

LAKESIDE WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2C  
NOTICE OF MEETING  
(BY TELECONFERENCE)

TO: THE BOARD OF DIRECTORS OF LAKESIDE WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2C AND TO ALL OTHER INTERESTED PERSONS:

Notice is hereby given pursuant to V.T.C.A., Government Code § 551, that the Board of Directors of Lakeside Water Control and Improvement District No. 2C will hold a regular meeting, by teleconference, open to the public, on August 11, 2020 at 5:45 p.m. (in person meetings are typically held at 4421 Rowe Lane, Pflugerville, Texas).

**In accordance with the Office of the Governor's March 16, 2020 proclamation suspending certain Texas Open Meetings Act laws in response to the current COVID-19 pandemic and statewide disaster declaration, as extended, Lakeside WCID No. 2C will hold this meeting accessible only by telephonic conference call. No physical meeting space will be available.**

**In lieu of physical attendance at this Board meeting, the public may dial into the teleconference by calling (877) 309-2073 and entering the following code: 834-101-717.**


**The toll-free teleconference line will offer two-way communication, affording members of the public the opportunity to participate in the meeting. The meeting will be recorded, and the audio recording will be available after the meeting. The following matters will be considered and may be acted upon at the meeting:**

1. Call meeting to order and establish quorum;
2. Discuss, consider, and take action to approve minutes of July 14, 2020 regular meeting;
3. Receive public comment (*3 minutes per speaker; but any person providing public comment through a translator is limited to six (6) minutes, unless the District uses simultaneous translation equipment in a manner that allows the Board to hear the translated public testimony simultaneously with the speaker*);
4. Receive report from District's Engineer;
5. Discuss, consider, and take action as necessary concerning Pay Estimate No. 7 for Lakeside at Blackhawk III, Phase 4 – Street Excavation and Drainage, Water, Wastewater, and Erosion Control Improvement, submitted by Patin Construction, L.L.C.;
6. Discuss, consider, and take action as necessary concerning agreement with Crossroads Utility Services to maintain the water and wastewater systems within the Jakes Hill Condominium Regime;
7. Discuss, consider, and take action as necessary concerning Resolution Authorizing Application to the Texas Commission on Environmental Quality for Approval of the Use of Surplus Funds;
8. Receive recreational facilities report and take action as necessary concerning same, including, but not limited to, operations, maintenance, and/or improvements related to existing recreational facilities;

9. Discuss, consider, and take action as necessary concerning adoption of resolution amending 2019–2020 District Budget;
10. Discuss, consider, and take action as necessary concerning preliminary budget for 2020-2021 fiscal year;
11. Receive a report and consider action as necessary concerning proposed tax rate for 2020, including scheduling a public hearing on a proposed tax rate;
12. Discuss, consider, and take action as necessary concerning engagement of West, Davis & Company to conduct audit of the District’s financial records for the period ending September 30, 2020;
13. Discuss, consider, and take action on approval of the payment of invoices and Bookkeeper’s report;
14. Discuss, consider, and take action concerning District website and maintenance of website;
15. Directors items for next agenda and announcements from Board members; and
16. Adjournment.

EXECUTED this the 7th day of August, 2020.

(District Seal)

  
\_\_\_\_\_  
Attorney for District

## Agenda Item No. 2

Discuss, consider, and take action to approve minutes of July 14, 2020 regular meeting.

MINUTES OF MEETING  
OF  
BOARD OF DIRECTORS

THE STATE OF TEXAS §  
§  
COUNTY OF TRAVIS §  
§  
LAKESIDE WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2C §

The Board of Directors of Lakeside Water Control and Improvement District No. 2C (“District” or “Lakeside WCID No. 2C”) held a regular meeting, by a two-way toll-free telephonic conference call, at (877) 309-2073 and entering code 671-306-781, open to the public, on July 14, 2020, at 5:45 p.m. (in person meetings are typically held at 4421 Rowe Lane, Pflugerville, Texas). A copy of the notice of meeting along with associated certificates of posting are attached hereto as Exhibit “A”.

The roll was called of the members of the Board of Directors, to wit:

|                     |                     |
|---------------------|---------------------|
| David Wang          | President           |
| Scott Stratton      | Vice President      |
| Larry English       | Secretary/Treasurer |
| Joshua Bridgefarmer | Assistant Secretary |
| Craig Twellmann     | Assistant Secretary |

All members of the Board participated by telephone, thus constituting a quorum of the Board of Directors. All Directors who participated by telephone voted on all matters that came before the Board. Also participating by telephone were Robert Tiemann and Matthew Tiemann of Rowe Lane Development, Ltd.; Jeff Monzingo of Montoya & Monzingo, LLP; Keith Collins of Randall Jones Engineering, Inc.; Bob West of West, Davis & Company; David Klein and Maris Chambers, Attorneys, and Fred Castro, Paralegal, with Lloyd Gosselink Rochelle & Townsend, P.C.; Lisa Riera, Board Member, Reserve at Westcreek Owners Association, Inc.; and Brad Marshall.

Mr. Klein stated this meeting was being held under the Governor’s March 16, 2020 proclamation, as extended, suspending certain Texas Open Meetings Act laws in response to the current COVID-19 pandemic and statewide disaster declaration. He stated this open meeting of the Board of Directors was being recorded and the recording would be made available to the public. Mr. Klein stated that the conference call line was toll-free and allowed for two-way communication, and the Board would provide members of the public with the opportunity to participate, as in any normal Lakeside Water Control and Improvement District No. 2C open meeting. Mr. Klein asked that the attendees use the same courtesy as an in-person meeting and try to avoid talking over each other. He stated that the Board would announce the instances where comments from the public would be accepted.

Director Wang called the meeting to order at 5:47 p.m. and announced that a quorum of the Board was in attendance (on the call). Director Wang stated that the Board would next consider the approval of the minutes of the June 9, 2020 regular meeting. After discussion, upon motion by Director Twellmann, and seconded by Director Stratton, the Board unanimously approved the minutes of the June 9, 2020 regular meeting, as presented.

The next item to come before the Board was to receive public comment. No comments from the general public were received by the Board.

Director Wang stated that the Board would next receive a report from the District's Engineer. Mr. Collins provided a brief report on the status of utility construction within the Blackhawk subdivision. Next, Mr. Collins reiterated his efforts to obtain necessary approvals from Travis County in connection with the pedestrian trails project within the greenbelt in Lakeside WCID No. 2D. Mr. Collins stated that he hoped to hear from the County soon so that he could get the necessary approvals so that the project could move forward.

Director Wang stated that the Board would next consider taking action as necessary concerning the approval of the audit of developer reimbursables for the Use of Surplus Bond Funds from the Series 2020 Bond Proceeds. Mr. West presented a copy of his audit report, a copy of which is attached hereto as Exhibit "B". Mr. West stated that his audit did not involve the disbursement of any funds by the Board this evening. He noted this audit was for a surplus funds application that was prepared by Mr. Heroy and had been approved by the Texas Commission on Environmental Quality (the "TCEQ"). In particular, Mr. West stated that the purpose of this surplus funds application was to clarify and obtain TCEQ approval of reimbursements that the District was obligated to pay to the developer.

Specifically, Mr. West stated that this surplus bond funds application secured TCEQ approval to reimburse the developer for 34 water connection fees that the developer had paid to Manville Water Supply Corporation for water service connections within the Jakes Hill Condominium Regime. However, such TCEQ approval amounted to a ratification of the reimbursement because the District had already reimbursed the developer for such connection fees from the proceeds of the initial Series 2020 Bond Issue. He added that, for this reason, his audit report specifies that such reimbursements to the developer are valid, but that no further payments to the developer for these connection fees were necessary. Mr. West requested that the Board approve his audit report as presented. After discussion, upon motion by Director English, seconded by Director Twellmann, and unanimously carried, the Board approved the audit of developer reimbursables from the District's application to use surplus bond funds from its Series 2020 Bond Proceeds.

The next item to come before the Board was to consider taking action as necessary to approve/ratify the disbursement of bond proceeds in connection with the surplus bond funds from the District's Series 2020 Bond Proceeds. Mr. Klein presented this item. He stated that this item was placed on the Board's agenda to obtain formal and final approval and ratification of the disbursement of remaining bond proceeds to the developer, in connection with the District's Series 2020 Bond Issuance. He noted that the District had withheld the reimbursement of wastewater impact fees pertaining to connections within the Jakes Hill Condominium Regime until the surplus

funds application, that was the subject of Mr. West's audit, had been approved by the TCEQ. Mr. Klein recommended that now, with the surplus funds application having been approved by the TCEQ and the audit for the reimbursements having been approved by the Board, the Board should ratify the reimbursements that had been previously made for the expenditures contemplated by the surplus bond funds application and to disburse all remaining bond proceeds in connection with the District's Series 2020 Bond Issuance, in accordance with audits presented by Mr. West. Upon motion by Director Stratton, seconded by Director English, and unanimously carried, the Board ratified the reimbursements made regarding the District's Use of Surplus Bond Funds application approved by the TCEQ, and authorized the disbursement of all remaining bond proceeds in connection with the District's Series 2020 Bond Issuance, in accordance with audits presented by Mr. West.

Director Wang stated that the Board would next consider proposals to maintain the water and wastewater systems within the Jakes Hill Condominium Regime. Mr. Klein reiterated that the District is the owner of the water and wastewater infrastructure within the Jakes Hill Condominium Regime (the "Regime"), even though the facilities are downstream of the water master meter. He noted that due to this unique situation, the Regime and District had entered into a non-standard service contract, whereby the Regime has agreed to pay the District's cost to operate and maintain this infrastructure. Mr. Klein stated that part of this process includes engaging the services of a company to do that. He stated that the District's Engineer had contacted local firms that provide these types of services, in consultation with the Regime, as per the non-standard service agreement. Mr. Klein stated that Mr. Collins would next present his findings and would be requesting direction from the Board regarding which firm to negotiate with for these services.

Mr. Collins stated that the meeting materials provided to the Board included a copy of his memorandum outlining a basic scope of services that the District needed for the Jakes Hill Condominium Regime, along with copies of proposals received, copies of which are attached hereto as Exhibit "C". He noted that the scope of services included: 1) weekly water system chlorine residual checks; 2) weekly reading of the 4-inch master meter; 3) monthly dead-end water main flushing; 4) monthly bacteriological sampling (one sample); 5) monthly reports as requested by the District; and 6) 24/7 on-call for water/wastewater system emergencies and maintenance. Mr. Collins stated that he solicited proposals from three firms and that the District had received proposals from Capital Area Utility Management, LLC for \$1,250.00 per month with a schedule of hourly rates for services and equipment for work performed outside the prescribed scope of services, and a quote from Crossroads Utility Services for \$350.00 per month with a schedule of hourly rates for services and equipment for work performed outside the prescribed scope of services. He noted that a third firm that he contacted had declined to submit a proposal, due to the location of the Regime. Mr. Collins stated that the schedules of hourly rates for services and equipment for work performed outside the prescribed scope of services from both firms were mostly identical, and he suggested that the Board focus on the monthly rate bid by each firm in determining which firm to select. He stated that both firms are qualified to perform these services for the District. After discussion, Mr. Collins recommended that the Board select Crossroads Utility Services. Upon motion by Director Stratton, seconded by Director English, and unanimously carried, the Board authorized the negotiation of an agreement with Crossroads Utility Services to operate and maintain the water and wastewater infrastructure associated with the Jakes Hill Condominium Regime at \$350.00 per month.

The next item to come before the Board was to consider action in connection with the Amenity Center Project, including, but not limited to, the (i) engagement of Brad Marshall and (ii) approval of plans and specifications. Ms. Chambers presented this item. She noted that the engagement of architectural, engineering, and landscaping architectural consultants for the Project have been secured. She added that the Lakeside Amenity Center Subcommittees had reviewed the Brad Marshall proposal, attached hereto as Exhibit "D", and had recommended that the Board approve the engagement of Brad Marshall as a consultant to oversee certain aspects of the Project, serving as a liaison between the consultants and the Lakeside District participants. In this role, he would oversee the project and act as a filter to determine whether information being provided by the project's other consultants was accurate, consistent, and appropriate. She recommended that Mr. Marshall revise his proposal, dividing it into two agreements: one between Mr. Marshall and all the Lakeside District participants, and a separate agreement between Mr. Marshall and the Park at Blackhawk and Lakeside Homeowners Association (the "HOA"). Mr. Marshall stated that he agreed with Ms. Chambers's assessment of the status of negotiations. After discussion, upon motion by Director Stratton, seconded by Director Twellmann, and unanimously carried, the Board approved the Brad Marshall proposal, subject to splitting up the proposal into two agreements and any additional minor revisions that are approved by the Board President.

