NOTICE OF MEETING AND AGENDA

BOARD OF COMMISSIONERS FOR DRAINAGE DISTRICT NO. 3
JEFFERSON COUNTY, TEXAS

Will Be Held At

7:30 A.M.

JULY 15, 2026

at

24460 Highway 124

Hamshire, Texas 77665

A. Meeting called to order.

B. Call Roll

C. Announcement – This Commissioner's meeting is being recorded for the purpose of transcribing minutes.

D Public Comments.

Public Comments (3 minutes each)—This is an opportunity for the public to address the Jefferson County Drainage District No. 3 Board of Commissioners regarding agenda items or any concerns not listed. Individuals wishing to speak must complete a comment card and present it to the District's Administrative Assistant before the meeting begins. Delegation of more than five persons shall appoint one person to present their views before the Board. Each speaker is allowed a three-minute time limit. Those who require a translator to address the Board will be granted six minutes to speak.

E. Approve the minutes of the June 17 and June 29, 2026, meetings.

F. BID OPENING

1. Consider and Possibly Approve and Accept Bid for IFB 26-0527/SV – KOMATSU DOZER D61EX-15500

G. Business Session:

1. Review and Accept Regular District bills from June 30, 2026, to July 15, 2026.
2. Consider and Accept the District's Monthly Financial Report.
3. Consider and Accept the District's Monthly Insurance Summary as presented by Southeast Texas Government Employee Benefits Pool.
4. Acknowledge the receipt and filing of Jefferson County Drainage District No. 3's Investment Schedule for June 2026, pursuant to Section 2256.023 of the Public Funds Investment Act.
5. Consider and Approve Proposed Interlocal Agreement with Trinity Bay Conservation District (TBCD)
6. Consider and Approve the proposed RFP 26-0629/SJV for Staffing Services for Temporary Labor
7. Executive Session – See footnote
8. Consider and take action, if any, on items discussed in Executive Session

H. Equipment Update:

I. Project Update:

Completed Projects:
1. Ditch 209 – Levingston Ranch Rd - Install Crossing
2. Ditch 209 – Levingston Ranch Rd – Mulch Ditch

Projects In Progress:
1. Ditches are being mowed & sprayed

Upcoming Projects: *(work is not listed in any particular order)*
1. Ditch 111-1 Englin Rd
2. Ditch 302 – Englin Rd – Bulk Head Repair
3. Ditch 117 – Hwy 124 – Clean Ditch
4. Ditch 138 & 750B-115 – Wise Rd – Clean Ditch

I. Meeting Updates
J. Board and Staff Comments
K. Set next Board Meeting
L. Adjournment.

The District reserves the right to adjourn into executive session at any time during the course of this meeting as authorized by the Texas Open meetings Act, Texas Government Code §§ 551.071 (Consultation with Attorney), 551.072 (Deliberation about Real Property), 551.073 (Deliberation about Gifts and Donations), 551.074 (Personnel Matters), and any other provision under Texas law that permits a governmental body to discuss a matter in a closed executive session. Should any final action, decision, or final vote be required in the opinion of the Board with regard to any matter considered in such closed or executive meeting or session, then the final action or final vote shall be either:

(a) in the open meeting covered by the Notice upon the reconvening of the public meeting; or

(b) at a subsequent public meeting of the Commissioners upon notice thereof, as the Commissioners shall determine.

This Notice of Meeting is given and posted pursuant to the Texas Open Meetings Act, contained in Chapter 551 of the Texas Government Code. Capitalized words and phrases have the meaning given to them in the Act. The Meeting will be held at the Date, Time, and Place stated above. The Board of Commissioners of the Governmental Body will deliberate upon the items listed in the Agenda above. Any Agenda item is subject to discussion only, action only, or both discussion and action. All portions of the Meeting shall be Open, unless a Closed Meeting is held when permitted, and in the manner specified by the Act. If the Act permits all or any portion of the Deliberation of an Agenda item to be Closed, the Governing Body may enter into a Closed Meeting, whether or not the Agenda item states that a Closed Meeting for such item is anticipated. Agenda items are not required to be considered in the same order as listed in the Agenda. Any agenda item(s) may be tabled for Deliberation at a later Meeting or removed from the Agenda. Any such tabled or removed Agenda item may be placed on an Agenda for a later Meeting for which Notice has been given and posted pursuant to the Act.

I, the undersigned authority, do hereby certify that the above Notice of Meeting of the Board of Commissioners of Jefferson County Drainage District No. 3 is a true and correct copy of said Notice at a place convenient and readily accessible to the general public at all times in its administrative office at 24460 Hwy 124, Hamshire, Texas. This notice can also be viewed via the District's website at http://jcdd3.org. This notice remained so posted continuously for at least 72 hours immediately preceding the scheduled time of said Meeting. And further, that a true and correct copy of said notice was furnished to the County Clerk of Jefferson County for posting in the Jefferson County Courthouse.

The notice for this meeting was posted in compliance with the Texas Open Meeting Act on July 11, 2026

JEFFERSON COUNTY DRAINAGE DISTRICT No. 3

By: ______________________________

Frank R. Rose, Chairman

I, the undersigned County Clerk of Jefferson County, do hereby certify that the above Notice of Meeting of the Jefferson County Drainage District No. 3 Board of Commissioners, is a true and correct copy of said Notice and that I received and posted said Notice on the Courthouse Doors and the bulletin board at the Courthouse of Jefferson County, Texas, at a place readily accessible to the general public at all times on the_________ day of _________________, 20_____at______.m. and said Notice remained so posted continuously for at least 72 hours preceding the scheduled time of said Meeting.

