NOTICE OF MEETING AND AGENDA

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

Will Be Held At

7:30 A.M.

SEPTEMBER 16, 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 August 19, 2026, meeting.

F. AWARD BID

1. Consider and Possibly Approve and Award Bid for RFP 26-0715/SJV – STAFFING SERVICES – TEMPORARY LABOR

G. Business Session:

1. Review and Accept Regular District bills from August 31, 2026, to September 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 August 2026, pursuant to Section 2256.023 of the Public Funds Investment Act.
5. Consider and approve Budget Amendment

MOVE FROM	AMOUNT	MOVE TO	AMOUNT
1020 – LABORER	$2927.00	1015 – EXTRA HELP	$2927.00

6. Conduct public hearing on proposed 2026-2027 Jefferson County Drainage District No. 3 Budget. (See attached for Taxpayer Impact Statement pursuant to section 551.043 (c) of the Texas Government Code)
   Taxpayer Impact Statement - Jefferson County Drainage District No 3
7. Consider and approve the General Fund Budget FY2027
8. Consider and approve the 2026 Certified Taxable Value as presented by Jefferson County Central Appraisal District for $301,321,977
9. Consider a resolution approving the District's 2026 proposed tax rate of $0.282693 /$100 valuation as distributed below:

Proposed tax rate of $ 0.282693 /$100 valuation:
Maintenance and Operating: $0.242138 /$100 valuation
Interest & Sinking Debt Rate: $0.040555/$100 valuation
TOTAL PROPOSED TAX RATE FOR 2026 $0.282693/$100 valuation
TOTAL ACTUAL TAX RATE FOR 2025 $0.281966 /$100 valuation
TOTAL INCREASE OVER LAST YEAR'S RATE $0.257500%/$100 valuation

10. Consider and approve changing phone/internet/fax service to Spectrum IP services beginning October 1, 2026.
11. Consider and possibly approve 2027 County Choice Silver Retiree Medical & Prescription Renewal Rates with Texas Associations of Counties.
12. Executive Session – See footnote
13. Consider and take action, if any, on items discussed in Executive Session

H. Equipment Update:
   1. Consider and possibly Approve the purchase of a Cat Mini-Excavator 305-07CA through Sourcewell Purchasing.

I. Project Update:

Completed Projects:
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 – Bulkhead Repair
3. 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 September 10, 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
SEPTEMBER 16, 2026, AT 7:30 A.M.

A. The 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 August 19, 2026, meeting were approved on a motion made by Commissioner Boykin and seconded by Chairman Rose. All voted Aye.

F. BID OPENING – After a review of the proposals and an evaluation of the scoring process, a motion by Commissioner Boykin and seconded by Chairman Rose, the proposal for RFP 26-0715/SJV will be awarded to Advanced Staffing based on experience with county organizations and rates proposed. All voted AYE.

E. Business Session:

1. Commissioners reviewed and accepted the District's regular checks written from August 31 to September 15, 2026. A motion was made by Commissioner Boykin and seconded by Chairman Rose. All voted Aye.
2. Commissioners reviewed and accepted the monthly financial report presented by Shanna Verret, which showed an ending fund balance of $1,501,537.44, a decrease of $42,197.31 from last month. The motion was made by Commissioner Boykin and seconded by Chairman Rose. All voted Aye.
3. A motion was made by Commissioner Boykin and seconded by Chairman Rose to accept the District's Monthly Insurance Summary as presented by the Southeast Texas Government Employee Benefit Pool for July 2026. Active employees generated a year-to-date profit of $76,780.44 while retirees earned a year-end profit of $2,160.53. All voted Aye.
4. Commissioners acknowledged the receipt and filing of Jefferson County Drainage District's No. 3 Investment Schedule for August 2026, pursuant to Section 2256.023 of the Public Funds Investment Act. Motion made by Commissioner Boykin and seconded by Chairman Rose. All voted Aye.
5. Motion made by Commissioner Boykin and seconded by Chairman Rose to approve a budget amendment to adjust salaries from Laborer to Extra Help. All voted AYE.

MOVE FROM	AMOUNT	MOVE TO	AMOUNT
1020 – LABORER	$2927.00	1015 – EXTRA HELP	$2927.00

6. A Public Hearing was held on the proposed 2026-2027 Jefferson County Drainage District No. 3 Budget.
7. A motion was made by Commissioner Boykin and seconded by Commissioner Levingston to adopt the FY2027 Budget for $1,590,255.00. All voted AYE.
8. A motion was made by Commissioner Boykin and seconded by Commissioner Levingston to approve the 2026 Certified Taxable Value as presented by Jefferson County Central Appraisal District for $301,321,977.

9. Motion was made by Commissioner Levingston and seconded by Commissioner Boykin to consider a resolution approving the District's 2026 proposed tax rate of $0.282693/$100 valuation as distributed below:

Proposed tax rate of $ 0.282693 /$100 valuation:

Maintenance and Operating:	$0.242138 /$100 valuation
Interest & Sinking Debt Rate:	$0.040555 /$100 valuation
TOTAL PROPOSED TAX RATE FOR 2025	$0.282693 /$100 valuation
TOTAL ACTUAL TAX RATE FOR 2024	$0.281966 /$100 valuation
TOTAL INCREASE OVER LAST YEAR'S RATE	$0.257500% /$100 valuation

All voted AYE.

10. After a discussion, a motion was made by Chairman Rose and seconded by Commissioner Boykin to change the District's phone service to Spectrum. The change will save approximately $600/year. All voted AYE.
11. After a review of the retiree medical and prescription supplemental plan for 2027 through Amwins with the Texas Association of Counties Silver Choice Plan. A motion was made by Chairman Rose and seconded by Commissioner Levingston to approve the plan that includes a 6% increase in prescription coverage and a 0% increase for medical coverage. The District will continue to pay 100% of the premium. All voted AYE.
12. There was no Executive Session

G. Equipment Update:
1. A motion was made by Commissioner Levingston and seconded by Commissioner Rose to approve the purchase of a Cat Mini-Excavator 305-07CA with a trade-in of the District's 2021 Takeuchi TB260 through Sourcewell. All voted AYE.
H. Project Update:

Completed Projects
Projects in Progress
1. Ditches within the District are still being mowed at this time

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

I. Meeting Updates - Shanna Verret announced that during a SETX Employee Benefit Pool meeting, the County will be changing pharmacy benefit managers from Liviniti to MedOne.
J. Board Comments – Ruffus Lavergne announced he would like to look into placing GPS trackers on some of the District's mobile equipment. The Board agreed with the installations after getting prices and to ask if there would be a reduction in insurance premiums with the installations and to make sure the signals will work in the area.
K. The next regular meeting date is set for Wednesday, October 21, 2026, at 7:30 a.m.
L. Adjournment - With no further business, Chairman Rose adjourned the meeting at 8:25 a.m.