Next, Ms. Chambers stated that the Lakeside Amenity Center Subcommittees reviewed a set of architectural and site plans prepared and presented to the Subcommittees by Duke C. Garwood Architects at the Subcommittees' last meeting. She stated that the set of architectural and site plans were provided to the Board separately before tonight's meeting, copies of which are attached hereto as Exhibit "E". She stated that the Lakeside Amenity Center Subcommittees had approved these plans and recommended that the Board approve them, as presented. She noted that approval by the Board would allow the Project to obtain necessary approvals from Travis County to move the project forward. Ms. Chambers recommended that the Board approve the set of architectural and site plans as prepared and presented this evening. Mr. Matthew Tiemann stated that the developer was ready to move forward with the Project up to the start of the construction phase of the Project. After discussion, upon motion by Director Twellmann, seconded by Director Stratton, and unanimously carried, the Board approved the set of architectural and site plans, as presented and recommended.

Director Wang stated that the Board would next receive recreational facilities reports and take action concerning the same, including, but not limited to, operations, maintenance and/or improvements related to existing recreational facilities. Mr. Monzingo presented recreational facilities reports from the Associations operating the District's recreational facilities, copies of which are attached hereto as Exhibit "F". After discussion, the Board recognized Mr. Klein, who addressed the Board concerning the reopening strategy plan for District-owned recreational facilities. Mr. Klein reiterated that at its last meeting, the Board directed his office to develop a reopening plan of District's amenity centers, in consultation and cooperation with the HOA, the Reserve at Westcreek Owners Association (the "Reserve"), and their respective facility operators; and that such plan open the District-owned recreational facilities in a safe, efficient manner, in accordance with applicable laws and proclamations of the Governor. In particular, they were to evaluate how to properly determine and manage capacity limits at such facilities. Mr. Klein noted that work continues by the HOA, Reserve, facility operators, and his office toward developing this

plan, and he presented the draft plan prepared by the Reserve, attached hereto as Exhibit "G". Mr. Klein suggested that the Board approve this reopening plan, subject to additional edits as approved by the Board President.

For background purposes, Mr. Klein stated that on June 26, 2020, the Governor issued Executive Order No. 28, in part permitting the opening of certain facilities at a level of 50% capacity; prohibiting outdoor gatherings outside the boundaries of a city of more than 100 people, unless otherwise authorized by the County Judge; and strongly encouraging that people should not gather in groups larger than 10 while maintaining a distance of 6-feet from others that are not in their group. He added that on July 2, 2020, the Governor issued Executive Order No. 29, which in part required that every person in the State must wear a face mask while inside commercial buildings, other buildings, spaces open to the public, or when in an outdoor public space when social distancing is not possible, subject to certain listed exceptions.

Next, Mr. Klein noted that due to the meeting schedules of the Lakeside Districts, Lakeside WCID No. 1 ("Lakeside 1") is the final District to meet each month, and that Lakeside 1 wanted to share its opinions with the rest of the Lakeside Districts. In particular, there are Lakeside 1 Board members who feel that the Districts are obligated, as governmental agencies, to have District-owned recreational facilities open and support the right of District residents to use these facilities if they so choose to do so. He noted that the Lakeside 1 Board also believes that social distancing is a civic duty and implementing such safety measures are necessary.

Again, Mr. Klein suggested that the proposed reopening plan be approved, subject to additional edits and approval of the same by the Board President. He noted that feedback received from Lakeside WCID Nos. 2A, 2B, and 2D, the HOA, and Reserve included concerns as to whether the amenity centers should accept requests for holding events at this time. He noted that the amenity center operators have expressed concern over their ability to safely reopen the amenity centers for hosting events, as it would be difficult for the operators of the amenity centers to maintain a clean and safe environment- especially when there is more than one event scheduled per day. Ultimately, the HOA and Reserve recommended that amenity center staff deny requests for the use of the amenity center for events until the end of the swimming pool season. Mr. Klein stated that the other Lakeside Districts agreed, and he added that holding events would likely violate the Governor's recent Proclamation, given that there would likely be more than 10 individuals at any event. He stated that the reopening plan accomplishes the goal of reopening District-owned recreational facilities; maintains signage within and outside of its facilities; provides for proper sanitation; and includes measures to properly manage and enforce capacity limits.

In response to an inquiry from Director Twellmann, Mr. Klein stated that the plan would be revised to include (i) provisions foregoing the holding of events at the Amenity Centers until the end of swimming pool season, unless otherwise directed by the Lakeside Districts; (ii) an introduction that lays out the history of the Executive Orders issued by the Governor and the current status of applicable laws, to keep the residents aware of why certain decisions are being made regarding the use of the District's recreational facilities and enforcement provisions for violations; and (iii) enforcement provisions. After discussion, upon motion by Director Stratton,

seconded by Director English, and unanimously carried, the Board approved the reopening plan, subject to additional edits as approved by the Board President.

Director Wang stated that the Board would next consider the payment of invoices and Bookkeeper's report. Mr. Monzingo distributed a list of current invoices, a copy of which is attached hereto as Exhibit "H". Mr. Monzingo noted that a payment was made after last month's Board meeting to the Travis Central Appraisal District for \$2,551.86. He requested that the Board authorize the transfer of \$15,000 from the District's money market account to the District checking account to pay bills this month. After discussion, upon motion by Director Twellmann, seconded by Director Bridgefamer, and unanimously carried, the Board approved the payment of invoices and money transfers, as presented.

There were no announcements or requests for items at the Board's next meeting.

After discussion, there being no further business, and upon motion made by Director Stratton, seconded by Director Twellmann, and unanimously carried, the meeting was adjourned at 6:43 p.m. until further call.

PASSED, APPROVED AND ADOPTED THIS 11th day of August, 2020.

\_\_\_\_\_  
Larry English, Secretary

[DISTRICT SEAL]

## **Agenda Item No. 5**

**Discuss, consider, and take action as necessary concerning Pay Estimate No. 7 for Lakeside at Blackhawk III, Phase 4 – Street Excavation and Drainage, Water, Wastewater, and Erosion Control Improvement, submitted by Patin Construction, L.L.C.**



RANDALL JONES & ASSOCIATES  
ENGINEERING, INC.

July 29, 2020

Lakeside WCID2C Board of Directors  
c/o Lloyd, Gosselink, Rochelle, & Townsend, P.C.  
816 Congress Ave, Ste. 1900  
Austin, TX 78701

RE: Lakeside at Blackhawk III Phase 4 - Street Excavation and Drainage, Water, Wastewater, and  
Erosion Control Improvements  
RJE Job# 2257

To Whom It May Concern,

The attached pay estimate, submitted by Patin Construction, L.L.C, has been reviewed by this office. Randall Jones & Associates Engineering, Inc. recommends the approval of this pay estimate as presented to the Board of Directors of Lakeside WCID2C.

Pay estimate no. 7                      \$23,234.85

The original contract amount for this project is \$958,050.55. Change order No 1 has been previously approved. This brings the new contract amount to \$968,750.55. Based on this pay estimate, approximately \$965,750.55 of the work on this project has been completed. This represents approximately 99% of the project. In accordance with the contract documents, 10% retainage for the work completed to date has been withheld from this estimate. If you have any questions or need any additional information, please call.

Very truly yours,

Israel Ramirez, P.E.  
TBPE Reg No. F-9784



**TO OWNER/CLIENT:**

Felder-MHI Blackhawk LLC

**PROJECT:**

2004 Lakeside at Blackhawk III Phase 4  
Jakes Hill Road  
Pflugerville, Texas 78660

**APPLICATION NO:** 7

**INVOICE NO:** 2004U 07

**PERIOD:** 07/01/20 - 07/31/20

**PROJECT NO:** 2004

**CONTRACT DATE:**

**FROM CONTRACTOR:**

Patin Construction LLC  
Patin Construction LLC 3800 W 2nd St  
Taylor, Texas 76574

**VIA ARCHITECT/ENGINEER:**

Jeff Birkhead ( ) (Patin Construction LLC)  
Texas

**CONTRACT FOR:** 2004 Lakeside at Blackhawk III Phase 4 Prime Contract- Utilities

**CONTRACTOR'S APPLICATION FOR PAYMENT**

Application is made for payment, as shown below, in connection with the Contract. Continuation Sheet is attached.

|    |   |              |
|----|---|--------------|
| 1. | Original Contract Sum   | \$958,050.55 |
| 2. | Net change by change orders   | \$10,700.00  |
| 3. | Contract Sum to date (Line 1 ± 2)   | \$968,750.55 |
| 4. | Total completed and stored to date<br>(Column G on detail sheet)          | \$865,750.55 |
| 5. | Retainage   |              |
|    | a. 10.00% of completed work   | \$96,575.06  |
|    | b. 0.00% of stored material   | \$0.00       |
|    | Total retainage<br>(Line 5a + 5b or total in column I of detail sheet)    | \$96,575.06  |
| 6. | Total earned less retainage<br>(Line 4 less Line 5 Total)                 | \$869,175.49 |
| 7. | Less previous certificates for payment<br>(Line 5 from prior certificate) | \$845,940.64 |
| 8. | Current payment due   | \$23,234.85  |
| 9. | Balance to finish, including retainage<br>(Line 3 less Line 6)            | \$99,575.06  |

| CHANGE ORDER SUMMARY                                      |  | ADDITIONS   | DEDUCTIONS |
|---|--|-------------|------------|
| Total changes approved in previous months by Owner/Client |  | \$15,000.00 | \$4,300.00 |
| Total approved this month                                 |  | \$0.00      | \$0.00     |
| Totals  |  | \$15,000.00 | \$4,300.00 |
| Net change by change orders                               |  | \$10,700.00 |            |

The undersigned certifies that to the best of the Contractor's knowledge, information and belief, the Work covered by this Application for Payment has been completed in accordance with the Contract Documents, that all amounts have been paid by the Contractor for Work which previous Certificates for payment were issued and payments received from the Owner/Client, and that current payments shown herein is now due.

CONTRACTOR: Patin Construction LLC

By [Signature] Date 7/29/20

State of Texas  
County of Whitman  
Subscribed and sworn to before me this 29th day of July, 2020  
Notary Public, [Signature]  
My commission expires: 7/31/23



**ARCHITECT'S/ENGINEER'S CERTIFICATE FOR PAYMENT**

In accordance with the Contract Documents, based on the on-site observations and the data comprising this application, the Architect/Engineer certifies to the Owner/Client that to the best of the Architect's/Engineer's knowledge, information and belief that Work is in accordance with the Contract Documents, and the Contractor is entitled to payment of the AMOUNT CERTIFIED.

AMOUNT CERTIFIED: \$23,234.85

(Attach explanation if amount certified differs from the amount applied for. Initial all figures on this Application and on the Continuation Sheet that are changed to confirm the amount certified.)

ARCHITECT/ENGINEER

By [Signature] Date 7.29.20

This certificate is not negotiable. The amount certified is payable only to the Contractor named herein. Issuance, payment and acceptance of payment are without prejudice to the rights of the Owner/Client or Contractor under this Contract.

Felder-MHI Blackhawk LLC

Lakeside Water Control and Improvement District No. 2C Director

By: \_\_\_\_\_

Date: \_\_\_\_\_

By: \_\_\_\_\_

Date: \_\_\_\_\_

Lakeside Water Control and Improvement District No. 2C District Engineer

By: *Paul Perry*

Date: 7.29.2020

Document SUMMARY SHEET, APPLICATION AND CERTIFICATE FOR PAYMENT, containing Contractor's signed Certification is attached.  
Use Column I on Contracts where variable retainage for line items apply.