Dated this the __________ day of _______________, 20_____.

By:____

Jefferson County Clerk

Return File Copy To: Jefferson County Drainage District No. 3, P.O. Box 388, Hamshire, TX 77622

DRAINAGE DISTRICT No. 3

24460 Highway 124
Hamshire, Texas
Jefferson County, Texas

MINUTES OF MEETING
Of
BOARD OF COMMISSIONERS
Held
JULY 15, 2026, AT 7:30 A.M.

A. Meeting was called to order at 7:30 A.M. by Chairman Frank R. Rose.

B. Present were Frank R. Rose, Chairman; Reginald C. Boykin, Secretary; and Commissioner Joel Levingston, Jr.

C. Chairman Rose announced that this meeting was being recorded for the purpose of transcribing the minutes.

D. There were no Public Comments

E. The Minutes of the June 17 and June 29, 2026, meetings were approved on a motion made by Commissioner Boykin and seconded by Commissioner Levingston. All voted Aye.

F. BID OPENING – No bids were received for the sale of the Komatsu Dozer D61EX-15500 IFB 26-0527/SV

E. Business Session:

1. Commissioners reviewed and accepted the District's regular checks written from June 30 to July 15, 2026. A motion was made by Commissioner Levingston and seconded by Commissioner Boykin. All voted Aye.
2. Commissioners reviewed and accepted the monthly financial report presented by Shanna Verret, which showed an ending fund balance of $1,605,602.77 a decrease of $73,173.31 from last month. The motion was made by Commissioner Boykin and seconded by Commissioner Levingston. All voted Aye.
3. A motion was made by Commissioner Levingston and seconded by Commissioner Boykin to accept the District's Monthly Insurance Summary as presented by the Southeast Texas Government Employee Benefit Pool for June 2026. Active employees generated a year-to-date profit of $61,435.45 while retirees earned a year-end profit of $1,533.33. All voted Aye.
4. Commissioners acknowledged the receipt and filing of Jefferson County Drainage District's No. 3 Investment Schedule for June 2026, pursuant to Section 2256.023 of the Public Funds Investment Act. Motion made by Commissioner Boykin and seconded by Commissioner Levingston. All voted Aye.
5. A motion was made by Commissioner Levingston and seconded by Commissioner Boykin to enter into and approve an interlocal agreement with Trinity Bay Conservation District (TBCD) to perform work on Ditch 750-122-d3 on Property ID#53291, Brush Island Rd project. This agreement was reviewed and approved by the District's attorney.
6. A motion was made by Commissioner Levingston and seconded by Commissioner Boykin to approve the RFP 26-0629/SJV for Staffing Services for Temporary Labor. All voted Aye.
7. Executive Session was held in accordance with the Texas Open Meeting Act, Texas Government Code §§551.074 Personnel Matters. A discussion was held to inform the Board of an employee's retirement status. No action was taken.

G. Equipment Update:

1. The new mulcher is experiencing electrical issues with the door opening and not closing. Doggett came out to service the mulcher and repaired the wiring issue.

H. Project Update:

Completed Projects
1. Ditch 207 – Levingston Ranch Rd – Crossing Installed
2. Ditch 209 – Levingston Ranch Rd – Mulch Ditch

Projects in Progress
1. Ditches within the District are still being mowed at this time
2. Ditch 117 – Hwy 124 – Clean Ditch

Upcoming Projects –
1. Ditch 111-1 – Englin Rd
2. Ditch 302 – Englin Rd – Need to install a bulkhead
3. Ditch 138 & 750B – Wise Rd – Clean Ditch
4. Ditch 751 – Todd Rd – Install Culvert

I. Meeting Updates – Shanna Verret informed the Board of a meeting with TXDot, County Engineer, Interfield Engineering regarding the Oasis project on Kiker Rd & Hwy 73. She also informed the Board that she and General Manager Lavergne attended a HFISD Board meeting regarding the property that the School District owns that is within the scope of the project and that Oasis would need to obtain a Temporary Construction Easement from the School District to continue with their project.

J. Board Comments- Shanna Verret informed the Board that she is working on the 2026-27 Budget and a decision would need to be made as to COL increase for employees. This will be on the agenda for the August meeting.