Frank R. Rose, Chairman

Reginald C. Boykin, Sr., Secretary

Joel E. Levingston, Jr., Commissioner

DRAINAGE DISTRICT No. 3
Expenditures
August 31 to September 15, 2026

Date	Num	Name	Split	Amount
08/27/2026	ACH	PAYROLL TAX LIABILITY	FICA TAX LIABILITY	-3,143.60
08/27/2026	13868	PAYROLL ACCOUNT	SALARIES & AUTO ALLOWANCE	-15,136.50
08/27/2026	ACH	Texas County & District Retirement System	2002 - Retirement	-2,285.83
08/27/2026	13870	Cintas	3050 Medical & Safety	-16.06
08/27/2026	13871	Vaughn's Air Conditioning	4009 Building & Structure	-579.25
08/27/2026	13872	Centerpoint Energy	4053 Natural Gas	-117.76
08/27/2026	13873	Entergy	4056 Electricity	-352.29
08/27/2026	13874	VICTOR INSURANCE MANAGERS INC.	5045 Bonds Surety & Notary	-100.00
08/27/2026	13875	Texas Association of Counties - County Ch	2003 - Insurance	0.00
08/27/2026	13876	Windstream	4054 Telephone	-411.34
08/27/2026	13877	Rock'n J On Site Waste Water System	5021 Dues & Subscriptions	-250.00
08/27/2026	13878	Amwins Group Benefits, LLC	2003 - Insurance	-4,742.72
				-27,135.35
09/15/2026	ACH	PAYROLL TAX LIABILITY	FICA TAX LIABILITY	-2,737.02
09/15/2026	13879	PAYROLL ACCOUNT	SALARIES	-12,611.50
09/15/2026	13880	Southeast Tx Gov't Employees Benefit Pool	2003 - Insurance	-15,700.02
09/15/2026	13881	County Treasurer, Life Insurance	2003 - Insurance	-37.16
09/15/2026	13882	The Examiner	3010 Books & Printed Matter	-360.00
09/15/2026	13883	Vulcan Construction Materials, LP	3032 Concrete, Sand, Aggregat	-4,317.58
09/15/2026	13884	Farm & Home Supply	3040 Hardware - Misc	-17.16
09/15/2026	13885	Gulf Coast Screw & Supply Co.	3041 Hose & Fittings & Filters	-148.48
09/15/2026	13886	First National Bank Omaha	3083 Tires & Tubes & 3099 Sundry	-87.43
09/15/2026	13887	Southern Tire Mart	3083 Tires & Tubes	-1,297.14
09/15/2026	13888	Hamshire Waste	4058 Garbage Waste Disposal	-68.00
09/15/2026	13889	West Jefferson Co. MWD	4057 Water & Sewer	-31.12
09/15/2026	13890	Jux Technologies	5021 Dues & Subscriptions	-30.00
09/15/2026	13891	SAM'S CLUB	5021 Dues & Subscriptions	-81.44
09/15/2026	13892	GENERATOR SUPERCENTER	5021 Dues & Subscriptions	-588.00
09/15/2026	13893	TWA Risk Management Fund	5040 General Liab Ins & 2004 Workers Comp	-1,998.00
09/15/2026	13894	Kasie Cooper	5060 Janitorial Services	-175.00
09/15/2026	13895	Jefferson County Agriculture Committee	5064 Training & Education	-60.00
09/15/2026	13896	Jefferson Central Appraisal District	5098 Appraisal District Fees	-1,650.04
09/15/2026	13897	FIRST FINANCIAL BANK, N.A.	6011 Machinery & Equipment	-42,179.60
				-84,174.69

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

	Aug 26	Budget	Oct '25 - Aug 26	YTD Budget	Annual Budget
Ordinary Income/Expense					
Income					
REVENUES					
101 - Current Taxes	5,330.31	72,329.17	879,152.30	795,620.83	867,950.00
102 - Delinquent Taxes	5,760.44	833.33	32,911.23	9,166.67	10,000.00
103 - Interest	4,437.05	2,666.67	50,328.09	29,333.33	32,000.00
104 - Rendition Penalty	0.00		0.00	0.00	0.00
106 - Miscellaneous	0.00	0.00	2,042.63	0.00	0.00
Total REVENUES	15,527.80	75,829.17	964,434.25	834,120.83	909,950.00
Total Income	15,527.80	75,829.17	964,434.25	834,120.83	909,950.00
Gross Profit	15,527.80	75,829.17	964,434.25	834,120.83	909,950.00
Expense					
1 - SALARIES					
1001 - Administration	5,761.00	5,761.25	63,835.64	63,373.75	69,135.00
1002 - Clerical	4,881.00	4,881.08	53,226.36	53,691.92	58,573.00
1009 - Dept Head / Foreman	5,527.00	5,527.33	60,031.72	60,800.67	66,328.00
1010 - Commissioners	900.00	900.00	9,900.00	9,900.00	10,800.00
1015 - Extra Help	1,200.00	3,555.00	15,632.00	10,905.00	12,705.00
1020 - Laborer	0.00	2,946.67	11,784.00	32,413.33	35,360.00
1048 - Equipment Operators/Asst	9,054.00	13,215.83	99,985.28	145,374.17	158,590.00
Total 1 - SALARIES	27,323.00	36,787.16	314,395.00	376,458.84	411,491.00
2 - FRINGE BENEFITS					
2001 - FICA Expenses	2,063.11	3,215.00	24,008.91	35,365.00	38,580.00
2002 - Retirement	2,285.83	3,272.50	28,230.55	35,997.50	39,270.00
2003 - Insurance	19,726.40	26,237.50	224,977.69	288,612.50	314,850.00
2004 - Worker's Compensation	0.00	833.33	3,802.00	9,166.67	10,000.00
2006 - Auto Allowance	1,625.00	1,625.00	17,875.00	17,875.00	19,500.00
2007 - Retirement Wage Contg	185.51	4,166.67	1,215.51	45,833.33	50,000.00
2008 - Health Ins. Savings Acct	750.00	687.50	3,765.69	7,562.50	8,250.00
Total 2 - FRINGE BENEFITS	26,635.85	40,037.50	303,875.35	440,412.50	480,450.00
3 - MATERIALS & SUPPLIES					
3006 - Auto Parts & Supplies	0.00	625.00	1,178.20	6,875.00	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	360.00	500.00	3,397.00	5,500.00	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	733.33	800.00
3016 Chemicals Weed Control	4,054.20	1,916.67	4,054.20	21,083.33	23,000.00

