dallas Parkway, Suite 101, Frisco, TX 75034** for the following purposes:

1. Call to order;
2. Public communications and comments;
3. Review and approve Minutes of March 18, 2026, Board of Directors meeting;
4. Hear report from Financial Advisor;
5. Consider discussion regarding tax exemptions, and take any action as may be necessary;
6. Consider review and acceptance of engineer's report including:
  - a. Status of construction projects within the District;
  - b. Authorizing preparation of construction plans/specifications for water, sewer, and drainage and paving improvements;
  - c. Consider approval/ratification of construction plans and specifications;
  - d. Consider approval/ratification of bid advertisements for construction projects;
  - e. Consider approval/ratification of award of contracts for construction projects;
  - f. Consider approval/ratification of contractor pay estimates, change orders;
  - g. Consider acceptance of certificate of completion; and
  - h. Consider approval of repair and maintenance of District facilities.
7. Hear update from developer and take any action in connection with plat approval, amended and reimbursement agreements or assignments thereunder, or other development related items;
8. Review and approve bookkeeping and tax collection reports, budget and take any action on bookkeeping related matters including quarterly investment reports; investment recommendations; new account related matters; updated list of designated banks; revisions to engagement letter for bookkeeping services; adoption of financial policies; and authorize release of checks as noted on report;
9. Discuss tentative date for next meeting; and
10. Adjournment.

Dated: April 9, 2026.



SMILEY ROAD WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1

Ross S. Martin, Attorney for District

The Board of Directors may enter Executive Session pursuant to Chapter 551, Subchapter D, Texas Government Code, to consult with attorney regarding pending or contemplated litigation, including settlement offers; deliberate regarding real property; personnel matters; and conference with employees.

4/6/2026  
Operating Budget

**Smiley Road Water Control and Improvement District No. 1 Budget**  
**General Fund Operating Budget**  
May 2026 thru April 2027

	May-26	Jun-26	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-26	Jan-27	Feb-27	Mar-27	Apr-27	Budget	Difference	25-26 Budget	Actuals 2/25-1/26
<b>Revenue</b>																
Property Tax Revenue							92,480	601,120	138,720	92,480			924,800	(223,621)	1,148,421	922,551
Interest Revenue	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000	-	60,000	94,628
<b>Total Revenue</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>97,480</b>	<b>606,120</b>	<b>143,720</b>	<b>97,480</b>	<b>5,000</b>	<b>5,000</b>	<b>984,800</b>	<b>(223,621)</b>	<b>1,208,421</b>	<b>1,017,179</b>
<b>Expense</b>																
Accounting	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	26,400	2,400	24,000	25,109
Audit			10,000		5,750								15,750	250	15,500	15,750
Delivery/Courier		20		20		20		25		25		25	135	-	135	18
Directors Fees & Exp	1,213	1,213	1,213	1,213	1,213	1,213	1,213	1,213	1,213	1,213	1,213	1,213	14,560	520	14,040	14,560
Engineering	-	-	-	-	-	-	-	-	-	-	-	-	-	(60,000)	60,000	76,238
Insurance	-	-	-	-	4,097	-	-	-	-	-	-	-	4,097	720	3,377	4,097
Legal	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	120,000	-	120,000	84,716
Disclosure Counsel	-	-	-	-	-	-	-	-	2,300	-	-	-	2,300	-	2,300	2,500
Office Expense	-	-	-	-	-	150	-	-	-	-	-	-	150	-	150	-
Debt Service Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Utilities	1,333	1,333	1,333	1,333	1,333	1,333	1,333	1,333	1,333	1,333	1,333	1,333	16,000	5,200	10,800	15,638
R&M				60,000					40,000				100,000	-	100,000	(52,665)
GIS Web Mapping	600												600	-	600	9,475
<b>Total Expense</b>	<b>15,347</b>	<b>14,767</b>	<b>24,747</b>	<b>74,767</b>	<b>20,497</b>	<b>19,014</b>	<b>14,747</b>	<b>14,772</b>	<b>57,047</b>	<b>14,772</b>	<b>14,747</b>	<b>14,772</b>	<b>299,992</b>	<b>(50,910)</b>	<b>350,902</b>	<b>195,434</b>
<b>Net Income</b>	<b>(10,347)</b>	<b>(9,767)</b>	<b>(19,747)</b>	<b>(69,767)</b>	<b>(15,497)</b>	<b>(14,014)</b>	<b>82,733</b>	<b>591,348</b>	<b>86,673</b>	<b>82,708</b>	<b>(9,747)</b>	<b>(9,772)</b>	<b>684,808</b>	<b>(172,711)</b>	<b>857,519</b>	<b>821,745</b>

\*Property Tax Revenue is calculated with a M & O rate of \$0.36 per \$100 of value; 0.98% collection rate.

**Smiley Road Water Control and Improvement District No. 1 Budget**  
**Debt Service Fund**  
**May 2026 through April 2027**

DRAFT 4/8/26  
DS Budget

	May-26	Jun-26	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-26	Jan-27	Feb-27	Mar-27	Apr-27	Total Budget
<b>Revenue</b>													
Property Tax Revenue	-	-	-	-	-	-	164,409	1,068,658	246,613	164,409	-	-	1,644,089
Interest Revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>164,409</b>	<b>1,068,658</b>	<b>246,613</b>	<b>164,409</b>	<b>-</b>	<b>-</b>	<b>1,644,089</b>
<b>Expense</b>													
Tax Appraisal/Collections	-	-	-	-	-	-	-	16,090	-	-	-	-	16,090
Paying Agent Fee	-	-	-	400	-	-	-	-	-	-	-	-	400
Debt Service Interest	-	-	-	601,822	-	-	-	-	-	588,372	-	-	1,190,194
Debt Service Principal	-	-	-	445,000	-	-	-	-	-	-	-	-	445,000
<b>Total Expense</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,047,222</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16,090</b>	<b>-</b>	<b>588,372</b>	<b>-</b>	<b>-</b>	<b>1,651,684</b>
<b>Net Revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,047,222)</b>	<b>-</b>	<b>-</b>	<b>164,409</b>	<b>1,052,568</b>	<b>246,613</b>	<b>(423,963)</b>	<b>-</b>	<b>-</b>	<b>(7,595)</b>

\*Property Tax Revenue is calculated with a I & S rate of \$0.64 per \$100 of value; 0.98% collection rate.

# Taxpayer Impact Statement

Budget Year	2025-2026 <sup>(1)</sup>	2026-2027
<b>Average homestead taxable value</b>	\$568,070 <sup>(2)</sup>	\$568,070 <sup>(3)</sup>
<b>Tax Rate Comparison (per \$100 of value)</b>	\$1.00 (current rate)	\$1.00 (proposed budgeted rate) <sup>(4)</sup>
<b>Tax on average homestead</b>	\$5,680.70	\$5,680.70 <sup>(4)</sup>
<b>No New Revenue rate comparison (per \$100 of value)</b>	\$1.00 (current rate)	\$1.00 (budgeted rate)
<b>Tax on average homestead at NNR</b>	\$5,680.70	\$5,680.70

(1) Please see the 2025 Taxing Entity Tax Worksheet for more information regarding tax rate calculations for 2025-2026.

(2) Based on the Certified Total provided on July 25, 2025

(3) Estimated. Actual value will be released on or about July 25, 2026.

(3) Estimated, subject to change. The actual tax rate is anticipated to be set in August 2026.