K. The next regular meeting date is set for Wednesday, August 19, 2026, at 7:30 a.m.

L. Adjournment - With no further business, Chairman Rose adjourned the meeting at 8:05 a.m.

Frank R. Rose, Chairman

Reginald C. Boykin, Sr., Secretary

Joel E. Levingston, Jr., Commissioner

DRAINAGE DISTRICT No. 3
Account QuickReport
As of July 15, 2026

Date	Num	Name	Split	Amount
06/30/2026	13785	Amwins Group Benefits, LLC	Insurance	-4,742.72
06/30/2026	13786	BALDOMERO LUGO	Health Savings Acct	-438.34
06/30/2026	13787	Stratton, Inc. - Western Auto	Hardware & Auto Supplies	-487.96
06/30/2026	13788	Seabreeze Culvert Inc.	Metal Culvert Pipe	-713.40
06/30/2026	13789	Tri-Con Inc	Fuel	-5,238.79
06/30/2026	13790	Cintas	Medical & Safety	-28.90
06/30/2026	13791	SAM'S CLUB	Sundry	-143.91
06/30/2026	13792	Waukesha-Pearce Industries, Inc.	Equipment Repairs	-20.63
06/30/2026	13793	Trailer Hitch Depot	Auto Truck & Trailers	-50.00
06/30/2026	13794	Centerpoint Energy	Natural Gas	-118.30
06/30/2026	13795	Windstream	Telephone	-378.64
06/30/2026	13796	Entergy	Electricity	-305.85
06/30/2026	13797	Texas Social Security Program	Dues	-35.00
06/30/2026	13798	TWA Risk Management Fund	Insurance / Workers Comp	-15,816.00
06/30/2026	ACH	Texas County & District Retirement System	Retirement	-3,688.91
06/30/2026	ACH	PAYROLL ACCOUNT	Salaries & Auto Allowance 7	-15,736.50
06/30/2026	ACH	PAYROLL TAX LIABILITY	Payroll Fica Tax Liability	-3,248.44
		Total 6/30/2026		**-51,192.29**
07/15/2026	8965	PAYROLL TAX LIABILITY	Payroll Fica Tax Liability	-2,955.68
07/15/2026	13816	PAYROLL ACCOUNT	Transfer Account	-13,661.50
07/15/2026	13817	Southeast Tx Gov't Employees Benefit Pool	Insurance	-15,700.02
07/15/2026	13818	County Treasurer, Life Insurance	Insurance	-44.53
07/15/2026	13819	The Examiner	Printed Matter	-720.00
07/15/2026	13820	Seabreeze Culvert Inc.	Metal Culvert	-9,300.00
07/15/2026	13821	First National Bank Omaha	Office Supplies Medical Safety Janitorial Supplies Tires	-171.52
07/15/2026	13822	Beaumont Tractor Company, Inc	Tractors & Mowers	-16.60
07/15/2026	13823	Centerpoint Energy	Natural Gas	-118.82
07/15/2026	13824	AT&T	Telephone	-121.71
07/15/2026	13825	West Jefferson Co. MWD	Water & Sewer	-32.13
07/15/2026	13826	Hamshire Waste	Waste Disposal	-68.00
07/15/2026	13827	Cintas	Medical & Safety	-162.88
07/15/2026	13828	Jux Technologies	Dues	-30.00
07/15/2026	13829	Southeast Texas RC & D	Dues	-500.00
07/15/2026	13830	Kasie Cooper	Janitorial Supplies	-175.00
07/15/2026	13831	FIRST FINANCIAL BANK, N.A.	Machinery & Equipment	-2,741.02
		Total 7/15/2026		**-46,519.41**

DRAINAGE DISTRICT No. 3
Profit & Loss Budget Performance
June 2026

	Jun 26	Budget	Oct '25 - Jun 26	YTD Budget	Annual Budget
Ordinary Income/Expense					
Income					
REVENUES					
101 - Current Taxes	11,680.20	72,329.17	866,886.15	650,962.49	867,950.00
102 - Delinquent Taxes	587.86	833.33	23,188.25	7,500.01	10,000.00
103 - Interest	4,508.33	2,666.67	41,225.35	23,999.99	32,000.00
104 - Rendition Penalty	0.00		0.00	0.00	0.00
106 - Miscellaneous	251.54	0.00	1,303.80	0.00	0.00
Total REVENUES	17,027.93	75,829.17	932,603.55	682,462.49	909,950.00
Total Income	17,027.93	75,829.17	932,603.55	682,462.49	909,950.00
Gross Profit	17,027.93	75,829.17	932,603.55	682,462.49	909,950.00
Expense					
1 - SALARIES					
1001 - Administration	5,761.00	5,761.25	52,313.64	51,851.25	69,135.00
1002 - Clerical	4,881.00	4,881.08	43,464.36	43,929.76	58,573.00
1009 - Dept Head / Foreman	5,527.00	5,527.33	48,977.72	49,746.01	66,328.00
1010 - Commissioners	900.00	900.00	8,100.00	8,100.00	10,800.00
1015 - Extra Help	1,800.00	2,850.00	12,182.00	2,850.00	12,705.00
1020 - Laborer	0.00	2,946.67	11,784.00	26,519.99	35,360.00
1048 - Equipment Operators/Asst	9,054.00	13,215.83	81,877.28	118,942.51	158,590.00
Total 1 - SALARIES	27,923.00	36,082.16	258,699.00	301,939.52	411,491.00
2 - FRINGE BENEFITS					
2001 - FICA Expenses	2,115.53	3,215.00	19,804.54	28,935.00	38,580.00
2002 - Retirement	3,688.91	3,272.50	23,658.89	29,452.50	39,270.00
2003 - Insurance	19,719.03	26,237.50	185,140.77	236,137.50	314,850.00
2004 - Worker's Compensation	3,802.00	833.33	3,802.00	7,500.01	10,000.00
2006 - Auto Allowance	1,625.00	1,625.00	14,625.00	14,625.00	19,500.00
2007 - Retirement Wage Contg	0.00	4,166.67	1,030.00	37,499.99	50,000.00
2008 - Health Ins. Savings Acct	438.34	687.50	3,015.69	6,187.50	8,250.00
Total 2 - FRINGE BENEFITS	31,388.81	40,037.50	251,076.89	360,337.50	480,450.00
3 - MATERIALS & SUPPLIES					
3006 - Auto Parts & Supplies	366.98	625.00	1,167.90	5,625.00	7,500.00
3006 Batteries	0.00		0.00	0.00	0.00
3008 Bolts Nuts Nails & Screws	0.00		0.00	0.00	0.00
3009 Antifreeze & Coolant	0.00		0.00	0.00	0.00
3010 Books & Printed Matter	0.00	500.00	1,237.00	4,500.00	6,000.00
3010 - Maps Prints Books Print	0.00		0.00	0.00	0.00
3012 Prints, Maps & Etc	0.00		0.00	0.00	0.00
3014 Chains & Hooks	0.00	66.67	0.00	599.99	800.00
3016 Chemicals Weed Control	0.00	1,916.67	0.00	17,249.99	23,000.00