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

	Aug 26	Budget	Oct '25 - Aug 26	YTD Budget	Annual Budget
3018 Cleaners & Solvents	0.00		0.00	0.00	0.00
3018 - Janitorial Supplies	0.00	125.00	550.97	1,375.00	1,500.00
3019 - Additives & Lubricants	0.00		0.00	0.00	0.00
3020 Metal Culvert Pipe	-9,300.00	4,166.67	5,054.60	45,833.33	50,000.00
3022 Copying Supplies	0.00		0.00	0.00	0.00
3027 Electrial Supplies	0.00	250.00	0.00	2,750.00	3,000.00
3030 Fencing Material	748.32	625.00	1,188.42	6,875.00	7,500.00
3032 Concrete, Sand, Aggregat	0.00	833.33	0.00	9,166.67	10,000.00
3034 Diesel Fuel	0.00	5,000.00	16,331.70	55,000.00	60,000.00
3036 Diesel Fuel ON ROAD	0.00	2,500.00	7,201.07	27,500.00	30,000.00
3037 Gasoline	0.00	583.33	3,346.68	6,416.67	7,000.00
3040 Hardware - Misc	0.00	250.00	1,429.63	2,750.00	3,000.00
3041 Hose & Fittings & Filters	0.00	833.33	2,073.10	9,166.67	10,000.00
3048 Lumber, Timbers, Rope	1,098.31	416.67	-792.00	4,583.33	5,000.00
3050 Medical & Safety	16.06	250.00	1,515.08	2,750.00	3,000.00
3051 Motor Oil & Grease	0.00	833.33	295.23	9,166.67	10,000.00
3056 Paint & Brushes	0.00	83.33	0.00	916.67	1,000.00
3072 Rope Wire Manila & Burlap	0.00	66.67	170.44	733.33	800.00
3073 Spare Parts, Heavy Equip	0.00	83.33	0.00	916.67	1,000.00
3077 Computer Supplies	0.00	208.33	1,885.21	2,291.67	2,500.00
3078 Office Supplies	792.34	375.00	4,197.65	4,125.00	4,500.00
3080 Steel Angle Iron Rods, Etc	0.00		0.00	0.00	0.00
3083 Tires & Tubes	342.99	750.00	3,305.76	8,250.00	9,000.00
3084 Minor Equipment	0.00		0.00	0.00	0.00
3084 - Sm Tools & Minor Equip	54.25	958.33	633.90	10,541.67	11,500.00
3095 Welding Supplies	0.00	291.67	14.16	3,208.33	3,500.00
3098 - Clothing & Work Wear	0.00	208.33	862.82	2,291.67	2,500.00
3099 Sundry	66.11	166.67	884.54	1,833.33	2,000.00
Total 3 - MATERIALS & SUPPLIES	-1,767.42	22,966.66	58,778.36	252,633.34	275,600.00
4 - MAINTENANCE & UTILITES					
4001 Cooling and Heating	0.00	0.00	0.00	0.00	0.00
4009 Building & Structure	579.25	375.00	4,238.49	4,125.00	4,500.00
4010 Tractors & Mowers	656.85	1,041.67	2,011.58	11,458.33	12,500.00
4011 Equipment Repairs	0.00	5,833.33	6,831.42	64,166.67	70,000.00
4013 Marine Craft	0.00	166.67	182.26	1,833.33	2,000.00
4014 - Auto - Truck	0.00		0.00	0.00	0.00
4014 - Auto Truck Trailer	0.00	250.00	553.07	2,750.00	3,000.00
4015 Communication Equip	0.00	125.00	0.00	1,375.00	1,500.00
4020 Miscellaneous	0.00	41.67	0.00	458.33	500.00
4030 Tools	0.00		0.00	0.00	0.00
4051 Freight	0.00	25.00	0.00	275.00	300.00
4052 Postage	0.00	41.67	438.76	458.33	500.00
4053 Natural Gas/Butane	117.76	308.33	1,240.30	3,391.67	3,700.00
4054 Telephone	411.34	500.00	5,527.62	5,500.00	6,000.00
4056 Electricity	352.29	500.00	2,716.47	5,500.00	6,000.00

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

	Aug 26	Budget	Oct '25 - Aug 26	YTD Budget	Annual Budget
4057 Water & Sewer	31.12	166.67	340.43	1,833.33	2,000.00
4058 Garbage Waste Disposal	68.00	100.00	748.00	1,100.00	1,200.00
4059 - Unscheduled Misc	0.00	83.33	0.00	916.67	1,000.00
Total 4 - MAINTENANCE & UTILITES	2,216.61	9,558.34	24,828.40	105,141.66	114,700.00
5 - MISCELLANEOUS SERVICES					
5009 Professional Services	0.00	1,250.00	3,280.91	13,750.00	15,000.00
5010 - Medical & Surgical	0.00	166.67	589.00	1,833.33	2,000.00
5021 Dues & Subscriptions	280.00	291.67	2,523.67	3,208.33	3,500.00
5027 Engineering Fees	0.00	2,500.00	0.00	27,500.00	30,000.00
5028 Assessor/Collector Fees	0.00	183.33	2,118.06	2,016.67	2,200.00
5029 Attorney Fees	0.00	1,666.67	0.00	18,333.33	20,000.00
5031 Filing, Records & Photos	0.00	8.33	0.00	91.67	100.00
5032 Accounting Services	0.00	41.67	0.00	458.33	500.00
5036 Treasurer Commision	0.00	133.33	0.00	1,466.67	1,600.00
5038 Supplemenal Tax Refunds	0.00	166.67	0.00	1,833.33	2,000.00
5040 Insurance - Auto Prop Liab	0.00	1,341.67	12,204.00	14,758.33	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	100.00	83.33	618.23	916.67	1,000.00
5053 Equipment Rental	0.00	1,416.67	270.00	15,583.33	17,000.00
5054 Contract Aerial Spraying	0.00	833.33	0.00	9,166.67	10,000.00
5055 Contract Spraying	0.00	916.67	0.00	10,083.33	11,000.00
5060 Janitorial Services	175.00	175.00	1,925.00	1,925.00	2,100.00
5062 Travel & Meeting Expense	0.00	66.67	110.88	733.33	800.00
5064 Training & Education	0.00	108.33	0.00	1,191.67	1,300.00
5074 Independent Auditor Fees	0.00	2,500.00	28,250.00	27,500.00	30,000.00
5095 Bank Service Charges	0.00	250.00	0.00	2,750.00	3,000.00
5098 Appraisal District Fees	0.00	750.00	7,115.82	8,250.00	9,000.00
5099 Sundry	0.00	83.33	906.22	916.67	1,000.00
Total 5 - MISCELLANEOUS SERVICES	555.00	14,933.34	59,911.79	164,266.66	179,200.00
6 - CAPITAL OUTLAY					
6001 Office Machines	0.00	375.00	0.00	4,125.00	4,500.00
6002 Excavation Equipment	0.00	13,333.33	0.00	146,666.67	160,000.00
6011 Machinery & Equipment	2,741.02	13,333.33	107,003.72	146,666.67	160,000.00
6014 Building & Structures Grnd	0.00	833.33	0.00	9,166.67	10,000.00
6022 Furniture & Fixtures	0.00	416.67	0.00	4,583.36	5,000.03
6042 Auto Truck & Trailer	0.00	4,233.33	19,045.50	46,566.67	50,800.00
6045 Land/ROW Acquisitions	0.00	350.00	0.00	3,850.00	4,200.00
Total 6 - CAPITAL OUTLAY	2,741.02	32,874.99	126,049.22	361,625.04	394,500.03