APPLICATION NUMBER: 7

APPLICATION DATE:

PERIOD: 07/01/20 - 07/31/20

Contract Lines

| A<br>ITEM NO. | B<br>COST CODE | C<br>DESCRIPTION OF WORK            | D<br>SCHEDULED VALUE |             |             | E<br>FROM PREVIOUS APPLICATION (D + E) |             | F<br>THIS PERIOD |            | G<br>MATERIALS PRESENTLY STORED (NOT IN D OR E) | H<br>TOTAL COMPLETED AND STORED TO DATE (D + E + F) |             |           | I<br>BALANCE TO FINISH (C - G) | J<br>RETAINAGE |
|---------------|----------------|-------------------------------------|----------------------|-------------|-------------|--|-------------|------------------|------------|---|---|-------------|-----------|--------------------------------|----------------|
|               |                |                                     | QTY                  | UNIT PRICE  | VALUE       | QTY                                    | VALUE       | QTY              | VALUE      |   | QTY   | VALUE       | % (G / C) |                                |                |
| 1             | None           | Clearing (ROW)                      | 1656<br>5.0          | \$0.25      | \$4,141.25  | 1656<br>5.0                            | \$4,141.25  | 0.0              | \$0.00     | \$0.00  | 1656<br>5.0   | \$4,141.25  | 100.00%   | \$0.00                         | \$414.13       |
| 2             | None           | Clearing (Lots and Offsite)         | 7051<br>2.0          | \$0.25      | \$17,628.00 | 7051<br>2.0                            | \$17,628.00 | 0.0              | \$0.00     | \$0.00  | 7051<br>2.0   | \$17,628.00 | 100.00%   | \$0.00                         | \$1,762.80     |
| 3             | None           | Excavation (ROW)                    | 1656<br>5.0          | \$3.00      | \$49,695.00 | 1656<br>5.0                            | \$49,695.00 | 0.0              | \$0.00     | \$0.00  | 1656<br>5.0   | \$49,695.00 | 100.00%   | \$0.00                         | \$4,969.50     |
| 4             | None           | 18" Class III RCP                   | 474.<br>0            | \$50.00     | \$23,700.00 | 474.<br>0                              | \$23,700.00 | 0.0              | \$0.00     | \$0.00  | 474.<br>0   | \$23,700.00 | 100.00%   | \$0.00                         | \$2,370.00     |
| 5             | None           | 24" Class III RCP                   | 42.0                 | \$60.00     | \$2,520.00  | 42.0                                   | \$2,520.00  | 0.0              | \$0.00     | \$0.00  | 42.0  | \$2,520.00  | 100.00%   | \$0.00                         | \$252.00       |
| 6             | None           | 30" Class III RCP                   | 1069<br>.0           | \$78.00     | \$83,382.00 | 1069<br>.0                             | \$83,382.00 | 0.0              | \$0.00     | \$0.00  | 1069<br>.0  | \$83,382.00 | 100.00%   | \$0.00                         | \$8,338.20     |
| 7             | None           | 42" Class III RCP                   | 399.<br>0            | \$185.00    | \$73,815.00 | 399.<br>0                              | \$73,815.00 | 0.0              | \$0.00     | \$0.00  | 399.<br>0   | \$73,815.00 | 100.00%   | \$0.00                         | \$7,381.50     |
| 8             | None           | 30" Standard Headwall w/Dissipators | 1.0                  | \$4,000.00  | \$4,000.00  | 1.0                                    | \$4,000.00  | 0.0              | \$0.00     | \$0.00  | 1.0   | \$4,000.00  | 100.00%   | \$0.00                         | \$400.00       |
| 9             | None           | 42" Standard Headwall w/Dissipators | 1.0                  | \$5,000.00  | \$5,000.00  | 1.0                                    | \$5,000.00  | 0.0              | \$0.00     | \$0.00  | 1.0   | \$5,000.00  | 100.00%   | \$0.00                         | \$500.00       |
| 10            | None           | Inlets 10'                          | 11.0                 | \$4,000.00  | \$44,000.00 | 11.0                                   | \$44,000.00 | 0.0              | \$0.00     | \$0.00  | 11.0  | \$44,000.00 | 100.00%   | \$0.00                         | \$4,400.00     |
| 11            | None           | Standard 4' SS Manhole              | 2.0                  | \$4,500.00  | \$9,000.00  | 2.0                                    | \$9,000.00  | 0.0              | \$0.00     | \$0.00  | 2.0   | \$9,000.00  | 100.00%   | \$0.00                         | \$900.00       |
| 12            | None           | Standard 5' SS Manhole              | 1.0                  | \$5,000.00  | \$5,000.00  | 1.0                                    | \$5,000.00  | 0.0              | \$0.00     | \$0.00  | 1.0   | \$5,000.00  | 100.00%   | \$0.00                         | \$500.00       |
| 13            | None           | Standard 6' SS Manhole              | 1.0                  | \$5,500.00  | \$5,500.00  | 1.0                                    | \$5,500.00  | 0.0              | \$0.00     | \$0.00  | 1.0   | \$5,500.00  | 100.00%   | \$0.00                         | \$550.00       |
| 14            | None           | Standard 4' x 3' Junction Box       | 1.0                  | \$6,000.00  | \$6,000.00  | 1.0                                    | \$6,000.00  | 0.0              | \$0.00     | \$0.00  | 1.0   | \$6,000.00  | 100.00%   | \$0.00                         | \$600.00       |
| 15            | None           | Adjust Manhole Castings             | 5.0                  | \$500.00    | \$2,500.00  | 3.0                                    | \$1,500.00  | 2.0              | \$1,000.00 | \$0.00  | 5.0   | \$2,500.00  | 100.00%   | \$0.00                         | \$250.00       |
| 16            | None           | Grading to Insure Proper Drainage   | 1.0                  | \$30,000.00 | \$30,000.00 | 1.0                                    | \$30,000.00 | 0.0              | \$0.00     | \$0.00  | 1.0   | \$30,000.00 | 100.00%   | \$0.00                         | \$3,000.00     |
| 17            | None           | Grading Verification                | 1.0                  | \$1,075.00  | \$1,075.00  | 0.0                                    | \$0.00      | 1.0              | \$1,075.00 | \$0.00  | 1.0   | \$1,075.00  | 100.00%   | \$0.00                         | \$107.50       |
| 18            | None           | Trench Safety                       | 1983<br>.0           | \$2.00      | \$3,966.00  | 1983<br>.0                             | \$3,966.00  | 0.0              | \$0.00     | \$0.00  | 1983<br>.0  | \$3,966.00  | 100.00%   | \$0.00                         | \$396.60       |
| 19            | None           | Staking Pipe and Channel            | 2052<br>.0           | \$1.25      | \$2,565.00  | 2052<br>.0                             | \$2,565.00  | 0.0              | \$0.00     | \$0.00  | 2052<br>.0  | \$2,565.00  | 100.00%   | \$0.00                         | \$256.50       |
| 20            | None           | Rough Cuts                          | 1.0                  | \$3,280.50  | \$3,280.50  | 1.0                                    | \$3,280.50  | 0.0              | \$0.00     | \$0.00  | 1.0   | \$3,280.50  | 100.00%   | \$0.00                         | \$328.05       |
| 21            | None           | 10 ft. Hike and Bike Trail          | 1083<br>.0           | \$61.00     | \$66,063.00 | 1083<br>.0                             | \$66,063.00 | 0.0              | \$0.00     | \$0.00  | 1083<br>.0  | \$66,063.00 | 100.00%   | \$0.00                         | \$6,606.30     |
| 22            | None           | Grade to Drain Channel              | 69.0                 | \$25.00     | \$1,725.00  | 69.0                                   | \$1,725.00  | 0.0              | \$0.00     | \$0.00  | 69.0  | \$1,725.00  | 100.00%   | \$0.00                         | \$172.50       |

| A<br>ITEM NO. | B<br>COST CODE | B<br>DESCRIPTION OF WORK                               | C<br>SCHEDULED VALUE |            |             | D<br>FROM PREVIOUS APPLICATION (D + E) |             | E<br>THIS PERIOD |        | F<br>MATERIALS PRESENTLY STORED (NOT IN D OR E) | G<br>TOTAL COMPLETED AND STORED TO DATE (D + E + F) |             |           | H<br>BALANCE TO FINISH (C - G) | I<br>RETAINAGE |
|---------------|----------------|--|----------------------|------------|-------------|--|-------------|------------------|--------|---|---|-------------|-----------|--------------------------------|----------------|
|               |                |  | QTY                  | UNIT PRICE | VALUE       | QTY                                    | VALUE       | QTY              | VALUE  |   | QTY   | VALUE       | % (G / C) |                                |                |
| 23            | None           | Remove Existing 30" Headwall                           | 1.0                  | \$1,500.00 | \$1,500.00  | 1.0                                    | \$1,500.00  | 0.0              | \$0.00 | \$0.00  | 1.0   | \$1,500.00  | 100.00%   | \$0.00                         | \$150.00       |
| 24            | None           | Remove Existing 30" RCP                                | 44.0                 | \$25.00    | \$1,100.00  | 44.0                                   | \$1,100.00  | 0.0              | \$0.00 | \$0.00  | 44.0  | \$1,100.00  | 100.00%   | \$0.00                         | \$110.00       |
| 25            | None           | Connect to Existing 30" RCP                            | 1.0                  | \$5,000.00 | \$5,000.00  | 1.0                                    | \$5,000.00  | 0.0              | \$0.00 | \$0.00  | 1.0   | \$5,000.00  | 100.00%   | \$0.00                         | \$500.00       |
| 26            | None           | Muck and Backfill Existing Channel                     | 640.0                | \$25.00    | \$16,000.00 | 640.0                                  | \$16,000.00 | 0.0              | \$0.00 | \$0.00  | 640.0   | \$16,000.00 | 100.00%   | \$0.00                         | \$1,600.00     |
| 27            | None           | 8" PVC C900 DR14                                       | 1431.0               | \$35.00    | \$50,085.00 | 1431.0                                 | \$50,085.00 | 0.0              | \$0.00 | \$0.00  | 1431.0  | \$50,085.00 | 100.00%   | \$0.00                         | \$5,008.50     |
| 28            | None           | 12" PVC C900 DR14                                      | 1573.0               | \$44.00    | \$69,212.00 | 1573.0                                 | \$69,212.00 | 0.0              | \$0.00 | \$0.00  | 1573.0  | \$69,212.00 | 100.00%   | \$0.00                         | \$6,921.20     |
| 29            | None           | 5 1/4" Fire Hydrant Assembly                           | 5.0                  | \$5,500.00 | \$27,500.00 | 5.0                                    | \$27,500.00 | 0.0              | \$0.00 | \$0.00  | 5.0   | \$27,500.00 | 100.00%   | \$0.00                         | \$2,750.00     |
| 30            | None           | 8" Gate Valve  | 6.0                  | \$1,500.00 | \$9,000.00  | 6.0                                    | \$9,000.00  | 0.0              | \$0.00 | \$0.00  | 6.0   | \$9,000.00  | 100.00%   | \$0.00                         | \$900.00       |
| 31            | None           | 12" Gate Valve   | 6.0                  | \$4,000.00 | \$24,000.00 | 6.0                                    | \$24,000.00 | 0.0              | \$0.00 | \$0.00  | 6.0   | \$24,000.00 | 100.00%   | \$0.00                         | \$2,400.00     |
| 32            | None           | Adjust Valve Castings                                  | 17.0                 | \$250.00   | \$4,250.00  | 5.0                                    | \$1,250.00  | 0.0              | \$0.00 | \$0.00  | 5.0   | \$1,250.00  | 29.41%    | \$3,000.00                     | \$125.00       |
| 33            | None           | 2" Standard Blow-Off                                   | 1.0                  | \$4,000.00 | \$4,000.00  | 1.0                                    | \$4,000.00  | 0.0              | \$0.00 | \$0.00  | 1.0   | \$4,000.00  | 100.00%   | \$0.00                         | \$400.00       |
| 34            | None           | Double Service   | 22.0                 | \$1,500.00 | \$33,000.00 | 22.0                                   | \$33,000.00 | 0.0              | \$0.00 | \$0.00  | 22.0  | \$33,000.00 | 100.00%   | \$0.00                         | \$3,300.00     |
| 35            | None           | Single Service   | 5.0                  | \$1,300.00 | \$6,500.00  | 5.0                                    | \$6,500.00  | 0.0              | \$0.00 | \$0.00  | 5.0   | \$6,500.00  | 100.00%   | \$0.00                         | \$650.00       |
| 36            | None           | 8" Wet Connection                                      | 2.0                  | \$5,000.00 | \$10,000.00 | 2.0                                    | \$10,000.00 | 0.0              | \$0.00 | \$0.00  | 2.0   | \$10,000.00 | 100.00%   | \$0.00                         | \$1,000.00     |
| 37            | None           | 12" Wet Connection                                     | 1.0                  | \$5,500.00 | \$5,500.00  | 1.0                                    | \$5,500.00  | 0.0              | \$0.00 | \$0.00  | 1.0   | \$5,500.00  | 100.00%   | \$0.00                         | \$550.00       |
| 38            | None           | 1" Air Release Valve                                   | 3.0                  | \$4,000.00 | \$12,000.00 | 3.0                                    | \$12,000.00 | 0.0              | \$0.00 | \$0.00  | 3.0   | \$12,000.00 | 100.00%   | \$0.00                         | \$1,200.00     |
| 39            | None           | Removed Existing 12" PVC                               | 34.0                 | \$15.00    | \$510.00    | 34.0                                   | \$510.00    | 0.0              | \$0.00 | \$0.00  | 34.0  | \$510.00    | 100.00%   | \$0.00                         | \$51.00        |
| 40            | None           | Trench Safety  | 3004.0               | \$2.00     | \$6,008.00  | 3004.0                                 | \$6,008.00  | 0.0              | \$0.00 | \$0.00  | 3004.0  | \$6,008.00  | 100.00%   | \$0.00                         | \$600.80       |
| 41            | None           | Staking  | 3004.0               | \$1.15     | \$3,454.60  | 3004.0                                 | \$3,454.60  | 0.0              | \$0.00 | \$0.00  | 3004.0  | \$3,454.60  | 100.00%   | \$0.00                         | \$345.46       |
| 42            | None           | Staking Services                                       | 1.0                  | \$1,650.00 | \$1,650.00  | 1.0                                    | \$1,650.00  | 0.0              | \$0.00 | \$0.00  | 1.0   | \$1,650.00  | 100.00%   | \$0.00                         | \$165.00       |
| 43            | None           | 8" PVC SDR26 0-8'                                      | 404.0                | \$42.00    | \$16,968.00 | 404.0                                  | \$16,968.00 | 0.0              | \$0.00 | \$0.00  | 404.0   | \$16,968.00 | 100.00%   | \$0.00                         | \$1,696.80     |
| 44            | None           | 8" PVC SDR26 8-10'                                     | 1032.0               | \$46.00    | \$47,472.00 | 1032.0                                 | \$47,472.00 | 0.0              | \$0.00 | \$0.00  | 1032.0  | \$47,472.00 | 100.00%   | \$0.00                         | \$4,747.20     |
| 45            | None           | 8" PVC SDR26 10-12'                                    | 262.0                | \$50.00    | \$13,100.00 | 262.0                                  | \$13,100.00 | 0.0              | \$0.00 | \$0.00  | 262.0   | \$13,100.00 | 100.00%   | \$0.00                         | \$1,310.00     |
| 46            | None           | Double Service New on New WW Line                      | 16.0                 | \$1,500.00 | \$24,000.00 | 16.0                                   | \$24,000.00 | 0.0              | \$0.00 | \$0.00  | 16.0  | \$24,000.00 | 100.00%   | \$0.00                         | \$2,400.00     |
| 47            | None           | Double Service New on Ex. WW Line                      | 2.0                  | \$1,500.00 | \$3,000.00  | 2.0                                    | \$3,000.00  | 0.0              | \$0.00 | \$0.00  | 2.0   | \$3,000.00  | 100.00%   | \$0.00                         | \$300.00       |
| 48            | None           | Double Service New Coring Ex. MH                       | 1.0                  | \$2,000.00 | \$2,000.00  | 1.0                                    | \$2,000.00  | 0.0              | \$0.00 | \$0.00  | 1.0   | \$2,000.00  | 100.00%   | \$0.00                         | \$200.00       |
| 49            | None           | Double Service Ex. Adjusted to Finished Location/Grade | 1.0                  | \$1,000.00 | \$1,000.00  | 1.0                                    | \$1,000.00  | 0.0              | \$0.00 | \$0.00  | 1.0   | \$1,000.00  | 100.00%   | \$0.00                         | \$100.00       |