DRAINAGE DISTRICT No. 3
Profit & Loss Budget Performance
June 2026

	Jun 26	Budget	Oct '25 - Jun 26	YTD Budget	Annual Budget
3018 Cleaners & Solvents	0.00		0.00	0.00	0.00
3018 - Janitorial Supplies	0.00	125.00	452.94	1,125.00	1,500.00
3019 - Additives & Lubricants	0.00		0.00	0.00	0.00
3020 Metal Culvert Pipe	713.40	4,166.67	5,054.60	37,499.99	50,000.00
3022 Copying Supplies	0.00		0.00	0.00	0.00
3027 Electrial Supplies	0.00	250.00	0.00	2,250.00	3,000.00
3030 Fencing Material	0.00	625.00	440.10	5,625.00	7,500.00
3032 Concrete, Sand, Aggregat	0.00	833.33	0.00	7,500.01	10,000.00
3034 Diesel Fuel	3,537.96	5,000.00	12,303.22	45,000.00	60,000.00
3036 Diesel Fuel ON ROAD	1,700.83	583.33	7,201.07	5,250.01	7,000.00
3037 Gasoline	0.00	583.33	3,346.68	5,250.01	7,000.00
3040 Hardware - Misc	120.98	250.00	1,415.69	2,250.00	3,000.00
3041 Hose & Fittings & Filters	0.00	833.33	2,073.10	7,500.01	10,000.00
3048 Lumber, Timbers, Rope	0.00	416.67	0.00	3,749.99	5,000.00
3050 Medical & Safety	124.99	250.00	1,290.26	2,250.00	3,000.00
3051 Motor Oil & Grease	270.27	833.33	295.23	7,500.01	10,000.00
3056 Paint & Brushes	0.00	83.33	0.00	750.01	1,000.00
3072 Rope Wire Manila & Burlap	0.00	66.67	170.44	599.99	800.00
3073 Spare Parts, Heavy Equip	0.00	83.33	0.00	750.01	1,000.00
3077 Computer Supplies	0.00	208.33	1,885.21	1,875.01	2,500.00
3078 Office Supplies	0.00	375.00	3,388.00	3,375.00	4,500.00
3080 Steel Angle Iron Rods, Etc	0.00		0.00	0.00	0.00
3083 Tires & Tubes	0.00	750.00	2,962.77	6,750.00	9,000.00
3084 Minor Equipment	0.00		0.00	0.00	0.00
3084 - Sm Tools & Minor Equip	0.00	958.33	28.97	8,625.01	11,500.00
3095 Welding Supplies	0.00	291.67	14.16	2,624.99	3,500.00
3098 - Clothing & Work Wear	0.00	208.33	862.82	1,875.01	2,500.00
3099 Sundry	143.91	166.67	744.99	1,499.99	2,000.00
Total 3 - MATERIALS & SUPPLIES	6,979.32	21,049.99	46,335.15	189,450.03	252,600.00
4 - MAINTENANCE & UTILITES					
4001 Cooling and Heating	0.00	0.00	0.00	0.00	0.00
4009 Building & Structure	0.00	375.00	0.00	3,375.00	4,500.00
4010 Tractors & Mowers	0.00	1,041.67	1,042.19	9,374.99	12,500.00
4011 Equipment Repairs	144.55	5,833.33	6,417.89	52,500.01	70,000.00
4013 Marine Craft	0.00	166.67	0.00	1,499.99	2,000.00
4014 - Auto - Truck	0.00		0.00	0.00	0.00
4014 - Auto Truck Trailer	50.00	250.00	553.07	2,250.00	3,000.00
4015 Communication Equip	0.00	125.00	0.00	1,125.00	1,500.00
4020 Miscellaneous	0.00	41.67	0.00	374.99	500.00
4030 Tools	0.00		0.00	0.00	0.00
4051 Freight	0.00	25.00	0.00	225.00	300.00
4052 Postage	0.00	41.67	438.76	374.99	500.00
4053 Natural Gas/Butane	118.30	308.33	1,003.72	2,775.01	3,700.00
4054 Telephone	378.64	500.00	4,490.84	4,500.00	6,000.00
4056 Electricity	305.85	500.00	1,992.53	4,500.00	6,000.00