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

	Aug 26	Budget	Oct '25 - Aug 26	YTD Budget	Annual Budget
Payroll Expenses	0.00		0.00		
Reconciliation Discrepancies	0.00		-16,836.50	0.00	0.00
Total Expense	57,704.06	157,157.99	871,001.62	1,700,538.04	1,855,941.03
Net Ordinary Income	-42,176.26	-81,328.82	93,432.63	-866,417.21	-945,991.03
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	**-42,176.26**	**-81,328.82**	**93,432.63**	**-866,417.21**	**-945,991.03**

DRAINAGE DISTRICT No. 3
Statement of Cash Flows
August 2026

	Aug 26
OPERATING ACTIVITIES	
Net Income	-42,176.26
Adjustments to reconcile Net Income to net cash provided by operations:	
Accounts Receivable	-845.62
EMPLOYEE PAID EXPENSES:202-0400 Employee Insurance	862.97
EMPLOYEE PAID EXPENSES:202-0902 VOL - LIFE / AD&D	-81.00
Payroll Liabilities	42.60
Net cash provided by Operating Activities	-42,197.31
Net cash increase for period	-42,197.31
Cash at beginning of period	1,543,734.75
Cash at end of period	**1,501,537.44**

GROUP: DD3 Active

Month August '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)		MED ENR UNITS	MED DEP UNITS	DEN ENR UNITS	DEN DEP UNITS
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		7	3	7	4
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		7	3	7	4
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		8	3	8	4
April	$ 1,055.17	137.17%	$ -	0.00%	$ (285.90)	-37.17%	$ 769.27	$ 69.23	$ 838.50	$ 19,522.52	$ 18,684.02		8	3	8	4
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		7	3	7	4
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		7	3	7	4
July	$ 3,615.45	32.51%	$ 230.00	2.07%	$ 7,274.70	65.42%	$ 11,120.15	$ 1,000.81	$ 12,120.96	$ 17,882.52	$ 5,761.56		7	3	7	4
August	$ 2,309.69	30.34%		0.00%	$ 5,304.15	69.66%	$ 7,613.84	$ 685.25	$ 8,299.09	$ 17,882.52	$ 9,583.43		7	3	7	4
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	$ 29,382.76	45.01%	$ 785.00	1.20%	$ 35,118.13	53.79%	$ 65,285.89	$ 5,875.73	$ 71,161.62	$ 147,942.06	$ 76,780.44					
MONTHLY AVERAGE	$ 3,672.85		$ 392.50		$ 4,389.77		$ 8,160.74	$ 734.47	$ 8,895.20	$ 18,492.76	$ 9,597.55		7	3	7	4
ANNUAL PROJECTIONS	$ 44,074.14		$ 4,710.00		$ 52,677.20		$ 101,461.34	$ 8,813.60	$ 106,742.43	$ 221,913.09	$ 115,170.66					
PROJECTED MONTHLY AVERAGE PER ENROLLEE	$ 524.69		$ 56.07		$ 627.11		$ 1,207.87									
PROJECTED MONTHLY AVERAGE PER MEMBER	$ 367.28		$ 35.68		$ 438.98		$ 841.94									

GROUP: DD3 Retirees

Month August '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)		MED ENR UNITS	MED DEP UNITS	DEN ENR UNITS	DEN DEP UNITS
January	$ -	0.00%	$ -	0.00%	$ 27.75	100.00%	$ 27.75	$ 2.50	$ 30.25	$ 275.72	$ 245.47		-	-	5	3
February	$ -	0.00%	$ -	0.00%	$ 27.75	100.00%	$ 27.75	$ 2.50	$ 30.25	$ 275.72	$ 245.47		-	-	5	3
March	$ -	0.00%	$ -	0.00%	$ 27.75	100.00%	$ 27.75	$ 2.50	$ 30.25	$ 275.72	$ 245.47		-	-	5	3
April	$ -	0.00%	$ -	0.00%	$ 27.75	100.00%	$ 27.75	$ 2.50	$ 30.25	$ 275.72	$ 245.47		-	-	5	3
May	$ -	0.00%	$ -	0.00%	$ -	0.00%	$ -	$ -	$ -	$ 275.72	$ 275.72		-	-	5	3
June	$ -	0.00%	$ -	0.00%	$ -	0.00%	$ -	$ -	$ -	$ 275.72	$ 275.72		-	-	5	3
July	$ -	0.00%	$ -	0.00%	$ (42.00)	100.00%	$ (42.00)	$ (3.78)	$ (45.78)	$ 275.72	$ 321.50		-	-	5	3
August	$ -	0.00%	$ -	0.00%	$ (27.50)	100.00%	$ (27.50)	$ (2.48)	$ (29.98)	$ 275.72	$ 305.70		-	-	5	3
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%	$ 41.50	100.00%	$ 41.50	$ 3.74	$ 45.24	$ 2,205.76	$ 2,160.53					
MONTHLY AVERAGE	#DIV/0!		#DIV/0!		$ 6.92		$ 6.92	$ 0.62	$ 7.54	$ 275.72	$ 270.07		-	-	5	3
ANNUAL PROJECTIONS	#DIV/0!		#DIV/0!		$ 83.00		$ 83.00	$ 7.47	$ 90.47	$ 3,308.64	$ 3,240.79					
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

September 9, 2026

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

Dear Board Members:

Enclosed is the Investment Schedule as of August 31, 2026, including interest earnings.

The 90 day Treasury discount rate on August 31, 2026 was 3.78% and the interest on your checking accounts for the month of August was 3.44%.