| A<br>ITEM NO. | B<br>COST CODE | C<br>DESCRIPTION OF WORK  | D<br>SCHEDULED VALUE |             |             | E<br>FROM PREVIOUS APPLICATION (D + E) |             | F<br>THIS PERIOD |             | G<br>MATERIALS PRESENTLY STORED (NOT IN D OR E) | H<br>TOTAL COMPLETED AND STORED TO DATE (D + E + F) |             |           | I<br>BALANCE TO FINISH (C - G) | J<br>RETAINAGE |
|---------------|----------------|---|----------------------|-------------|-------------|--|-------------|------------------|-------------|---|---|-------------|-----------|--------------------------------|----------------|
|               |                |   | QTY                  | UNIT PRICE  | VALUE       | QTY                                    | VALUE       | QTY              | VALUE       |   | QTY   | VALUE       | % (G / C) |                                |                |
| 50            | None           | Single Service New on New WW Line                                 | 4.0                  | \$1,300.00  | \$5,200.00  | 4.0                                    | \$5,200.00  | 0.0              | \$0.00      | \$0.00  | 4.0   | \$5,200.00  | 100.00%   | \$0.00                         | \$520.00       |
| 51            | None           | Single Service by Modifying Ex Double Service                     | 2.0                  | \$1,000.00  | \$2,000.00  | 2.0                                    | \$2,000.00  | 0.0              | \$0.00      | \$0.00  | 2.0   | \$2,000.00  | 100.00%   | \$0.00                         | \$200.00       |
| 52            | None           | Single Service Ex. Adjusted to Finished Location/Grade            | 3.0                  | \$1,000.00  | \$3,000.00  | 3.0                                    | \$3,000.00  | 0.0              | \$0.00      | \$0.00  | 3.0   | \$3,000.00  | 100.00%   | \$0.00                         | \$300.00       |
| 53            | None           | Cut-Plug-Abandon Ex Double Service                                | 3.0                  | \$1,000.00  | \$3,000.00  | 3.0                                    | \$3,000.00  | 0.0              | \$0.00      | \$0.00  | 3.0   | \$3,000.00  | 100.00%   | \$0.00                         | \$300.00       |
| 54            | None           | Adjust Manhole Castings- Existing                                 | 6.0                  | \$250.00    | \$1,500.00  | 6.0                                    | \$1,500.00  | 0.0              | \$0.00      | \$0.00  | 6.0   | \$1,500.00  | 100.00%   | \$0.00                         | \$150.00       |
| 55            | None           | Wastewater Manhole 4' Diameter                                    | 7.0                  | \$5,000.00  | \$35,000.00 | 7.0                                    | \$35,000.00 | 0.0              | \$0.00      | \$0.00  | 7.0   | \$35,000.00 | 100.00%   | \$0.00                         | \$3,500.00     |
| 56            | None           | Extra Depth Manholes 4' Diameter                                  | 6.0                  | \$500.00    | \$3,000.00  | 6.0                                    | \$3,000.00  | 0.0              | \$0.00      | \$0.00  | 6.0   | \$3,000.00  | 100.00%   | \$0.00                         | \$300.00       |
| 57            | None           | Wastewater Drop Manhole 5' Diameter constructed on Ex. WW Manhole | 1.0                  | \$6,000.00  | \$6,000.00  | 1.0                                    | \$6,000.00  | 0.0              | \$0.00      | \$0.00  | 1.0   | \$6,000.00  | 100.00%   | \$0.00                         | \$600.00       |
| 58            | None           | Extra depth 5' Manholes   | 7.0                  | \$500.00    | \$3,500.00  | 7.0                                    | \$3,500.00  | 0.0              | \$0.00      | \$0.00  | 7.0   | \$3,500.00  | 100.00%   | \$0.00                         | \$350.00       |
| 59            | None           | Connect to and Construct Drop Structure on Ex. WW Manhole         | 1.0                  | \$10,000.00 | \$10,000.00 | 1.0                                    | \$10,000.00 | 0.0              | \$0.00      | \$0.00  | 1.0   | \$10,000.00 | 100.00%   | \$0.00                         | \$1,000.00     |
| 60            | None           | Adjust Manhole Castings- New                                      | 8.0                  | \$250.00    | \$2,000.00  | 2.0                                    | \$500.00    | 6.0              | \$1,500.00  | \$0.00  | 8.0   | \$2,000.00  | 100.00%   | \$0.00                         | \$200.00       |
| 61            | None           | Trench Safety   | 1698.0               | \$2.00      | \$3,396.00  | 1698.0                                 | \$3,396.00  | 0.0              | \$0.00      | \$0.00  | 1698.0  | \$3,396.00  | 100.00%   | \$0.00                         | \$339.60       |
| 62            | None           | Staking   | 1698.0               | \$1.15      | \$1,952.70  | 1698.0                                 | \$1,952.70  | 0.0              | \$0.00      | \$0.00  | 1698.0  | \$1,952.70  | 100.00%   | \$0.00                         | \$195.27       |
| 63            | None           | Staking Services  | 1.0                  | \$1,275.00  | \$1,275.00  | 1.0                                    | \$1,275.00  | 0.0              | \$0.00      | \$0.00  | 1.0   | \$1,275.00  | 100.00%   | \$0.00                         | \$127.50       |
| 64            | None           | Reveg ROW   | 6239.0               | \$0.50      | \$3,119.50  | 0.0                                    | \$0.00      | 6239.0           | \$3,119.50  | \$0.00  | 6239.0  | \$3,119.50  | 100.00%   | \$0.00                         | \$311.95       |
| 65            | None           | Reveg OFFSITE   | 8195.0               | \$0.50      | \$4,097.50  | 0.0                                    | \$0.00      | 8195.0           | \$4,097.50  | \$0.00  | 8195.0  | \$4,097.50  | 100.00%   | \$0.00                         | \$409.75       |
| 66            | None           | SCE   | 1.0                  | \$1,500.00  | \$1,500.00  | 1.0                                    | \$1,500.00  | 0.0              | \$0.00      | \$0.00  | 1.0   | \$1,500.00  | 100.00%   | \$0.00                         | \$150.00       |
| 67            | None           | Silt Fence- Site Construction                                     | 3848.0               | \$2.50      | \$9,620.00  | 3848.0                                 | \$9,620.00  | 0.0              | \$0.00      | \$0.00  | 3848.0  | \$9,620.00  | 100.00%   | \$0.00                         | \$962.00       |
| 68            | None           | Silt Fence- Post Construction                                     | 4537.0               | \$2.50      | \$11,342.50 | 0.0                                    | \$0.00      | 4537.0           | \$11,342.50 | \$0.00  | 4537.0  | \$11,342.50 | 100.00%   | \$0.00                         | \$1,134.25     |
| 69            | None           | Rock Berm (2 @ 20 LF Each)  | 40.0                 | \$50.00     | \$2,000.00  | 0.0                                    | \$0.00      | 40.0             | \$2,000.00  | \$0.00  | 40.0  | \$2,000.00  | 100.00%   | \$0.00                         | \$200.00       |
| 70            | None           | Inlet Protection  | 11.0                 | \$100.00    | \$1,100.00  | 0.0                                    | \$0.00      | 11.0             | \$1,100.00  | \$0.00  | 11.0  | \$1,100.00  | 100.00%   | \$0.00                         | \$110.00       |
| 71            | None           | Concrete Washout  | 1.0                  | \$750.00    | \$750.00    | 1.0                                    | \$750.00    | 0.0              | \$0.00      | \$0.00  | 1.0   | \$750.00    | 100.00%   | \$0.00                         | \$75.00        |
| 72            | None           | Staking- Erosion Controls   | 1.0                  | \$750.00    | \$750.00    | 1.0                                    | \$750.00    | 0.0              | \$0.00      | \$0.00  | 1.0   | \$750.00    | 100.00%   | \$0.00                         | \$75.00        |

| ITEM NO. | COST CODE | DESCRIPTION OF WORK         | SCHEDULED VALUE |            |              | FROM PREVIOUS APPLICATION (D + E) |              | THIS PERIOD |             | MATERIALS PRESENTLY STORED (NOT IN D OR E) | TOTAL COMPLETED AND STORED TO DATE (D + E + F) |              |           | BALANCE TO FINISH (C - G) | RETAINAGE   |
|----------|-----------|-----------------------------|-----------------|------------|--------------|-----------------------------------|--------------|-------------|-------------|--|--|--------------|-----------|---------------------------|-------------|
|          |           |                             | QTY             | UNIT PRICE | VALUE        | QTY                               | VALUE        | QTY         | VALUE       |  | QTY  | VALUE        | % (G / C) |                           |             |
| 73       | None      | ESC Matting Class 2, Type E | 291.0           | \$2.00     | \$582.00     | 0.0                               | \$0.00       | 291.0       | \$582.00    | \$0.00                                     | 291.0  | \$582.00     | 100.00%   | \$0.00                    | \$58.20     |
| TOTALS:  |           |                             |                 |            | \$958,050.55 |                                   | \$929,234.05 |             | \$25,816.50 | \$0.00                                     |  | \$955,050.55 | 99.69%    | \$3,000.00                | \$95,505.06 |