DRAINAGE DISTRICT No. 3
Profit & Loss Budget Performance
June 2026

	Jun 26	Budget	Oct '25 - Jun 26	YTD Budget	Annual Budget
4057 Water & Sewer	31.12	166.67	277.18	1,499.99	2,000.00
4058 Garbage Waste Disposal	68.00	100.00	612.00	900.00	1,200.00
4059 - Unscheduled Misc	0.00	83.33	0.00	750.01	1,000.00
Total 4 - MAINTENANCE & UTILITES	1,096.46	9,558.34	16,828.18	86,024.98	114,700.00
5 - MISCELLANEOUS SERVICES					
5009 Professional Services	2,640.96	1,250.00	3,280.91	11,250.00	15,000.00
5010 - Medical & Surgical	589.00	166.67	589.00	1,499.99	2,000.00
5021 Dues & Subscriptions	272.50	291.67	1,689.67	2,624.99	3,500.00
5027 Engineering Fees	0.00	2,500.00	0.00	22,500.00	30,000.00
5028 Assessor/Collector Fees	0.00	183.33	2,118.06	1,650.01	2,200.00
5029 Attorney Fees	0.00	1,666.67	0.00	14,999.99	20,000.00
5031 Filing, Records & Photos	0.00	8.33	0.00	75.01	100.00
5032 Accounting Services	0.00	41.67	0.00	374.99	500.00
5036 Treasurer Commision	0.00	133.33	0.00	1,200.01	1,600.00
5038 Supplemenal Tax Refunds	0.00	166.67	0.00	1,499.99	2,000.00
5040 Insurance - Auto Prop Liab	12,014.00	1,341.67	12,204.00	12,074.99	16,100.00
5040 Insurance Autos & Trucks	0.00		0.00	0.00	0.00
5041 Insurance Property	0.00		0.00	0.00	0.00
5043 Insurance General Liab	0.00		0.00	0.00	0.00
5044 Insurance Official Liab	0.00		0.00	0.00	0.00
5045 Bonds Surety & Notary	0.00	83.33	518.23	750.01	1,000.00
5053 Equipment Rental	0.00	1,416.67	270.00	12,749.99	17,000.00
5054 Contract Aerial Spraying	0.00	833.33	0.00	7,500.01	10,000.00
5055 Contract Spraying	0.00	916.67	0.00	8,249.99	11,000.00
5060 Janitorial Services	175.00	175.00	1,575.00	1,575.00	2,100.00
5062 Travel & Meeting Expense	0.00	66.67	110.88	599.99	800.00
5064 Training & Education	0.00	108.33	0.00	975.01	1,300.00
5074 Independent Auditor Fees	0.00	2,500.00	28,250.00	22,500.00	30,000.00
5095 Bank Service Charges	0.00	250.00	0.00	2,250.00	3,000.00
5098 Appraisal District Fees	2,371.94	750.00	7,115.82	6,750.00	9,000.00
5099 Sundry	756.22	83.33	756.22	750.01	1,000.00
Total 5 - MISCELLANEOUS SERVICES	18,819.62	14,933.34	58,477.79	134,399.98	179,200.00
6 - CAPITAL OUTLAY					
6001 Office Machines	0.00	375.00	0.00	3,375.00	4,500.00
6002 Excavation Equipment	0.00	13,333.33	0.00	120,000.01	160,000.00
6011 Machinery & Equipment	2,741.02	13,333.33	101,521.68	120,000.01	160,000.00
6014 Building & Structures Grnd	0.00	833.33	0.00	7,500.01	10,000.00
6022 Furniture & Fixtures	0.00	416.67	0.00	3,750.02	5,000.03
6042 Auto Truck & Trailer	0.00	4,233.33	19,045.50	38,100.01	50,800.00
6045 Land/ROW Acquisitions	0.00	350.00	0.00	3,150.00	4,200.00
Total 6 - CAPITAL OUTLAY	2,741.02	32,874.99	120,567.18	295,875.06	394,500.03

DRAINAGE DISTRICT No. 3
Profit & Loss Budget Performance
June 2026

	Jun 26	Budget	Oct '25 - Jun 26	YTD Budget	Annual Budget
Payroll Expenses	0.00		0.00		
Reconciliation Discrepancies	0.00		-16,836.50	0.00	0.00
Total Expense	88,948.23	154,536.32	735,147.69	1,368,027.07	1,832,941.03
Net Ordinary Income	-71,920.30	-78,707.15	197,455.86	-685,564.58	-922,991.03
Other Income/Expense					
Other Expense					
Transfer Account	0.00	0.00	0.00	0.00	0.00
Total Other Expense	0.00	0.00	0.00	0.00	0.00
Net Other Income	0.00	0.00	0.00	0.00	0.00
Net Income	**-71,920.30**	**-78,707.15**	**197,455.86**	**-685,564.58**	**-922,991.03**

DRAINAGE DISTRICT No. 3
Statement of Cash Flows
June 2026

	Jun 26
OPERATING ACTIVITIES	
Net Income	-71,920.30
Adjustments to reconcile Net Income	
to net cash provided by operations:	
Accounts Receivable	-376.75
EMPLOYEE PAID EXPENSES:202-0400 Employee Insurance	17.35
EMPLOYEE PAID EXPENSES:202-0600 Employee Retirement	-1,122.47
EMPLOYEE PAID EXPENSES:202-0902 VOL - LIFE / AD&D	-78.00
Payroll Liabilities	39.60
Net cash provided by Operating Activities	-73,440.57
Net cash increase for period	-73,440.57
Cash at beginning of period	1,679,043.34
Cash at end of period	**1,605,602.77**