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, CCT, CIO
Enclosure

JEFFERSON COUNTY DRAINAGE DISTRICT 3
MONTH END AUGUST 31, 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 V
TOTALS:		$ -	$ -									$0.00	
WEIGHTED AVERAGE YIELD:					0.000%								
WEIGHTED AVERAGE MATURITY:			0	DAYS									

PLEDGE COLLATERAL REPORT
STELLAR BANK/PROSPERITY
DRAINAGE DISTRICT 3
AS OF AUGUST, 2026

MARKET VALUE OF COLLATERAL:	$2,998,230.21
BALANCE IN ALL ACCOUNTS:	$1,500,076.84
OVER OR (UNDER) AMOUNT:	$1,498,153.37
	199.87%

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

AUGUST 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.											
		AUGUST INTEREST			3.44%	31-Aug-26		31	M&O Fund	$4,353.27	STELLAR BANK
Pool Accounts		AUGUST INTEREST			3.44%	31-Aug-26		31	Payroll	$83.78	STELLAR BANK
TOTALS		$0.00	$0.00							$4,437.05	

DRAINAGE DISTRICT NO. 3
Jefferson County, Texas

2025-26 BUDGET AMENDMENTS
September 16, 2026

EXPENSES MOVE FROM	AMOUNT	EXPENSES MOVE TO	AMOUNT
SALARIES		**SALARIES**	
1020 - Laborer	2,927.00	1015 Extra Help	2,927.00
TOTAL	**2,927.00**	**TOTAL**	**$2,927.00**

Taxpayer Impact Statement

House Bill 1522, passed by the Texas Legislature in 2025, amends section 551.043 of the Texas Government Code to require that the notice of a meeting required to be posted under section 551.043(a) of the Texas Open Meetings Act, at which a government body will discuss or adopt a budget or the governmental body, must include a taxpayer impact statement showing, for the median-value homestead property, a comparison of the property tax bill in dollars pertaining to the property for the current fiscal year to an estimate of the property tax bill in dollars for the same property for the upcoming fiscal year.

Drainage District No. 3 has proposed a budget for the District's 2026-2027 fiscal year. The District intends to adopt its budget on September 16, 2026.

- 2025 Value of Median-Value Homestead Property in the District: **$142,461.00**
- 2025 Property Tax Bill for the Current Fiscal Year ($0.292606): **$416.85**
- 2026 Value of Median-Value Homestead Property in the District: **$154,600.00**
- Estimated 2026 Property Tax Bill for the Upcoming Fiscal Year if the District Adopts the Proposed Budget and Tax Rate **($0.282693)** per $100 of value): **$437.04**

The estimates in this Impact Statement are valid only for the proposed budget and proposed tax rate that the Board of Commissioners for Drainage District No. 3 will discuss at its meeting on September 16, 2026. The proposed budget and the proposed tax rate may each be amended by the District's Board of Commissioners before their final adoption.

KATE CARROLL
Jefferson County
Tax Assessor-Collector/Voter Registrar

Mailing • P.O. Box 2112 • Beaumont, Texas 77704-2112
Physical Address •1149 Pearl • Beaumont, Texas 77701
Phone: 409-835-8516 • Fax: 409-835-8589

Chief Deputy of Finance – Cindy Savant, P.C.C.
Chief Deputy of Operations – Michelle Farnie, P.C.C.

July 21, 2026

JEFFERSON COUNTY DRAINAGE DISTRICT NO 3
2026 ANTICIPATED COLLECTION RATE
2025 EXCESS DEBT TAX COLLECTIONS

In accordance with the certification requirements of Section 26.04(b), Texas Property Tax Code, the following information provided is for use on the Voter Approval Rate Worksheet:

The anticipated collection rate for 2026 is 100.00%, as calculated under PTC Sec. 26.012(2).

The actual collection rates for the preceding three years are:

2025 100.73%
2024 96.82%
2023 98.99%

Excess 2025 debt tax collections are $ 0, pursuant to PTC Sec. 26.04 (e)(3)(C).

I HEREBY CERTIFY THAT THE ABOVE INFORMATION IS TRUE AND ACCURATE TO THE BEST OF MY KNOWLEDGE AND COMPLIES WITH THE CERTIFICATION REQUIREMENTS OF SECTION 26.04(B), TEXAS PROPERTY TAX CODE.

Kate Carroll

Tax Assessor-Collector
Jefferson County Texas

Land	Value
Homesite:	25,242,004
Non Homesite:	40,174,148
Ag Market:	112,589,554
Timber Market:	2,047,654

Improvement	Value
Homesite:	144,140,467
Non Homesite:	76,408,921

Non Real	Count	Value
Personal Property:	141	87,359,215
Mineral Property:	1,079	4,750,591
Autos:	0	0

Ag	Non Exempt	Exempt
Total Productivity Market:	114,637,208	0
Ag Use:	3,619,904	0
Timber Use:	58,987	0
Productivity Loss:	110,958,317	0

Total Land	(+)	180,053,360
Total Improvements	(+)	220,549,388
Total Non Real	(+)	92,109,806
Market Value	=	492,712,554
Productivity Loss	(-)	110,958,317
Appraised Value	=	381,754,237
Homestead Cap	(-)	9,609,423
23.231 Cap	(-)	4,536,843
Assessed Value	=	367,607,971
Total Exemptions Amount (Breakdown on Next Page)	(-)	66,285,994
Net Taxable	=	301,321,977

APPROXIMATE TOTAL LEVY = NET TAXABLE * (TAX RATE / 100)
881,686.18 = 301,321,977 * (0.292606 / 100)

Certified Estimate of Market Value:	492,712,554
Certified Estimate of Taxable Value:	301,321,977
Tax Increment Finance Value:	0
Tax Increment Finance Levy:	0.00

Exemption Breakdown

Exemption	Count	Local	State	Total
145B	75	0	4,347,431	4,347,431
145D	33	0	300,176	300,176
145D1	33	0	1,847,686	1,847,686
DP	20	619,136	0	619,136
DV1	2	0	10,000	10,000
DV2	5	0	36,650	36,650
DV3	2	0	20,000	20,000
DV4	12	0	129,850	129,850
DV4S	1	0	12,000	12,000
DVHS	20	0	3,708,372	3,708,372
DVHSS	3	0	321,547	321,547
EX-XV	53	0	6,416,644	6,416,644
FR	2	6,018,075	0	6,018,075
HS	807	31,041,565	0	31,041,565
OV65	322	11,288,322	0	11,288,322
PC	3	168,540	0	168,540
	Totals	**49,135,638**	**17,150,356**	**66,285,994**

State Category Breakdown

State Code	Description	Count	Acres	New Value	Market Value	Taxable Value
A	SINGLE FAMILY RESIDENCE	1,067	1,896.5648	$2,084,601	$177,147,103	$131,237,573
C1	VACANT LOTS AND LAND TRACTS	453	967.1871	$0	$10,011,123	$9,058,112
D1	QUALIFIED AG LAND	823	37,446.9858	$0	$114,637,208	$3,677,158
D2	NON-QUALIFIED LAND	111		$486,413	$4,079,373	$4,079,373
E	FARM OR RANCH IMPROVEMENT	388	4,104.0666	$1,038,988	$54,135,020	$41,245,098
F1	COMMERCIAL REAL PROPERTY	46	94.0203	$3,534,959	$17,262,401	$16,259,720
F2	INDUSTRIAL REAL PROPERTY	26	176.7332	$0	$13,432,993	$13,204,569
G1	OIL AND GAS	1,074		$0	$4,741,158	$4,726,691
J3	ELECTRIC COMPANY (INCLUDING C	5	0.8000	$0	$12,304,299	$12,054,299
J4	TELEPHONE COMPANY (INCLUDI	5	0.0964	$0	$165,490	$40,248
J6	PIPELAND COMPANY	29	2.5680	$0	$10,468,405	$8,977,688
J8	OTHER TYPE OF UTILITY	13		$0	$985,579	$84,912
L1	COMMERCIAL PERSONAL PROPE	77		$0	$35,406,493	$26,434,494
L2	INDUSTRIAL PERSONAL PROPERT	17		$0	$27,793,608	$27,018,865
M1	TANGIBLE OTHER PERSONAL, MOB	131		$198,477	$3,725,657	$3,223,177
X	TOTALLY EXEMPT PROPERTY	53	196.9203	$0	$6,416,644	$0
	Totals		44,885.9425	$7,343,438	$492,712,554	$301,321,977