Change Orders

| ITEM NO. | DESCRIPTION OF WORK  | SCHEDULED VALUE |              |              | FROM PREVIOUS APPLICATION (D + E) |              | THIS PERIOD |        | MATERIALS PRESENTLY STORED (NOT IN D OR E) | TOTAL COMPLETED AND STORED TO DATE (D + E + F) |              |           | BALANCE TO FINISH (C - G) | RETAINAGE  |
|----------|--|-----------------|--------------|--------------|-----------------------------------|--------------|-------------|--------|--|--|--------------|-----------|---------------------------|------------|
|          |  | QTY             | UNIT PRICE   | VALUE        | QTY                               | VALUE        | QTY         | VALUE  |  | QTY  | VALUE        | % (G / C) |                           |            |
| 74       | PGCC#001   |                 |              |              |                                   |              |             |        |  |  |              |           |                           |            |
| 74.1     | 04-200 Deduct- Double Service Ex. Adjusted to Finished Grade | 1.0             | \$(1,300.00) | \$(1,300.00) | 1.0                               | \$(1,300.00) | 0.0         | \$0.00 | \$0.00                                     | 1.0  | \$(1,300.00) | 100.00%   | \$0.00                    | \$(130.00) |
| 74.2     | 04-200 Deduct- Single Service Ex. Adjusted to Finished Grade | 3.0             | \$(1,000.00) | \$(3,000.00) | 3.0                               | \$(3,000.00) | 0.0         | \$0.00 | \$0.00                                     | 3.0  | \$(3,000.00) | 100.00%   | \$0.00                    | \$(300.00) |
| 74.3     | 04-200 Add- Double Service New on Ex Line                    | 3.0             | \$1,500.00   | \$4,500.00   | 3.0                               | \$4,500.00   | 0.0         | \$0.00 | \$0.00                                     | 3.0  | \$4,500.00   | 100.00%   | \$0.00                    | \$450.00   |
| 74.4     | 04-200 Add- Single Service New on Ex Line                    | 7.0             | \$1,500.00   | \$10,500.00  | 7.0                               | \$10,500.00  | 0.0         | \$0.00 | \$0.00                                     | 7.0  | \$10,500.00  | 100.00%   | \$0.00                    | \$1,050.00 |
| TOTALS:  |  |                 |              | \$10,700.00  |                                   | \$10,700.00  |             | \$0.00 | \$0.00                                     |  | \$10,700.00  | 100.00%   | \$0.00                    | \$1,070.00 |

Grand Totals

| ITEM NO.      | DESCRIPTION OF WORK | SCHEDULED VALUE |  |              | FROM PREVIOUS APPLICATION (D + E) |              | THIS PERIOD |             | MATERIALS PRESENTLY STORED (NOT IN D OR E) | TOTAL COMPLETED AND STORED TO DATE (D + E + F) | % (G / C) | BALANCE TO FINISH (C - G) | RETAINAGE   |
|---------------|---------------------|-----------------|--|--------------|-----------------------------------|--------------|-------------|-------------|--|--|-----------|---------------------------|-------------|
| GRAND TOTALS: |                     |                 |  | \$968,750.55 |                                   | \$939,934.05 |             | \$25,816.50 | \$0.00                                     | \$965,750.55                                   | 99.69%    | \$3,000.00                | \$96,575.06 |

NOTICE

This document waives rights unconditionally and states that you have been paid for giving up those rights. It is prohibited for a person to require you to sign this document if you have not been paid the payment amount set forth below.

UNCONDITIONAL WAIVER AND RELEASE ON PROGRESS PAYMENT

Project Lakeside @ Blackhawk III, phase 4 Utilities

Job No. 2004U

The signer of this document has been paid and has received a progress payment in the sum of \$ 72,709.20 for all labor, services, equipment, or materials furnished to the property or to Patin Construction LLC (person with whom signer contracted) on the property of Lakeside Water Control and Improvement District No. 2C (owner) located at Pflugerville TX (location) to the following extent: Lakeside @ Blackhawk III, phase 4 Utilities (job description). The signer therefore waives and releases any mechanic's lien right, any right arising from a payment bond that complies with a state or federal statute, any common law payment bond right, any claim for payment, and any rights under any similar ordinance, rule, or statute related to claim or payment rights for persons in the signer's position that the signer has on the above referenced project to the following extent:

This release covers a progress payment for all labor, services, equipment, or materials furnished to the property or to Patin Construction LLC (person with whom signer contracted) as indicated in the attached statement(s) or progress payment request(s), except for unpaid retention, pending modifications and changes, or other items furnished.

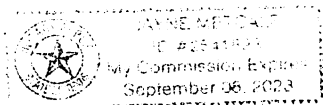
The signer warrants that the signer has already paid or will use the funds received from this progress payment to promptly pay in full all of the signer's laborers, subcontractors, materialmen, and suppliers for all work, materials, equipment, or services provided for or to the above referenced project in regard to the attached statement(s) or progress payment request(s).

Date 7/20/2020

By [Signature]

SWORN TO AND SUBSCRIBED BEFORE ME on this 20th day of July, 2020

Notary Public Signature



[Signature]

**SECTION H**  
**CONDITIONAL WAIVER AND RELEASE ON PROGRESS PAYMENT**

Project: Lakeside @ Blackhawk III, ph. 4 Utilities

Job No. 2004U

On receipt by the signer of this document of a check from Lakeside Water Control and Improvement District No. 2C in the sum of \$23,234.85 payable to Patin Construction I.L.C. and when the check has been properly endorsed and has been paid by the bank on which it is drawn, this document becomes effective to release any mechanic's lien right, any right arising from a payment bond that complies with a state or federal statute, any common law payment bond right, any claim for payment, and any rights under any similar ordinance, rule, or statute related to claim or payment rights for persons in the signer's position that the signer has on the property of Lakeside Water Control and Improvement District No. 2C, located at: Pflugerville TX, 78660 to the following extent: Lakeside @ Blackhawk III, ph. 4 Utilities (job description).

This release covers a progress payment for all labor, services, equipment, or materials furnished to the property or to Lakeside Water Control Improvement District No. 2C, as indicated in the attached statement(s) or progress payment request(s), except for unpaid retention, pending modifications and changes, or other items furnished.

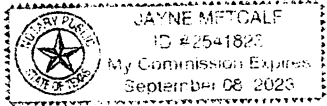
Before any recipient of this document relies on this document, the recipient should verify evidence of payment to the signer.

The signer warrants that the signer has already paid or will use the funds received from this progress payment to promptly pay in full all of the signer's laborers, subcontractors, materialmen, and suppliers for all work, materials, equipment, or services provided for or to the above referenced project in regard to the attached statement(s) or progress payment request(s).

Date 7/20/2020  
Patin Construction I.L.C. (Company name)  
By [Signature] (Signature)  
[Title] (Title)"

SUBSCRIBED AND SWORN TO BEFORE ME this the 20th day of July, 2020.

[Signature]  
NOTARY PUBLIC, in and for the State of Texas  
My Commission Expires: 9/08/2023



**SECTION II**  
**CONDITIONAL WAIVER AND RELEASE ON PROGRESS PAYMENT**

Project: Lakeside @ Blackhawk III, ph. 4 Utilities

Job No. 2004U

On receipt by the signer of this document of a check from Lakeside Water Control and Improvement District No. 2C in the sum of \$23,234.85 payable to Patin Construction LLC, and when the check has been properly endorsed and has been paid by the bank on which it is drawn, this document becomes effective to release any mechanic's lien right, any right arising from a payment bond that complies with a state or federal statute, any common law payment bond right, any claim for payment, and any rights under any similar ordinance, rule, or statute related to claim or payment rights for persons in the signer's position that the signer has on the property of Lakeside Water Control and Improvement District No. 2C, located at: Pflugerville TX, 78660 to the following extent: Lakeside @ Blackhawk III, ph. 4 Utilities (job description).

This release covers a progress payment for all labor, services, equipment, or materials furnished to the property or to Lakeside Water Control Improvement District No. 2C, as indicated in the attached statement(s) or progress payment request(s), except for unpaid retention, pending modifications and changes, or other items furnished.

Before any recipient of this document relies on this document, the recipient should verify evidence of payment to the signer.

The signer warrants that the signer has already paid or will use the funds received from this progress payment to promptly pay in full all of the signer's laborers, subcontractors, materialmen, and suppliers for all work, materials, equipment, or services provided for or to the above referenced project in regard to the attached statement(s) or progress payment request(s).

Date: 7/20/2020  
Patin Construction LLC (Company name)

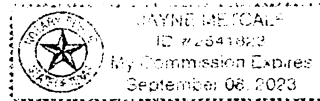
By: \_\_\_\_\_ (Signature)

\_\_\_\_\_ (Title)

SUBSCRIBED AND SWORN TO BEFORE ME this the 20<sup>th</sup> day of July, 2020.

Jayne Metcalf  
NOTARY PUBLIC, in and for the State of Texas

My Commission Expires: 9/8/2023



## Agenda Item No. 7

Discuss, consider, and take action as necessary concerning Resolution Authorizing Application to the Texas Commission on Environmental Quality for Approval of the Use of Surplus Funds.

THE STATE OF TEXAS  
COUNTY OF TRAVIS

§  
§  
§

LAKESIDE WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2C  
RESOLUTION REQUESTING APPROVAL AND AUTHORIZING APPLICATION TO THE  
TEXAS COMMISSION ON ENVIRONMENTAL QUALITY  
FOR THE USE OF SURPLUS BOND FUNDS

WHEREAS, Lakeside Water Control and Improvement District No. 2C (the "District") has been duly and lawfully created by division of Lakeside Water Control and Improvement District No. 2 (the "Original District"), pursuant to Sections 51.748 through 51.758 of the Texas Water Code, and operates pursuant to the terms and provisions of Article XVI, Section 59 of the Texas Constitution, and Chapters 49 and 51 of the Texas Water Code;

WHEREAS, the Texas Commission on Environmental Quality (the "Commission"), by Order dated December 9, 2019 (the "Bond Order"), approved the issuance of \$4,815,000 of unlimited tax bonds (the "2020 Bonds") by the District for the purpose or purposes of purchasing, constructing, or otherwise acquiring a waterworks system, a sanitary sewer system, and a drainage and storm water system for said district, and additions, extensions and improvements thereto and purchasing or otherwise acquiring any and all property, contract rights, rights of use, and interests in property necessary, appropriate or incident to the purchase, construction, or other acquisition of such waterworks system, sanitary sewer system, and drainage and storm sewer system, and additions, extensions and improvements thereto, including, but not limited to, water impact fees for water service;

WHEREAS, the Board of Directors of the District desires to request authority from the Commission to use surplus funds derived from the sale of the 2020 Bonds in the approximate amount of \$ \_\_\_\_\_, including interest currently held within the District's Capital Projects Fund Account, to be applied toward the purchase of \_\_\_\_\_;

WHEREAS, pursuant to 30 Texas Administrative Code ("TAC") § 293.50(b), the Commission may authorize the reimbursement of developer interest for a period in excess of two years, up to a period of five years, if (1) the actual costs incurred by the developer plus the total allowed interest does not exceed the present day costs for the facilities at the time of purchase, or (2) the sum of the accrued developer interest and the capitalized interest included in the bond issue does not exceed four years' interest on the total bond issue;

WHEREAS, the Board of Directors of the District desires to request authority from the Commission to reimburse a developer within the District for more than two years accrued interest in accordance with 30 TAC § 293.50(b); and

WHEREAS, the Board of Directors of the District desires to request an exemption from the Commission regarding the thirty percent developer contribution rule in accordance with 30 TAC § 293.47(a)(2).

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF LAKESIDE WATER CONTROL AND IMPROVEMENT DISTRICT NO. 2C AS FOLLOWS:

Section 1. The recitals stated above are true and correct.