GROUP: DD3 Active

Month June '26

2026 SUMMARY REPORT

MONTH	PAID MEDICAL CLAIMS	% OF TOTAL CLAIMS PAID	PAID DENTAL CLAIMS	% OF TOTAL CLAIMS PAID	PAID PRESCRIPTION CLAIMS	% OF TOTAL CLAIMS PAID	TOTAL CLAIMS PAID	ADMIN	TOTAL EXPENSES	BILLED PREMIUM	NET PROFIT/(LOSS)
January	$ 6,550.17	54.11%	$ 555.00	4.59%	$ 4,999.24	41.30%	$ 12,104.41	$ 1,089.40	$ 13,193.81	$ 17,882.52	$ 4,688.71
February	$ 4,299.35	34.04%	$ -	0.00%	$ 8,330.85	65.96%	$ 12,630.20	$ 1,136.72	$ 13,766.92	$ 19,522.52	$ 5,755.60
March	$ 141.69	2.97%	$ -	0.00%	$ 4,635.93	97.03%	$ 4,777.62	$ 429.99	$ 5,207.61	$ 19,484.42	$ 14,276.81
April	$ 1,055.17	137.17%	$ -	0.00%	$ (285.90)	-37.17%	$ 769.27	$ 69.23	$ 838.50	$ 19,522.52	$ 18,684.02
May	$ 1,343.73	21.70%	$ -	0.00%	$ 4,848.92	78.30%	$ 6,192.65	$ 557.34	$ 6,749.99	$ 17,882.52	$ 11,132.53
June	$ 10,067.51	99.90%	$ -	0.00%	$ 10.24	0.10%	$ 10,077.75	$ 907.00	$ 10,984.75	$ 17,882.52	$ 6,897.77
July		0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
August		0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
September		0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
October		0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
November		0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
December		0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
TOTALS	$ 23,457.62	50.39%	$ 555.00	1.19%	$ 22,539.28	48.42%	$ 46,551.90	$ 4,189.67	$ 50,741.57	$ 112,177.02	$ 61,435.45
MONTHLY AVERAGE	$ 3,909.60		$ 555.00		$ 3,756.55		$ 7,758.65	$ 698.28	$ 8,456.93	$ 18,696.17	$ 10,239.24
ANNUAL PROJECTIONS	$ 46,915.24		$ 6,660.00		$ 45,078.56		$ 98,653.80	$ 8,379.34	$ 101,483.14	$ 224,354.04	$ 122,870.90
PROJECTED MONTHLY AVERAGE PER ENROLLEE	$ 558.51		$ 79.29		$ 536.65		$ 1,174.45				
PROJECTED MONTHLY AVERAGE PER MEMBER	$ 390.96		$ 50.45		$ 375.65		$ 817.07				

GROUP: DD3 Retirees

Month June '26

2026 SUMMARY REPORT

MONTH	PAID MEDICAL CLAIMS	% OF TOTAL CLAIMS PAID	PAID DENTAL CLAIMS	% OF TOTAL CLAIMS PAID	PAID PRESCRIPTION CLAIMS	% OF TOTAL CLAIMS PAID	TOTAL CLAIMS PAID	ADMIN	TOTAL EXPENSES	BILLED PREMIUM	NET PROFIT/(LOSS)
January	$ -	0.00%	$ -	0.00%	$ 27.75	100.00%	$ 27.75	$ 2.50	$ 30.25	$ 275.72	$ 245.47
February	$ -	0.00%	$ -	0.00%	$ 27.75	100.00%	$ 27.75	$ 2.50	$ 30.25	$ 275.72	$ 245.47
March	$ -	0.00%	$ -	0.00%	$ 27.75	100.00%	$ 27.75	$ 2.50	$ 30.25	$ 275.72	$ 245.47
April	$ -	0.00%	$ -	0.00%	$ 27.75	100.00%	$ 27.75	$ 2.50	$ 30.25	$ 275.72	$ 245.47
May	$ -	0.00%	$ -	0.00%	$ -	0.00%	$ -	$ -	$ -	$ 275.72	$ 275.72
June	$ -	0.00%	$ -	0.00%	$ -	0.00%	$ -	$ -	$ -	$ 275.72	$ 275.72
July	$ -	0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
August	$ -	0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
September	$ -	0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
October	$ -	0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
November	$ -	0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
December	$ -	0.00%	$ -	0.00%		0.00%	$ -	$ -	$ -		$ -
TOTALS	$ -	0.00%	$ -	0.00%	$ 111.00	100.00%	$ 111.00	$ 9.99	$ 120.99	$ 1,654.32	$ 1,533.33
MONTHLY AVERAGE	#DIV/0!		#DIV/0!		$ 27.75		$ 27.75	$ 2.50	$ 30.25	$ 275.72	$ 255.56
ANNUAL PROJECTIONS	#DIV/0!		#DIV/0!		$ 333.00		$ 333.00	$ 29.97	$ 362.97	$ 3,308.64	$ 3,066.66
PROJECTED MONTHLY AVERAGE PER ENROLLEE	#DIV/0!		#DIV/0!		#DIV/0!		#DIV/0!				
PROJECTED MONTHLY AVERAGE PER MEMBER	#DIV/0!		#DIV/0!		#DIV/0!		#DIV/0!				