CAD State Category Breakdown

State Code	Description	Count	Acres	New Value	Market Value	Taxable Value
A		1	2.7780	$0	$33,718	$0
A1	REAL, RESIDENTIAL, SINGLE-FAMIL	786	1,527.7373	$1,579,154	$163,856,331	$121,506,994
A2	REAL, RESIDENTIAL, MOBILE HOME	90	149.2831	$182,504	$5,493,063	$4,287,072
A7	REAL/RES/MH 5 AC/LESS-BY OWNE	198	216.7664	$322,943	$7,763,991	$5,443,507
C1	REAL, VACANT PLATTED RESIDENTI	445	892.0601	$0	$9,316,102	$8,512,604
C2	REAL, VACANT PLATTED COMMERCI.	8	75.1270	$0	$695,021	$545,508
D1	REAL, ACREAGE, RANGELAND	851	37,976.5202	$0	$114,876,990	$3,916,940
D2	REAL, ACREAGE, TIMBERLAND	111		$486,413	$4,079,373	$4,079,373
D3	REAL, ACREAGE, FARMLAND	61	591.9519	$307,050	$9,472,869	$8,154,573
D4	REAL, ACREAGE, UNDEVELOPED LA	155	2,113.3890	$0	$10,164,505	$9,009,207
D5	UNFILLED LAND	7	129.3540	$0	$1,034,045	$848,066
E	E	1	1.6421	$0	$29,952	$0
E1	REAL, FARM/RANCH, HOUSE	95	552.7212	$577,834	$29,728,998	$20,540,510
E2	REAL, FARM/RANCH, MOBILE HOME	10	57.0260	$0	$1,307,698	$788,366
E7	MH ON REAL PROP (5 AC/MORE) MH	33	128.4480	$154,104	$2,157,171	$1,664,594
F1	REAL, Commercial	46	94.0203	$3,534,959	$17,262,401	$16,259,720
F2	REAL, Industrial	9		$0	$12,424,304	$12,255,764
F5	OPERATING UNITS ACREAGE	17	176.7332	$0	$1,008,689	$948,805
G1	OIL AND GAS	1,074		$0	$4,741,158	$4,726,691
J3	REAL & TANGIBLE PERSONAL, UTIL	5	0.8000	$0	$12,304,299	$12,054,299
J4	REAL & TANGIBLE PERSONAL, UTIL	5	0.0964	$0	$165,490	$40,248
J6	REAL & TANGIBLE PERSONAL, UTIL	29	2.5680	$0	$10,468,405	$8,977,688
J8	REAL & TANGIBLE PERSONAL, UTIL	13		$0	$985,579	$84,912
L1	TANGIBLE, PERSONAL PROPERTY, C	77		$0	$35,406,493	$26,434,494
L2	TANGIBLE, PERSONAL PROPERTY, I	17		$0	$27,793,608	$27,018,865
M1	TANGIBLE OTHER PERSONAL, MOBI	131		$198,477	$3,725,657	$3,223,177
X		53	196.9203	$0	$6,416,644	$0
		Totals	44,885.9425	$7,343,438	$492,712,554	$301,321,977

New Value

TOTAL NEW VALUE MARKET:	$7,343,438
TOTAL NEW VALUE TAXABLE:	$3,424,947

New Exemptions

Exemption	Description	Count		
EX-XV	Other Exemptions (including public property, r	3	2025 Market Value	$476,384
	ABSOLUTE EXEMPTIONS VALUE LOSS			$476,384

Exemption	Description	Count	Exemption Amount
145B	11.145 (b) Single Situs, Single Owner	57	$3,554,415
145D	11.145 (d) Multiple Situs, Leases	33	$300,176
DP	Disability	1	$40,000
DV1	Disabled Veterans 10% - 29%	1	$5,000
DV3	Disabled Veterans 50% - 69%	1	$10,000
DV4	Disabled Veterans 70% - 100%	3	$36,000
DVHS	Disabled Veteran Homestead	1	$55,986
HS	Homestead	27	$851,847
OV65	Over 65	35	$1,028,478
	PARTIAL EXEMPTIONS VALUE LOSS	159	$5,881,902
		NEW EXEMPTIONS VALUE LOSS	$6,358,286

Increased Exemptions

Exemption	Description	Count	Increased Exemption Amount
	INCREASED EXEMPTIONS VALUE LOSS		
		TOTAL EXEMPTIONS VALUE LOSS	$6,358,286

New Ag / Timber Exemptions

New Annexations

New Deannexations

Average Homestead Value

Category A and E

Count of HS Residences	Average Market	Average HS Exemption	Average Taxable
776	$216,823	$52,079	$164,744

Category A Only

Count of HS Residences	Average Market	Average HS Exemption	Average Taxable
657	$207,427	$49,917	$157,510

Median Homestead Value

Category A and E

Count of HS Residences	Median Market	Median HS Exemption	Median Taxable
776	$201,280	$46,680	$154,600

Category A Only

Count of HS Residences	Median Market	Median HS Exemption	Median Taxable
657	$196,234	$44,434	$151,800

2026 CERTIFIED TOTALS

847 - DRAINAGE DISTRICT #3

Lower Value Used

Count of Protested Properties	Total Market Value	Total Value Used

Uncontested Value

Count of Uncontested Properties	Total Market Value	Total Uncontested Value

Water District
Notice of Public Hearing on Tax Rate

The Jefferson County Drainage District No 3 will hold a public hearing on a proposed tax rate for the tax year 2026 on September 16, 2026 at 07:30 AM at the Jefferson County Drainage District No. 3-Office 24460 Hwy 124 Hamshire, TX 77622. 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.

Visit Texas.gov/PropertyTaxes to find a link to your local property tax database on which you can easily access information regarding your property taxes, including information about proposed tax rates and scheduled public hearings of each entity that taxes your property.