Section 2. The Board of Directors of the District requests the Commission's approval of the use of up to \$ \_\_\_\_\_ in surplus funds derived from the sale of the 2020 Bonds, currently held in the District's Capital Projects Fund Account, to be applied toward the purchase of \_\_\_\_\_;

Section 3. The President and Secretary of the Board of Directors are authorized and directed as follows:

- (1) To prepare and file an application at the Commission requesting the use of surplus funds in accordance with the provisions of Section 2, above.
- (2) To request approval from the Commission to reimburse more than two years of interest to the developer in accordance with 30 TAC § 293.50(b).
- (3) To request an exemption from the Commission from the thirty percent developer contribution rule in accordance with 30 TAC § 293.47(a)(2) , because the District's ratio of debt to certified assessed value is 10% or less, as such terms are defined in 30 TAC § 293.47(b).

Section 4. The President and Secretary of the Board of Directors, Jones-Heroy & Associates, Inc., the District's engineer, the District's attorneys, and the District's financial advisor are authorized and directed to do any and all things necessary and proper in connection with this application.

Section 5. A certified copy of this Resolution shall constitute an application on behalf of the District for the approvals set forth above.

PASSED AND APPROVED the 11th day of August, 2020.

\_\_\_\_\_  
David Wang, President  
Board of Directors

ATTEST:

\_\_\_\_\_  
Larry English, Secretary  
Board of Directors

## Agenda Item No. 8

Receive recreational facilities report and take action as necessary concerning same, including, but not limited to, operations, maintenance, and/or improvements related to existing recreational facilities.

**RECREATIONAL FACILITIES REPORT**  
**FOR PARK AT BLACKHAWK RECREATIONAL FACILITIES**

**August 5, 2020**

**I. BUDGETED MAINTENANCE AND REPAIR PROJECTS IN REMAINDER OF DISTRICTS' FISCAL YEAR (AND ESTIMATED COSTS)**

**II. OTHER ISSUES FOR DISTRICTS' ATTENTION AND/OR APPROVAL (CONDITIONS OF BUILDINGS, EQUIPMENT, IRRIGATION SYSTEM, BUDGET VARIANCES, OUTCOME OF BIDDING OF WORK, ETC.)**

**III. UNBUDGETED ITEMS THAT NEEDED ATTENTION/WORK COMPLETION**

- a) Railing to be added to off Eire Dr. and Blarney Rd. Railing will be installed along with a sign stating boat entry is prohibited. Cost for 40ft rail is \$1,600.00. Quote from Viking Fence is attached : 8/5/2020 UPDATE- Waiting on completion of project
- b) Water Fountain Replacement- I have attached a quote to replace the water fountain at the playground located at the Amenity Center. The one we currently have has continued to have issues. I am suggesting we upgrade to a fountain that is ADA compliant, as well as offers a dog bowl at the bottom for residents who walk their dogs on the trails. We have had an influx of residents bringing their dogs in the facility during UPDATE: 8/5/2020 Project pending completion. Fountain needed is on back order

**IV. DISCUSSION FOR WCID**

- a) HOA was approached by Mr. and Mrs. Kleppe who reside at 20613 Pinewalk Dr. about requesting a pocket type park be out in behind their home. They have gathered signatures from neighbors who ok'd this request be asked. I have attached their proposal for review and discussions. UPDATE: 8/5/2020 I am leaving this subject on the report for discussion purposes. Will remove at WCID request if needed

**Recreational Facilities Report for Reserve at Westcreek  
Reporting Period June 1- 30, 2020**

**1. List maintenance and repair projects identified or started during the reporting period, current status, costs, and budget**

- 1.
- 2.
- 3.
- 4.
- 5.

**2. Planned maintenance and repair projects in remainder of RWC fiscal year, estimated costs and budget**

**3. Other issues for Districts' attention and/or approval (conditions of buildings, equipment, irrigation system, budget variances, outcome of bidding work, etc.)**

- 1.
- 2.
- 3.
- 4.
- 5.

**Budget trending/issues identified for January 2020 (see detail on "WCID" tab):**

No budget issues in June. Expenses are 9% of total budget with 25% of the budget year elapsed (Calendar Year Budget Cycle). Only one line items have exceeded the 25% trend (discussed below) but overall the budget spending is being managed closely and overspending in some line items will be offset by savings in others.

L **6402** Cleaning costs have gone up temporarily due to the dust from the floor project.

**Upcoming Projects:**

- 1.
- 2.

**Agenda Item No. 9**

**Discuss, consider, and take action as necessary  
concerning adoption of resolution amending  
2019–2020 District Budget.**

**RESOLUTION AMENDING 2019-2020 DISTRICT BUDGET**

THE STATE OF TEXAS           §  
  §  
COUNTY OF TRAVIS           §

**WHEREAS**, a regular meeting of the Board of Directors of Lakeside Water Control and Improvement District No. 2C (the "District") was held on August 11, 2020.

**WHEREAS**, the Board of Directors projected the operating expenses and revenues for the District for the period October 1, 2019 through September 30, 2020, and adopted a budget consistent therewith;

**WHEREAS**, the Board of Directors is of the opinion that the District's budget should be amended to reflect adjustments made to the operating expenses and revenues of the District; and

**NOW THEREFORE BE IT RESOLVED THAT:**

1. The Board of Directors considered and approved an amendment to the District's budget, attached hereto as "Exhibit A", and incorporated herein for all purposes, adjusting the operating expenses and revenues for the District for the period of October 1, 2019 through September 30, 2020.
2. The Secretary of the Board of Directors is hereby directed to file a copy of this Resolution Amending the 2019-2020 District Budget in the official records of the District.

**ADOPTED** this 11th day of August, 2020.

**LAKESIDE WATER CONTROL AND  
IMPROVEMENT DISTRICT NO. 2C**

---

David Wang, President

ATTEST:

---

Larry English, Secretary

[DISTRICT SEAL]

## Agenda Item No. 11

Receive a report and consider action as necessary concerning proposed tax rate for 2020, including scheduling a public hearing on a proposed tax rate.

# TRAVIS CENTRAL APPRAISAL DISTRICT

## BOARD OFFICERS

James Valadez  
Chairperson  
Bruce Grube  
Vice Chairperson  
Theresa Bastian  
Secretary/Treasurer



Marya Crigler  
Chief Appraiser

## BOARD MEMBERS

Tom Buckle  
Bruce Elfant  
Anthony Nguyen  
Eleanor Powell  
Ryan Steglich  
Felipe Ulloa  
Blanca Zamora-Garcia

July 24, 2020

LAKESIDE WCID NO 2C  
DAVID WANG, PRESIDENT  
C/O FRED CASTRO  
816 CONGRESS AVE STE 1900  
AUSTIN, TX 78701

Senate Bill 2 passed by the 86th legislature enacted several changes and new requirements for certification of the appraisal roll and setting of tax rates beginning in 2020.

In accordance with Tax Code Section 26.01(a-1), enclosed is the 2020 Certified Estimate information for your taxing unit. The Certified Estimate shall be used to calculate the no-new-revenue tax rate and the voter-approval tax rate, per Tax Code Section 26.04(c-2). For the Certified Estimate, value remaining under protest is reported, pursuant to Tax Code Section 26.01(c), as the owner's opinion of value or the preceding year's value, whichever is lower. Accordingly, it is a conservative estimate.

Senate Bill 2 also modified Truth in Taxation and the information page has been revised to include additional fields needed to complete the Comptroller's most recent tax rate worksheets. In addition, the calculated tax rates and hearing date information should be posted to the taxing unit portal maintained by the appraisal district, as established in Tax Code Section 26.17(e). For taxing units required to comply with Tax Code Section 26.04, the 26.17(e) postings should be completed no later than August 7, 2020.

Please feel free to contact me if you have any questions or need additional information.

Sincerely,

A handwritten signature in black ink, appearing to read "Marya Crigler", is written over a circular stamp that is partially obscured by the signature.

Marya Crigler  
Chief Appraiser  
mcrigler@tcadcentral.org  
(512) 834-9317 ext. 337

# TRAVIS CENTRAL APPRAISAL DISTRICT

**BOARD OFFICERS**

James Valadez  
Chairperson  
Bruce Grube  
Vice Chairperson  
Theresa Bastian  
Secretary/Treasurer



Marya Crigler  
Chief Appraiser

**BOARD MEMBERS**

Tom Buckle  
Bruce Elfant  
Anthony Nguyen  
Eleanor Powell  
Ryan Steglich  
Felipe Ulloa  
Blanca Zamora-Garcia

## CERTIFIED ESTIMATE OF 2020 APPRAISED VALUES

July 24, 2020

LAKESIDE WCID NO 2C

Jurisdiction No. 91

Entity ID: 1136

I, Marya Crigler, Chief Appraiser of the Travis Central Appraisal District, hereby certify that the estimated 2020 appraised value for this jurisdiction is:

| APPROVED APPRAISAL ROLL |                    | PROPERTY UNDER PROTEST |                   |
|-------------------------|--------------------|------------------------|-------------------|
| Number of Accounts      | Market Values      | Number of Accounts     | Market Values     |
| 878                     | 256,586,755        | 213                    | 48,512,746        |
| 10                      | 153,207            | 1                      | 14,915            |
| <u>888</u>              | <u>256,739,962</u> | <u>214</u>             | <u>48,527,661</u> |
|                         |                    | REAL PROPERTY          |                   |
|                         |                    | PERSONAL PROPERTY      |                   |
|                         |                    | TOTAL                  |                   |

| EXEMPTIONS         |                  |                    |   |
|--------------------|------------------|--------------------|---|
| Number of Accounts | Exemption Amount | Number of Accounts | Exemption Amount                        |
|                    |                  |                    | AG                                      |
|                    | 133,711          |                    | HOMESTEAD CAP ABATEMENT                 |
|                    |                  |                    | CHODO / CLT/ LIH                        |
|                    |                  |                    | DISABLED PERSON                         |
| 35                 | 304,000          | 2                  | DISABLED VETERAN                        |
| 28                 | 9,794,769        | 3                  | DV/FR 100% HS                           |
|                    |                  |                    | ECONOMIC DEV                            |
|                    |                  |                    | ENERGY EXEMPT                           |
| 34                 | 9,601,585        |                    | EXEMPT 366                              |
|                    |                  |                    | FREEPORT                                |
|                    |                  |                    | GOODS IN TRANSIT                        |
|                    |                  |                    | HISTORIC                                |
|                    |                  |                    | HOMESTEAD                               |
|                    |                  |                    | HOMESTEAD OV65                          |
|                    |                  |                    | POLLUTION CONTROL                       |
| 19                 | 168,194          | 2                  | SOLAR VEHICLE                           |
|                    |                  |                    |   |
|                    | 236,737,703      |                    | NET AFTER EXEMPTIONS                    |
|                    |                  |                    |   |
|                    |                  |                    | SECTION 26.01 (c) VALUE UNDER PROTEST : |
|                    |                  |                    | 32,588,686                              |

|                          |                    |
|--------------------------|--------------------|
| <b>NET TAXABLE VALUE</b> | <b>269,326,389</b> |
|--------------------------|--------------------|

MARYA CRIGLER  
CHIEF APPRAISER



# 2020 CERTIFIED ESTIMATE INFORMATION

July 24, 2020

LAKESIDE WCID NO 2C

Juris: 9I

Entity 1136

## Tax Rate Worksheet Information (numbering based on form 50-856)

|  |             |
|--|-------------|
| 1. 2019 total taxable value  | 244,098,663 |
| 2. 2019 tax ceiling  |             |
| 4. 2019 total adopted tax rate   | 0.9700      |
| 5. 2019 taxable value lost because of court appeals of ARB decisions reduced 2019 appraised value      |             |
| A. Original 2019 ARB Values  |             |
| B. 2019 values resulting from final court decisions  |             |
| 6. 2019 taxable value subject to an appeal under Chapter 42, as of July 25.                            |             |
| A. 2019 ARB Certified Value  |             |
| B. 2019 disputed value   |             |
| 9. 2019 taxable value of property in territory the taxing unit deannexation after Jan 1, 2019          |             |
| 10. 2019 taxable value lost because a property first qualified for exemption in 2020                   |             |
| A. Absolute exemptions   | 148,080     |
| B. Partial exemptions and amount exempt due to an increased exemption                                  | 3,440,060   |
| 11. 2019 taxable value lost because property first qualified for agricultural appraisal in 2020        |             |
| A. 2019 market value   |             |
| B. 2020 productivity value   |             |
| 18. Total 2020 taxable value on certified appraisal roll today   |             |
| A. Certified taxable   | 236,737,703 |
| C. Pollution control and energy storage system exemption   |             |
| D. Tax increment financing   |             |
| 19. Total value of properties under protest or not on certified appraisal roll                         |             |
| A. 2020 taxable value of properties under protest  | 32,588,686  |
| B. 2020 value of properties not under protest or included on certified appraisal roll                  |             |
| 20. 2020 tax ceiling   |             |
| 22. Total 2020 taxable value of properties in territory annexed after Jan 1, 2019                      |             |
| 23. Total 2020 taxable value of new improvements and new personal property located in new improvements | 36,706,277  |