Clint Turner
Chief Deputy
E-Mail
Clint.turner@jeffcotx.us

Tim Funchess
County Treasurer
1149 Pearl Street – Basement
Beaumont, Texas 77701

Office (409) 835-8509
Fax (409) 839-2347
E-Mail
tim.funchess@jeffcotx.us

July 13, 2026

Board of Directors
Drainage District #3
P. O. Box 388
Hamshire, TX 77622

Dear Board Members:

Enclosed is the Investment Schedule as of June 30, 2026, including interest earnings.

The 90 day Treasury discount rate on June 30, 2026 was 3.74% and the interest on your checking accounts for the month of June was 3.35%.

There were no investments made.

Included in the attached report are the balances for the Districts pledged collateral.

This report meets the requirements for investment officers in compliance with the Texas Government Code. Title 10, Section 2256.023.

Sincerely,

Tim Funchess

Tim Funchess, CCT, CIO
Enclosure

JEFFERSON COUNTY DRAINAGE DISTRICT 3
MONTH END JUNE 30, 2026 INVESTMENT SCHEDULE

SECURITY DESCRIPTION	PURCHASE DATE	PAR AMOUNT	AMOUNT INVESTED	PRICE PAID	EXPECT. YIELD	MATURITY DATE	# DAYS TO MATURITY	# DAYS INVEST	CUSIP NUMBER	TOTAL	BROKER DEALER	CURRENT MARKET VALUE	PR M
TOTALS:		$ -	$ -										
WEIGHTED AVERAGE YIELD:					0.000%							$0.00	
WEIGHTED AVERAGE MATURITY:			0	DAYS									

PLEDGE COLLATERAL REPORT
STELLAR BANK
DRAINAGE DISTRICT 3
AS OF JUNE, 2026

MARKET VALUE OF COLLATERAL:	$5,000,000.00
BALANCE IN ALL ACCOUNTS:	$1,608,375.15
OVER OR (UNDER) AMOUNT:	$3,391,624.85
	310.87%

COMPLIANCE STATEMENT

This is an unaudited statement made in accordance with provisions of Government Code, Title 10, Section 2256.023, The Public Funds Investment Act. The investment portfolios of Jefferson County Drainage District No. 3 comply with the investment strategies in the Drainage District No. 3 Investment Policy and Procedures.

Tim Funchess

Tim Funchess, Jefferson County Investment Officer

JUNE 2026, D. D. 3, INVESTMENT MATURITIES
MATURED SECURITIES AND INTEREST EARNED

ACCOUNT NAME	PURCHASE DATE	PAR AMOUNT	AMOUNT INVESTED	PRICE PAID	EXPECT. YIELD	MATURITY DATE		# DAYS INVEST	CUSIP/CD NUMBER	INTEREST EARNING	BROKER DEALER
D. D. 3 MAINT.											
		JUNE INTEREST			3.35%	30-Jun-26		30	M&O Fund	$4,424.76	STELLAR BANK
Pool Accounts		JUNE INTEREST			3.35%	30-Jun-26		30	Payroll	$83.57	STELLAR BANK
TOTALS		$0.00	$0.00							$4,508.33	

7/13/2026

INTERLOCAL AGREEMENT
BETWEEN THE TRINITY BAY CONSERVATIO DISTRICT AND JEFFERSON COUNTY DRAINAGE DISTRICT NO. 3

This Interlocal Agreement (the "Agreement") is made and entered into on this _____ day of June 2026, by and between the **Trinity Bay Conservation District**, a conservation and reclamation district ("TBCD") and **Jefferson County Drainage District No. 3**, a drainage district (the "District").

RECITALS

WHEREAS, the Texas State Legislature has authorized the formulation of Interlocal Cooperation Agreements between and among governmental entities pursuant to the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, as amended.

WHEREAS, the governing bodies of TBCD and the District believe that this Agreement is necessary for the benefit of the public and that each party has the legal authority to provide the governmental functions which is the subject of this Agreement.

WHEREAS, the parties recognize that proper maintenance of drainage ditches within the District benefits both parties by promoting efficient drainage and reducing the risk of flood and drainage obstruction; and

WHEREAS, the parties desire to cooperate in the maintenance and cleaning of certain drainage ditches located within the District's jurisdiction; and

NOW, THEREFORE, in consideration of the premises and the agreements, covenants and promises herein set forth, it is agreed as follows:

I.
FINDINGS AND PURPOSE

A. The recitals hereinabove set forth are incorporated herein for all purposes and are found to be true and correct.

B. Unless otherwise stated, no provision of this Agreement shall be construed to create any type of joint or equity ownership of any property or any partnership or joint venture. Unless otherwise stated, neither this Agreement, nor any acts of TBCD or the District hereunder shall be construed as granting to or otherwise vesting in any right, title, interest, or equity in TBCD or the District.

C. The purpose of this Agreement is to provide for the cooperation between TBCD and the District in the cleaning and maintenance of drainage ditches located within the District that receive drainage originating from or flowing through facilities maintained by TBCD.

