

August 31, 2020
San Benito, Texas

A meeting of the Board of Directors of Cameron County Drainage District No. 3 convened on August 31, 2020, at 10:00 a.m., telephonically pursuant to and in accordance with the Governor's disaster declaration, and pursuant to notice duly given as required by law. Present were Ronaldo Garcia and Matthew McCarthy, Directors; Sonia Lambert, Manager; and B. R. Dossett, Attorney. President Garcia called the meeting to order and presided.

1. Public Hearing on Proposed 2020 Tax Rate. President Garcia opened the public hearing on the 2020 Proposed Tax Rate. It was noted that the Notice of Public Hearing was published in the August 22, 2020 edition of the San Benito News and on the District's website. No one appeared. It was noted that the proposed budget requires the tax rate for calendar year 2020 be \$0.147218 per \$100 valuation. The motion was made and seconded to close the public hearing. Following a discussion, the motion carried, and President Garcia declared the public hearing closed.
2. Budget for Fiscal Year Beginning October 1, 2020. The budget proposed at the August 10, 2020 meeting was presented. The motion was made by Matthew McCarthy and seconded by Ronaldo Garcia that the following Budget for the fiscal year beginning October 1, 2020 and ending September 30, 2021, be adopted:

REVENUE

| | | | |
|------|------------------------------|---------------|----------------|
| 3050 | Current Tax Revenue | | \$3,322,000.00 |
| 3051 | Delinquent Tax Revenue | | \$106,000.00 |
| 3052 | Supplemental Tax Revenue | | \$9,500.00 |
| 3060 | Penalties and Interest | | \$65,000.00 |
| 3065 | Less: NSF Chargeback | <\$1,300.00> | |
| 3080 | Less: Discounts | <\$63,000.00> | |
| 3081 | Less: Errors & Adjustments | <\$78,000.00> | |
| 3082 | Less: Refunds | <\$6,000.00> | |
| 3085 | Less: Tax Collection Expense | <\$30,500.00> | <\$178,800.00> |
| | TOTAL TAX REVENUE | | \$3,323,700.00 |

| | | | |
|------|-------------------------------------|--|--------------|
| 3090 | Miscellaneous Revenue | | \$32,000.00 |
| 3093 | Mowing Contract Services | | \$180,000.00 |
| 3098 | Interest on Certificates of Deposit | | \$15,000.00 |
| 4820 | Interest Income | | \$10,000.00 |
| 4860 | Sale of Assets | | \$5,000.00 |

TOTAL REVENUE \$3,565,700.00

Estimated Fund Balance October 01, 2020 \$2,840,000.00

AMOUNT AVAILABLE FOR APPROPRIATION \$6,405,700.00

EXPENSES

Operating Expenses \$2,076,630.00

Capital Outlay:

| | | |
|-------------------------|----------------|----------------|
| Office Equipment | \$10,500.00 | |
| Autos & Trucks | \$50,000.00 | |
| Heavy Equipment | \$600,000.00 | |
| Infrastructure Projects | \$3,148,570.00 | \$3,809,070.00 |

TOTAL EXPENSES \$5,885,700.00

Estimated Fund Balance September 30, 2021 [3 months operating expenses] \$520,000.00

OPERATING EXPENSES

| | | |
|------|-------------------------|--------------|
| 4010 | Office Salaries | \$129,000.00 |
| 4020 | Directors' Fees | \$21,600.00 |
| 4030 | General Manager Service | \$79,380.00 |

| | | |
|---|---------------------------------------|-----------------------|
| 4050 | Drafting Services | \$60,000.00 |
| 4060 | Superintendent Salary | \$85,140.00 |
| 4070 | Other Salaries | \$735,000.00 |
| 4080 | Social Security Taxes | \$69,000.00 |
| 4081 | Medicare Expenses | \$16,100.00 |
| 4090 | Unemployment Taxes | \$6,000.00 |
| 4100 | Retirement System Expense | \$76,200.00 |
| 4110 | Workman's Compensation | \$12,000.00 |
| 4115 | Insurance Expense | \$17,200.00 |
| 4125 | Health Insurance Expense | \$185,000.00 |
| 4130 | Janitorial Service | \$5,200.00 |
| 4140 | Audit Expense | \$8,000.00 |
| 4150 | Legal | \$30,500.00 |
| 4165 | Appraisal District Fees | \$40,000.00 |
| 4175 | Survey and Engineering | \$10,000.00 |
| 4180 | Office Expense | \$4,500.00 |
| 4182 | Physicals | \$500.00 |
| 4192 | Chemicals/Operating Expense | \$1,000.00 |
| 4195 | Safety Supplies | \$7,000.00 |
| 4200 | Seminars and Training | \$4,500.00 |
| 4201 | Member Dues | \$800.00 |
| 4220 | Fuel-Autos | \$25,000.00 |
| 4230 | Fuel-Equipment | \$125,000.00 |
| 4240 | Repairs-Pipelines and Structures | \$35,000.00 |
| 4245 | Uniforms | \$7,500.00 |
| 4250 | Repairs-Autos | \$16,000.00 |
| 4260 | Repairs-Equipment | \$120,000.00 |
| 4261 | Tire Collection/Disposal | \$100,000.00 |
| 4262 | GPS | \$14,000.00 |
| 4263 | Machine Moves | \$7,500.00 |
| 4265 | Tools-Warehouse | \$1,500.00 |
| 4270 | Other Repairs | \$1,410.00 |
| 4290 | Utilities | \$14,000.00 |
| 4330 | Miscellaneous Expense | \$5,600.00 |
| 4370 | ACH Direct Deposit Fees | \$500.00 |
| | | <u>\$2,076,630.00</u> |
| CAPITAL OUTLAY | | |
| 4345 | Office Equipment | \$10,500.00 |
| 4344 | Autos and Trucks | \$50,000.00 |
| 4343 | Heavy Equipment | \$600,000.00 |
| | | <u>\$660,500.00</u> |
| Infrastructure Projects | | |
| 4340 | Assets Purchased | |
| 4342 | Sites (Office/Warehouse Site) | \$10,000.00 |
| 4347 | Easements & ROW | \$50,000.00 |
| 4348 | Various Drain Sluff Offs (NRCS Grant) | \$0 |
| 4349 | Storm Water Modeling | \$10,000.00 |
| 4350 | Green Valley Farms Project | \$0 |
| 4352 | Los Indios Relief | \$0 |
| 4356 | Drain E-Piping & Lining | \$400,000.00 |
| 4357 | Storm Permitting | \$1,500.00 |
| 4360 | East Line Relief | \$2,677,070.00 |
| | Total Infrastructure Projects | <u>\$3,148,570.00</u> |
| TOTAL CAPITAL & INFRASTRUCTURE PROJECTS | | \$3,809,070.00 |

Following a discussion, the motion carried.

3. Tax Rate for Calendar Year 2020. The motion was made and seconded that BE IT RESOLVED BY THE BOARD OF DIRECTORS OF CAMERON COUNTY DRAINAGE

DISTRICT NO. 3 that a tax rate of \$0.147218 per \$100 valuation is adopted for Cameron County Drainage District No. 3 for the calendar year 2020. Following a discussion, the motion carried.

4. Adjournment. There being no further business, the meeting was adjourned.