## Notice of Public Hearing - Budget/Tax Rate Information

|   |             |
|---|-------------|
| 2019 Average appraised value of properties with a homestead exemption | 321,031     |
| 2019 Total appraised value of all property                            | 261,483,573 |
| 2019 Total appraised value of all new property                        | 25,654,817  |
| 2019 Average taxable value of properties with a homestead exemption   | 320,728     |
| 2019 Total taxable value of all property                              | 244,098,663 |
| 2019 Total taxable value of all new property                          | 25,003,949  |
| 2020 Average appraised value of properties with a homestead exemption | 327,148     |
| 2020 Total appraised value of all property                            | 305,267,623 |
| 2020 Total appraised value of all new property                        | 38,864,508  |
| 2020 Average taxable value of properties with a homestead exemption   | 326,952     |
| 2020 Total taxable value of all property                              | 269,326,389 |
| 2020 Total taxable value of all new property                          | 36,706,277  |
| 2020 Tax base reduction due to frozen taxes                           |             |
| 2020 Over-65 collectible levy   |             |

**2020 I&S TAX RATE ANALYSIS**

Lakeside Water Control & Improvement District No. 2C

| Tax Year     | Projected Assessed Valuation* | Projected I&S Tax Rate | Cldr Year | Beginning Fund Balance** | Tax Collections 98.0% | Interest Income 1.0% | Total Funds Available | Debt Service Payments | Ending Fund Balance | Percent of Next Year's Payments |
|--------------|-------------------------------|------------------------|-----------|--------------------------|-----------------------|----------------------|-----------------------|-----------------------|---------------------|---------------------------------|
| 2014         | 84,945,878                    | 0.6400                 |           |                          |                       |                      |                       |                       |                     |                                 |
| 2015         | 106,203,686                   | 0.5900                 |           |                          |                       |                      |                       |                       |                     |                                 |
| 2016         | 135,677,399                   | 0.7500                 |           |                          |                       |                      |                       |                       |                     |                                 |
| 2017         | 173,014,685                   | 0.6600                 |           |                          |                       |                      |                       |                       |                     |                                 |
| 2018         | 207,742,144                   | 0.5500                 |           |                          |                       |                      |                       |                       |                     |                                 |
| 2019         | 244,098,663                   | 0.6200                 |           |                          |                       |                      |                       |                       |                     |                                 |
| 2020         | 269,326,389                   | 0.6650                 | 2021      | 546,659                  | 1,755,200             | 5,467                | 2,307,326             | 1,796,916             | 510,409             | 28.51%                          |
| 2021         | 269,326,389                   | 0.6650                 | 2022      | 510,409                  | 1,755,200             | 5,104                | 2,270,714             | 1,790,516             | 480,197             | 26.87%                          |
| 2022         | 269,326,389                   | 0.6650                 | 2023      | 480,197                  | 1,755,200             | 4,802                | 2,240,199             | 1,786,873             | 453,327             | 25.65%                          |
| 2023         | 269,326,389                   | 0.6650                 | 2024      | 453,327                  | 1,755,200             | 4,533                | 2,213,060             | 1,767,310             | 445,750             | 25.22%                          |
| 2024         | 269,326,389                   | 0.6650                 | 2025      | 445,750                  | 1,755,200             | 4,458                | 2,205,408             | 1,767,198             | 438,210             | 25.05%                          |
| 2025         | 269,326,389                   | 0.6650                 | 2026      | 438,210                  | 1,755,200             | 4,382                | 2,197,792             | 1,749,655             | 448,137             | 25.73%                          |
| 2026         | 269,326,389                   | 0.6650                 | 2027      | 448,137                  | 1,755,200             | 4,481                | 2,207,819             | 1,741,469             | 466,350             | 26.95%                          |
| 2027         | 269,326,389                   | 0.6650                 | 2028      | 466,350                  | 1,755,200             | 4,664                | 2,226,214             | 1,730,444             | 495,770             | 28.85%                          |
| 2028         | 269,326,389                   | 0.6650                 | 2029      | 495,770                  | 1,755,200             | 4,958                | 2,255,928             | 1,718,544             | 537,384             | 31.44%                          |
| 2029         | 269,326,389                   | 0.6650                 | 2030      | 537,384                  | 1,755,200             | 5,374                | 2,297,958             | 1,709,446             | 588,512             | 34.77%                          |
| 2030         | 269,326,389                   | 0.6650                 | 2031      | 588,512                  | 1,755,200             | 5,885                | 2,349,597             | 1,692,643             | 656,954             | 39.25%                          |
| 2031         | 269,326,389                   | 0.6650                 | 2032      | 656,954                  | 1,755,200             | 6,570                | 2,418,724             | 1,673,699             | 745,025             | 45.19%                          |
| 2032         | 269,326,389                   | 0.6650                 | 2033      | 745,025                  | 1,755,200             | 7,450                | 2,507,676             | 1,648,529             | 859,147             | 54.60%                          |
| 2033         | 269,326,389                   | 0.6650                 | 2034      | 859,147                  | 1,755,200             | 8,591                | 2,622,938             | 1,573,539             | 1,049,400           | 71.60%                          |
| 2034         | 269,326,389                   | 0.6650                 | 2035      | 1,049,400                | 1,755,200             | 10,494               | 2,815,094             | 1,465,675             | 1,349,419           | 94.07%                          |
| 2035         | 269,326,389                   | 0.6650                 | 2036      | 1,349,419                | 1,755,200             | 13,494               | 3,118,113             | 1,434,548             | 1,683,566           | 128.62%                         |
| 2036         | 269,326,389                   | 0.6650                 | 2037      | 1,683,566                | 1,755,200             | 16,836               | 3,455,601             | 1,308,963             | 2,146,639           | 188.16%                         |
| 2037         | 269,326,389                   | 0.6650                 | 2038      | 2,146,639                | 1,755,200             | 21,466               | 3,923,305             | 1,140,888             | 2,782,418           | 355.35%                         |
| 2038         | 269,326,389                   | 0.6650                 | 2039      | 2,782,418                | 1,755,200             | 27,824               | 4,565,442             | 783,013               | 3,782,429           | 839.70%                         |
| 2039         | 269,326,389                   | 0.6650                 | 2040      | 3,782,429                | 1,755,200             | 37,824               | 5,575,454             | 450,450               | 5,125,004           |                                 |
| <b>Total</b> |                               |                        |           |                          | <b>35,104,002</b>     | <b>204,657</b>       |                       | <b>30,730,314</b>     |                     |                                 |

\* Reflects certified value for 2020

**\*\* Beginning Debt Service Fund Balance:**

|                                   |                       |
|-----------------------------------|-----------------------|
| Fund balance as of 6/9/20         | 1,815,687             |
| Less: debt payments due on 9/1/20 | <u>(1,269,028)</u>    |
| Projected fund balance on 9/2/20  | <u><u>546,659</u></u> |

**2019 Tax Rate:**

|           |                      |
|-----------|----------------------|
| Debt svc. | 0.6200               |
| M&O       | <u>0.3500</u>        |
| Total     | <u><u>0.9700</u></u> |

**2020 Water District Worksheet for Low Tax Rate and Developing Districts**  
 Lakeside WCID No. 2C

August 1, 2020

**Data Entry Page**

|  |    |         |        |
|--|----|---------|--------|
| 1. The Districts PROPOSED 2020 Total Tax Rate  | \$ | 0.9700  | /\$100 |
| 2. 2020 average appraised value of residence homestead.<br>(TCAD Certification, page 2, Item N). | \$ | 327,148 |        |
| 3. 2020 average taxable value of residence homestead.<br>(TCAD Certification, page 2, Item O).   | \$ | 326,952 |        |
| 4. 2019 average appraised value of residence homestead.<br>(TCAD Certification, page 2, Item P). | \$ | 321,031 |        |
| 5. 2019 average taxable value of residence homestead.<br>(TCAD Certification, page 2, Item Q).   | \$ | 320,728 |        |
| 6. The district's 2019 Total Tax Rate.   | \$ | 0.9700  | /\$100 |
| 7. The district's 2019 Maintenance & Operation Tax Rate.   | \$ | 0.3500  | /\$100 |

**Complete lines 8 thru 14 ONLY if you have qualified debt or contract service.**

|  |    |              |  |
|--|----|--------------|--|
| 8. 2020 Net Taxable Value (TCAD Certification, pg 1, bottom)   | \$ | 269,326,389  |  |
| 9. 2020 Total Qualified Contract Service   | \$ | 0.00         |  |
| 10. 2020 Total Qualified Debt Service  | \$ | 1,796,916.00 |  |
| 11. SEE NOTE2 BELOW. Total amount to be applied against<br>above Debt and Contract Service from sources other than<br>2020 tax levy (e.g. from fund reserves). | \$ | 5,895.51     |  |

|  |    |               |               |
|--|----|---------------|---------------|
| 12. <b>Your Final Calculated Debt Rate is:</b> | \$ | <b>0.6650</b> | <b>/\$100</b> |
|--|----|---------------|---------------|

NOTE1: If line 12 displays "NEG#", then the amount entered on line 11 is too high.

**Use the following ONLY if you wish a specified debt rate.**

NOTE2: If you have a specific TARGET DEBT RATE, enter that rate on line 13 and enter the amount that appears in line 14 into line 11. If you have done this correctly, line 12 will now equal line 13. If line 14 displays "NEG#", then your target debt rate is higher than the law permits; you may not use that target rate.

|   |    |          |        |
|---|----|----------|--------|
| 13. 2020 Target Debt Rate                 | \$ | 0.6650   | /\$100 |
| 14. Amount you need to enter into line 11 | \$ | 5,895.51 |        |

## 2020 Water District Worksheet for Low Tax Rate and Developing Districts

Lakeside WCID No. 2C

August 1, 2020

NOTE: This worksheet provides the numbers you will need for your Notice, but it is not in the format required for publication. An example of the notice is provided on the Comptroller's website at <https://comptroller.texas.gov/taxes/property-tax/truth-in-taxation/notices.php>.