For the proposal:	Frank R. Rose, Chairman Joel E. Levingston, Jr. Commissioner	Reginald C. Boykin Secretary
Against the proposal:	None	
Present and not voting:	None	
Absent:	None	

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)	$0.281966/$100 Adopted		$0.282693/$100 Proposed
Difference in rates per $100 of value		$0.000727	
Percentage increase/decrease in rates(+/-)		0.26%	
Average residence homestead appraised value	$200,322		$216,823
General homestead exemptions available (excluding 65 years of age or older or disabled person's exemptions)	$47,389		$52,079
Average residence homestead taxable value	$152,933		$164,744
Tax on average residence homestead	$431.22		$465.72
Annual increase/decrease in taxes if proposed tax rate is adopted(+/-)		$34.50	
and percentage of increase (+/-)		8.00%	

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.

Spectrum BUSINESS®

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99.9% Network Reliability | Dedicated 24/7/365 U.S.-Based Support | No Contracts

09/11/26

TOTAL MONTHLY ESTIMATE (with Autopay & Paperless Billing savings):
$160/mo. for 12 months.

Gig Internet (1000/50 Mbps): $100/mo.
Invincible WiFi: $20/mo.

1 Mobile Line
1 Unlimited Plan: $0/mo.

2 Business Connect Lines: $40/mo.

1 Business Voice Line: $0/mo.

POST PRICE GUARANTEE ADJUSTMENT
After 12 months: Mobile Service +$40/mo
After 24 months: internet and business connect service +$40/mo

Install Fee: $0
Activation Fee: $20

Limited time offer; subject to change.

This is an estimate of Monthly Service Fees based on the information discussed and is not a binding agreement. This is intended as a summary for your records and is not reflective of what your bill statement will look like. Prices stated here may be contingent on buying all products discussed with the representative. Additional taxes, fees and installation and equipment charges may apply — see spectrum.com/business for more information.

LET ME HELP YOU FIND THE BEST SOLUTION FOR YOUR BUSINESS. CONTACT ME TODAY!

Name:	Phone:	Email:
Patrick Young	315-362-4166	Patrick.Young@spectrum.com

99.9% NETWORK RELIABILITY: BASED ON SPECTRUM NETWORK AVAILABILITY; EXCLUDES OUTAGES CAUSED BY EXTERNAL EVENTS. VISIT BUSINESS.SPECTRUM.COM/NETWORK-RELIABILITY FOR DETAILS.
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08/27/26

TOTAL MONTHLY ESTIMATE (with Autopay & Paperless Billing savings):
$195/mo. for 12 months.

Gig Internet (1000/1000 Mbps): $90/mo.
Invincible WiFi: $20/mo.

1 Mobile Line
1 Unlimited Plan: $0/mo.

2 Business Connect Lines: $40/mo.

1 Business Voice Line: $0/mo.

TV Stream: $45/mo.

POST PRICE GUARANTEE ADJUSTMENT
After 12 months: Mobile Service +$40/mo
After 36 months: internet and business connect service +$40/mo

Install Fee: $0
Activation Fee: $20

Limited time offer; subject to change.

This is an estimate of Monthly Service Fees based on the information discussed and is not a binding agreement. This is intended as a summary for your records and is not reflective of what your bill statement will look like. Prices stated here may be contingent on buying all products discussed with the representative. Additional taxes, fees and installation and equipment charges may apply — see spectrum.com/business for more information.

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Transamerica Life Insurance Company & Retiree Rx Care
2027 Renewal Notice and Benefit Confirmation

Group: Jefferson County Drainage Dist #3
Return to TAC by: October 1, 2026

Below are the new renewal rates for TLIC medical and Retiree RxCare prescription drug coverages. Please initial and complete each section below. An authorized signature on last page is required to confirm and accept your group's renewal. Email renewals to CCS@county.org.

PACKAGE PLANS

Current Plan: Package 1

	Current Rates	New Rates Effective 1/1/2027
Medical Only:	$298.51	$298.51
Medical + RX:	$592.84	$610.50
Medicare Advantage:	$427.50	$452.07

☐ **Renew and Keep** current plan. OR

☐ **Change Package Option** (select only one from the list below)

PACKAGE OPTIONS (Rates eff. 1/1/2027)

☐ **Package 2**
- **Medical Only**: $183.81
- **Med+Rx**: $278.03
- **MedAdvantage**: $351.13

☐ **Package 3**
- **Medical Only**: $298.51
- **Med+Rx**: $568.01
- **MedAdvantage**: $351.13

_____ Initial to accept 2027 retiree package options rates.

MANAGE MY HEALTH (OPTIONAL)

☐ Add Manage My Health for an additional $10 per retiree per month.

_____ Initial to accept Manage My Health.

Transamerica Life Insurance Company & Retiree Rx Care
2027 Renewal Notice and Benefit Confirmation

Group: Jefferson County Drainage Dist #3
Return to TAC by: October 1, 2026

BILLING AND CONTRIBUTION SCHEDULE

Please select your preferred billing option (Current billing option is List):

☐ **Direct Bill:** Invoice for 100% of the cost to each retiree.

☐ **List Bill:** Invoice sent to the employer for 100% of the cost for each retiree. Employer will be responsible for collecting any premium due from retirees/spouses.

☐ **Split Bill:** Invoice will be sent to the group for employer subsidy and Amwins will send invoice to retiree for their remaining portion.

- **List/Split Billing**: Please indicate monthly contributions levels for Employer and Retirees:

	Medical Premium	Medical + Rx Premium	MedAdvantage
Paid by Employer	$	$	$
Paid by Retiree	$	$	$

_____ Initial to accept Billing Method.

CountyChoice Silver
Member Contact Designations
Jefferson County Drainage Dist #3

Contracting Authority: As specified in the Interlocal Participation Agreement, each Member hereby designates and appoints a Contracting Authority of department head rank or above and agrees that TAC HEBP shall not be required to contact or provide **notices** to any other person. Further, any notice to, or agreement by, a Member's Contracting Authority, with respect to service or claims hereunder, shall be binding on the Member. Each Member reserves the right to change its Contracting Authority from time to time by giving written notice to TAC HEBP. Please complete each category below:

		Please list changes and/or corrections below
Name/Title:	**Frank Rose/Chairman**	
Address:	**PO Box 388**	
	Hamshire, TX 77622	
Phone:	**(409) 243-3495**	
Fax:	**(409) 243-3158**	
Email:	**drainage3@jcdd3.org**	

Billing Contact: Responsible for receiving all invoices relating to retiree benefits. (Not applicable if Direct Bill).

		Please list changes and/or corrections below
Name/Title:		
Address:		
Phone:		
Fax:		
Email:		

Primary Contact: Main contact for daily matters pertaining to retiree benefits.