II.
RESPONSIBILITIES OF THE PARTIES

The following shall apply to TBCD and the District in the performance of this Agreement.

A. TBCD shall provide labor, equipment, operators, and related services to assist the District in cleaning, clearing, removing debris from, and otherwise maintaining drainage ditches located in the jurisdiction of the District.

B. The specific ditches to be maintained and the scope of work shall be mutually agreed upon by the parties prior to the commencement of any work.

C. The District shall identify the drainage ditches requiring maintenance and shall coordinate with TBCD regarding scheduling and access to work area.

D. TBCD shall perform the agreed-upon work in a manner consistent with customary practices and subject to the availability of its personnel and equipment.

E. The District shall secure any permits, easements, and necessary approvals for the performance of this Agreement.

III.
TERMS OF AGREEMENT

A. Each party shall bear its own costs incurred in performing its obligations under this Agreement unless otherwise agreed to in writing by the parties.

B. Nothing in this Agreement shall be deemed to waive, modify, or amend any legal defense available at law or in equity to any of the parties nor to create any legal rights or claim on behalf any third party. No party waives, modifies, or alters to any extent whatsoever the availability of the defense of governmental immunity under the laws of the State of Texas of the United States.

IV.
SEVERABILITY

If any terms, sections, subsections, sentences, clauses, phrases, provisions, covenants or conditions of this Agreement are for any reason held to be invalid, void or unenforceable, the remainder of the terms, sections, subsections, sentences, clauses, phrases, provisions, covenants or conditions in this Agreement shall remain in full force and effect and shall in no way be affected, impaired or invalidated.

V.
TERM

This Agreement shall become effective as of the date of execution of this Agreement. The Agreement shall be for a term of twelve (12) months, and it shall automatically renew for an additional twelve-month term unless the Agreement is terminated earlier as provided herein.

VI.
TERMINATION

Either party may terminate this Agreement upon thirty (30) days written notice to the other party.

VII.
NOTICE

Unless otherwise provided in this Agreement, any notice, communication, request, reply, advice, approval or consent herein provided or permitted to be given, made or accepted by either TBCD or the District to the other, must be in writing and may be given or served by depositing the same in the U.S. Mail postpaid and registered or certified and addressed to the party to be notified with return receipt requested, or by delivering the same, when appropriate, addressed to TBCD or the District to be notified. Any such matter deposited in the mail in the manner hereinabove described shall become exclusively deemed effective, unless otherwise stated in this Agreement, from and after the earlier of actual receipt of notice or the expiration of four (4) days after it is so deposited. Any such notice given in any other manner shall be effective only if and when received by the party to notified.

Notice to TBCD:

Trinity Bay Conservation District
Attn: Jerry Shadden
P.O. Box 599
Stowell, Texas 77661

Notice to District

Jefferson County Drainage District No. 3
Attn: Ruffus Lavergne
P.O. Box 388
Hamshire, Texas 77622

TBCD and the District shall have the right from time to time and at any other time to change their respective addresses, and each shall have the right to specify as its address any other address by at least five (5) days written notice to the other party.

VIII.
GOVERNING LAW

The validity of this Agreement and any of its terms or provisions as well as the right and duties hereunder, shall be governed by the laws of the State of Texas.

IX.
ENTIRE AGREEMENT

This Agreement contains all the terms, commitments, and covenants of TBCD and the District pursuant to this Agreement. Any verbal or written commitment not contained in this Agreement or expressly referred to in this Agreement or expressly referred to in this Agreement and incorporated by reference shall have no force or effect.

X.
MISCENLLANEOUS PROVISIONS

A. If any provision of this Agreement is held to be invalid, illegal, or unenforceable in any judicial action, the remaining provision will be unaffected. In the event any provision of this Agreement is held to be invalid, illegal or unenforceable in any judicial action, TBCD and the District shall, upon request, promptly renegotiate in good faith a new provision to eliminate the invalidity and to restore this Agreement, as nearly as possible, to its original intent and effect.

B. TBCD and the District will review and revise this Agreement to ensure compliance with the federal and state laws and rules and regulations, as necessary.

C. Any provision that by its terms survives the termination of this Agreement shall bind TBCD and the District's legal representatives, heirs and assigns as set forth herein.

D. This Agreement shall not be assignable by either party without the prior written consent of the other party nor in contravention of any other provisions contained herein.

E. This Agreement shall bind, and the benefits thereof shall inure to the respective parties hereto, their heirs, legal representatives, executors, administrators, successors, and assigns. This Agreement shall not be construed as creating any rights in any third party or any duty to any third party.

F. This Agreement may be simultaneously executed in several counterparts, each of which shall be an original and all of which shall be considered fully executed as of the date when TBCD and the District have executed an identical counterpart, notwithstanding that all signatures may not appear on the same counterpart.

G. To the extent that the date for any payment or notice due hereunder by TBCD or the District shall fall on a day that is not a business day, such deadline for payment or notice, as the case may be, shall be automatically extended to the next following business day.

IN WITNESS WHEREOF, TBCD and the District acting under authority of their respective governing bodies have caused this Agreement to be duly executed in several counterparts, each of which is deemed to be an original, as of the day and date first written above.

Trinity Bay Conservation District

Dated:____________________ By:__________________________________

Jefferson County Drainage District No. 3

Dated:____________________ By:__________________________________