### Notice of Public Hearing Notice Calculations

|   |      |               |
|---|------|---------------|
| 1. 2019 average appraised value of residence homestead  | \$   | 321,031       |
| 2. homestead (excluding senior citizen's or disabled person's exemptions)   | - \$ | 303           |
| 3. 2019 average taxable value of residence homestead<br>(line 1 minus line 2)                                       | = \$ | 320,728       |
| 4. 2019 adopted TOTAL tax rate (per \$100 of value)   | x \$ | 0.9700 /\$100 |
| 5. 2019 Total tax on average residence homestead<br>(multiply line 3 by line 4, divide by \$100)                    | = \$ | 3,111.06      |
| 6. 2020 average appraised value of residence homestead  | \$   | 327,148       |
| 7. 2020 general exemptions available for the average<br>homestead (excluding senior citizen's or disabled person's) | - \$ | 196           |
| 8. 2020 average taxable value of residence homestead<br>(line 6 minus line 7)                                       | = \$ | 326,952       |
| 9. 2020 proposed TOTAL tax rate (per \$100 of value)  | x \$ | 0.9700 /\$100 |
| 10. 2020 Total tax on average residence homestead<br>(multiply line 8 by line 9, divide by \$100)                   | = \$ | 3,171.43      |
| 11. Difference in Rates per \$100 value   | \$   | 0.0000 /\$100 |
| 12. Percentage increase/decrease in rates (+/-)   |      | 0.00%         |
| 13. Annual increase/decrease in taxes if proposed tax rate is adopted   | \$   | 60.37         |
| 14. percentage of increase  |      | 1.94%         |

## 2020 Water District Worksheet for Low Tax Rate and Developing Districts

Lakeside WCID No. 2C

August 1, 2020

### Voter-Approval Tax Rate Worksheet

|     |   |      |                      |
|-----|---|------|----------------------|
| 1.  | 2019 average appraised value of residence homestead   | \$   | 321,031              |
| 2.  | 2019 general exemptions available for the average homestead<br>(excluding senior citizen's or disabled person's exemptions) | - \$ | 303                  |
| 3.  | 2019 average taxable value of residence homestead<br>(line 1 minus line 2)  | = \$ | 320,728              |
| 4.  | 2019 adopted M&O tax rate (per \$100 of value)  | x \$ | 0.3500 /\$100        |
| 5.  | 2019 M&O tax on average residence homestead<br>(multiply line 3 by line 4, divide by \$100)                                 | = \$ | 1,122.55             |
| 6.  | Highest M&O tax on average residence homestead with increase<br>(multiply line 5 by 1.08)                                   | = \$ | 1,212.35             |
| 7.  | 2020 average appraised value of residence homestead   | \$   | 327,148              |
| 8.  | 2020 general exemptions available for the average homestead<br>(excluding senior citizen's or disabled person's exemptions) | - \$ | 196                  |
| 9.  | 2020 average taxable value of residence homestead<br>(line 7 minus line 8)  | = \$ | 326,952              |
| 10. | <b>Highest 2020 M&amp;O Tax Rate</b><br>(line 6 divided by line 9, multiply by 100)   | \$   | <b>0.3708</b> /\$100 |
| 11. | <b>2020 Debt Tax Rate</b>   | + \$ | <b>0.6650</b> /\$100 |
| 12. | 2020 Contract Tax Rate  | + \$ | <b>0.0000</b> /\$100 |
| 13. | <b>2020 Voter-Approval Tax Rate</b><br>(add lines 10, 11, and 12)   | = \$ | <b>1.0358</b> /\$100 |

# Water District Notice of Public Hearing on Tax Rate

The \_\_\_\_\_ (name of the district) will hold a public hearing on a proposed tax rate for the tax year \_\_\_\_\_ (year of tax levy) ON \_\_\_\_\_ (date and time) at \_\_\_\_\_ (meeting place).

Your individual taxes may increase at a greater or lesser rate, or even decrease, depending on the tax rate that is adopted and on the change in the taxable value of your property in relation to the change in taxable value of all other property. The change in the taxable value of your property in relation to the change in the taxable value of all other property determines the distribution of the tax burden among all property owners.

**FOR** the proposal: \_\_\_\_\_ (names of all members of the governing body and how each voted on the proposed tax rate)  
**AGAINST** the proposal: \_\_\_\_\_  
**PRESENT** and not voting: \_\_\_\_\_  
**ABSENT:** \_\_\_\_\_

The following table compares taxes on an average residence homestead in this taxing unit last year to taxes proposed on the average residence homestead this year.

|  | Last Year               | This Year                |
|--|-------------------------|--------------------------|
| Total tax rate (per \$100 of value)  | _____ /\$100<br>Adopted | _____ /\$100<br>Proposed |
| Difference in rates per \$100 of value   | \$ _____                | /\$100                   |
| Percentage increase/decrease in rates(+/-)   | _____ %                 | %                        |
| Average appraised residence homestead value  | \$ _____                | \$ _____                 |
| General homestead exemptions available<br>(excluding 65 years of age or older or disabled person's exemptions) | \$ _____                | \$ _____                 |
| Average residence homestead taxable value  | \$ _____                | \$ _____                 |
| Tax on average residence homestead   | \$ _____                | \$ _____                 |
| Annual increase/decrease in taxes if<br>proposed tax rate is adopted (+/-)                                     | \$ _____                |                          |
| and percentage of increase (+/-)   | _____ %                 |                          |

If the proposed combined debt service, operation and maintenance, and contract tax rate requires or authorizes an election to approve or reduce the tax rate the \_\_\_\_\_ (governing body of the water district) proposes to use the tax increase for the purpose of \_\_\_\_\_ (description of purpose of increase).

If the district is a district described by Section 49.23601:

### **NOTICE OF VOTE ON TAX RATE**

If the district adopts a combined debt service, operation and maintenance and contract tax rate that would result in the taxes on the average residence homestead increasing by more than eight percent, an election must be held to determine whether to approve the operation and maintenance tax rate under Section 49.23601, Water Code.

If the district is a district described by Section 49.23602:

### **NOTICE OF VOTE ON TAX RATE**

If the district adopts a combined debt service, operation and maintenance and contract tax rate that would result in the taxes on the average residence homestead increasing by more than 3.5 percent, an election must be held to determine whether to approve the operation and maintenance tax rate under Section 49.23602, Water Code.

If the district is a district described in by Section 49.23603

### **NOTICE OF TAXPAYERS' RIGHT TO ELECTION TO REDUCE TAX RATE**

If the district adopts a combined debt service, operation and maintenance, and contract tax rate that would result in the taxes on the average residence homestead increasing by more than eight percent, the qualified voters of the district by petition may require that an election be held to determine whether to reduce the operation and maintenance tax rate to the voter-approval tax rate under Section 49.23603, Water Code.

**The 86th Texas Legislature modified the manner in which the voter-approval tax rate is calculated to limit the rate of growth of property taxes in the state.**

## Agenda Item No. 12

Discuss, consider, and take action as necessary concerning engagement of West, Davis & Company to conduct audit of the District's financial records for the period ending September 30, 2020.

# WEST, DAVIS & COMPANY

A LIMITED LIABILITY PARTNERSHIP

---

July 31, 2020

Board of Directors

Lakeside Water Control and Improvement District No. 2C

Lloyd Gosselink Rochelle & Townsend, c/o David Klein

816 Congress Ave, Suite 1900

Austin, Texas 78701

We are pleased to confirm our understanding of the services we are to provide the Lakeside Water Control and Improvement District No. 2C (the "District") for the year ended September 30, 2020. We will audit the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, including the related notes to the financial statements, which collectively comprise the District's basic financial statements, as of and for the year ended September 30, 2020. Accounting standards generally accepted in the United States provide for certain required supplementary information (RSI), such as management's discussion and analysis (MD&A), to supplement the District's basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. As part of our engagement, we will apply certain limited procedures to the District's RSI in accordance with auditing standards generally accepted in the United States of America. These limited procedures will consist of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The following RSI is required by U.S. generally accepted accounting principles and will be subjected to certain limited procedures, but will not be audited:

1. Management's Discussion and Analysis
2. General Fund Budget Comparison.

We have also been engaged to report on supplementary information other than RSI that accompanies the District's basic financial statements. We will subject the following supplementary information to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, and we will provide an opinion on it in relation to the financial statements as a whole in a report combined with our auditor's report on the financial statements:

1. TCEQ required schedules.

## **Audit Objective**

The objective of our audit is the expression of opinions as to whether your basic financial statements are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles and to report on the fairness of the additional information referred to in the second paragraph when considered in relation to the basic financial statements taken as a whole. Our audit will be conducted in accordance with auditing standards generally accepted in the United States of America and will include tests of the accounting records and other procedures we consider necessary to enable us to express such opinions. We will issue a written report upon completion of our audit of the District's financial statements. Our report will be addressed to the Board of Directors of the District. We cannot provide assurance that unmodified opinions will be expressed. Circumstances may arise in which it is necessary for us to modify our opinions or add emphasis-of-matter or other-matter paragraphs. If our opinions are other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed opinions, we may decline to express opinions or may withdraw from this engagement.

## **Audit Procedures—General**

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We will plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the government or to acts by management or employees acting on behalf of the government.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us, even though the audit is properly planned and performed in accordance with U.S. generally accepted auditing standards. In addition, an audit is not designed to detect immaterial misstatements, or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. However, we will inform the appropriate level of management of any material errors, fraudulent financial reporting, or misappropriation of assets that comes to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts and may include tests of the physical existence of inventories, and direct confirmation of receivables and certain other assets and liabilities by correspondence with selected

individuals, funding sources, creditors, and financial institutions. We will request written representations from your attorneys as part of the engagement, and they may bill you for responding to this inquiry. At the conclusion of our audit, we will require certain written representations from you about the financial statements and related matters.

#### **Audit Procedures—Internal Control**

Our audit will include obtaining an understanding of the District and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. An audit is not designed to provide assurance on internal control or to identify deficiencies in internal control. Accordingly, we will express no such opinion. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards.

#### **Audit Procedures—Compliance**

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of the District's compliance with the provisions of applicable laws, regulations, contracts and agreements. However, the objective of our audit will not be to provide an opinion on overall compliance, and we will not express such an opinion.

#### **Other Services**

We will also prepare the financial statements of the District in conformity with U.S. generally accepted accounting principles based on information provided by you. We will perform the services in accordance with applicable professional standards. The other services are limited to the financial statement services previously defined. We, in our sole professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as assuming management responsibilities.

#### **Management Responsibilities**

Management is responsible for designing, implementing, and maintaining effective internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, including monitoring ongoing activities; for the selection and application of accounting principles; and for the preparation and fair presentation of the financial statements in conformity with U.S. generally accepted accounting principles.

Management is also responsible for making all financial records and related information available to us and for the accuracy and completeness of that information. You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, (2) additional information that we may request for the purpose of the audit, and (3) unrestricted access to persons within the government from whom we determine it necessary to obtain audit evidence.

Your responsibilities include adjusting the financial statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the government involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the government received in communications from employees, former employees, regulators, or others. In addition, you are responsible for identifying and ensuring that the government complies with applicable laws and regulations.

You are responsible for the preparation of the supplementary information in conformity with U.S. generally accepted accounting principles. You agree to include our report on the supplementary information in any document that contains and indicates that we have reported on the supplementary information. You also agree to include the audited financial statements with any presentation of the supplementary information that includes our report thereon. Your responsibilities include acknowledging to us in the representation letter that (1) you are responsible for presentation of the supplementary information in accordance with GAAP; (2) you believe the supplementary information, including its form and content, is fairly presented in accordance with GAAP; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the supplementary information.

You agree to assume all management responsibilities for financial statement preparation services and any other non-attest services we provide; oversee the services by designating an individual, preferably from senior management, with suitable skill, knowledge, or experience; evaluate the adequacy and results of the services; and accept responsibility for them.

#### **Audit Administration, Fees, and Other**

We may from time to time, and depending on the circumstances, use third-party service providers in serving your account. We may share confidential information about you with these service providers but remain committed to maintaining the confidentiality and security of your information. Accordingly, we maintain internal policies, procedures, and safeguards to protect the confidentiality of your personal information. In addition, we will secure confidentiality agreements with all service providers to maintain the confidentiality of your information and we will take reasonable precautions to determine that they have appropriate procedures in place to prevent the unauthorized release of your confidential information to others. In the event that we are unable to secure an appropriate confidentiality agreement, you will be asked to provide your consent prior to the sharing of your confidential information with the third-party service provider. Furthermore, we will remain responsible for the work provided by any such third-party service provider.

We understand that your employees will prepare all cash or other confirmations we request and will locate any documents selected by us for testing.

The audit documentation for this engagement is the property of West, Davis and Company and constitutes confidential information. However, subject to applicable laws and regulations, audit documentation and appropriate individuals will be made available upon request and in a timely manner to TCEQ or its designee. We will notify you of any such request. If requested, access to such audit documentation will be provided under the supervision of West, Davis and Company personnel. Furthermore, upon request, we may provide copies of selected audit documentation to TCEQ or its designee. TCEQ or its designee may intend or decide to distribute the copies or information contained therein to others, including other governmental agencies.

We expect to begin our audit on approximately October 1, 2020 and to issue our reports no later than December 31, 2020. Our fee for these services will be at our standard hourly rates plus out-of-pocket costs except that we agree that our gross fee, including expenses, will be approximately \$10,500. Our standard hourly rates vary according to the degree of responsibility involved and the experience level of the personnel assigned to your audit. Our invoice for these fees will be rendered upon completion of our work and are payable on presentation. The above fee is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the audit. If significant additional time is necessary, we will discuss it with you and arrive at a new fee estimate before we incur the additional costs.

We appreciate the opportunity to be of service to the District and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign below and return a copy to us.

Sincerely,



Bob West, CPA  
Partner

RESPONSE:

This letter correctly sets forth the understanding of Lakeside WCID No 2C.

By: \_\_\_\_\_

Date: \_\_\_\_\_

Title: \_\_\_\_\_