		Please list changes and/or corrections below
Name/Title:	**Shanna J. Verret/Admin Asst.**	
Address:	**PO Box 388**	
	Hamshire, TX 77622	
Phone:	**(409) 243-3495**	
Fax:	**(409) 243-3158**	
Email:	**sverret@jcdd3.org**	

_____ _____

Signature of County Judge or Contracting Authority **Date**

_____

Please PRINT Name and Title

Transamerica Life Insurance Company (TLIC) Supplement Plan

The Texas Association of Counties Health and Employee Benefits Pool (TAC HEBP) offers a Retiree Medical Benefits Program for Medicare eligible retirees through Amwins and Transamerica Life Insurance Company (TLIC). The following contains program information along with requirements that must be met in order to participate in the CountyChoice Silver (CCS) retiree program.

Program Requirements & Procedures

- Participants must meet the group's retirement qualifications and must be enrolled in Medicare Parts A & B.
- CCS will be the only retiree medical program offered to your Medicare eligible retirees. (No other Medicare supplement or Medicare Advantage program or group plan may be offered to your retirees.)
- By Federal Law this coverage cannot be offered to any ACTIVE employee, regardless of age.
- Transamerica does not coordinate benefits with any other individual or group coverage plan.
- Stand-alone prescription drug coverage is not available.

Available Billing Options

- Groups can elect to change billing options at renewal. Below are the options available.
    1. **LIST** (the Employer pays 100% of premiums); the monthly bill is sent to the Employer.
    2. **DIRECT** (the Employer pays $0 premium); the bill is sent to the retiree monthly.
    3. **SPLIT** (the Employer pays a portion of the premium); employer must indicate the contribution levels for Employer and for Retirees. Bills will be created and sent to the Employer for the Employer portion and to the Retiree for any remaining balance.

Retiree Enrollments

- Group will be responsible for providing the retiree enrollment packet at the time the employee retires.
- Enrollment requests form must be submitted to TAC HEBP or to Amwins.
- Benefits will be effective the first of the month following the date enrollment form is received.

Termination Reporting

TAC HEBP Group Health Terminations

- All group health employee terminations must be processed by the group prior to the TLIC effective date.
- Terminations processed via the TAC HEBP's Online Administrative System (OASYS) must be submitted by the group within the allowed 5-day grace period.
- Terminations reported after the 5th of the next month will be extended to the end of the following month, and the employer is responsible for these contributions.

Transamerica (TLIC) Terminations

- Termination requests must be submitted in writing to Amwins.
- Termination will be effective the first of the month following the date request is received.
- Group and retiree payments must be made to Amwins within 30 days. There is a 30-day grace period after the payment due date. Coverage will be terminated if payment has not been received after the 30-day grace period.

Open Enrollment Entries

Open enrollment for current and new members begins October 15th through December 7th of this year. This is the **only** time election changes will be accepted by the Centers for Medicare and Medicaid Services (CMS); **midyear changes will no longer be accepted.**

Transamerica Life Insurance Company (TLIC)

PROGRAM REQUIREMENTS & PROCEDURES

Acknowledgement

_____ (Group Name) acknowledges the attached document has been read and agrees to comply with the retiree program requirements and procedures.

_____ _____

Signature of County Judge or Contracting Authority Date

_____

Print Name Title

If there are questions about requirements and procedures please contact your Employee Benefits Specialist at 800-456-5974.

PLEASE PROVIDE A COPY OF THIS NOTICE TO YOUR PRIMARY CONTACT AND BILLING CONTACT

AMWINS BENEFITS | Retiree Healthcare

A Better Benefit Experience

2027 Renewal Summary:

TEXAS ASSOCIATION OF COUNTIES

UHC Takeover Groups

Renewal Summary

We are pleased to provide the 2027 Group Retiree Medical Insurance and Prescription Drug Program Renewal for Texas Association of Counties. Other than the annual Medicare deductible and co-insurance adjustments for Parts A, B and D the plan designs will remain unchanged for 2027. Please review the program details enclosed in this summary.

Your Prescription Drug plan will continue to include Retiree RxCare Specialty Savings Program. This program allows members, who choose to opt in, to fill certain specialty medications at $0 with a preferred pharmacy during the plan year. Retiree RxCare will send your eligible members information regarding this program.

Amwins Benefits Retiree Healthcare continues to provide a comprehensive Retiree Assistance Program. This program, **Manage My Health**, offers greater assistance to retirees and spouses by giving them easy, confidential access to an immense suite of programs and services aimed at improving their physical, mental, and financial wellbeing. In 2027, retirees will have:

- Fitness Program & Membership
- 24/7 Telehealth Solutions
- Food Delivery Service
- 24/7 Counseling & Intervention
- Hearing Services & Benefits
- Health & Wellness Support
- Access to Discounts & Rewards

As always, Amwins Benefits Retiree Healthcare will continue to provide our extensive administrative services including:

- Eligibility Management
- Annual and Monthly Enrollments
- Retiree Communications
- Customer Service
- Program Administration
- Billing and Collection of Premiums
- Retiree Specialty Contact Center
- Ongoing Retiree Advocacy and Support

Retiree Medical Insurance Plan

Underwritten by: Transamerica Life Insurance Company
Effective January 1, 2027 – December 31, 2027

	2026	2027	% Increase	# of Lives
Medical Package 1*	$298.51	$298.51	0.00%	396
Medical Package 2	$165.61	$183.81	10.99%	42
Medical Package 3*	$273.09	$298.51	9.31%	11

Effective 1/1/27, Medical Packages 1 and 3 will move from their current plan design to a Plan G.

***Members residing in FL receive state mandated rates, which are subject to renew off cycle. Last renewed 3/1/26.*

Amwins Benefits Retiree Healthcare is a third-party administrator for Transamerica Life Insurance Company. Amwins and Transamerica are not affiliated. Retiree Medical Supplemental medical insurance is underwritten by Transamerica Life Insurance Company, Cedar Rapids, Iowa/ Transamerica Financial Life Insurance Company, Harrison, NY. Limitations and exclusions apply. Refer to the policy, certificate, and riders for complete details. Plans may not be available in some states. Not connected with or endorsed by the U.S. Government or Federal Medicare Program.

Prescription Drug Plan

Underwritten by: Retiree RxCare
Effective January 1, 2027 – December 31, 2027

	2026	2027	% Increase	# of Lives
Rx Package 1	$294.33	$311.99	6.00%	317
Rx Package 2	$94.22	$94.22	0.00%	42
Rx Package 3	$269.50	$269.50	0.00%	199

Amounts are inclusive of all services performed by Amwins Benefits Retiree Healthcare, insurance premiums and non-insurance costs. Administration services are provided by Amwins Benefits, a division of Amwins Group, Inc.

MAPD Plan

Underwritten by: Humana
Effective January 1, 2027 – December 31, 2027

	2026	2027	% Increase	# of Lives
MAPD Package 1	$427.50	$452.07	5.75%	39
MAPD Package 2 & 3	$332.17	$351.13	5.71%	7

Amounts are inclusive of all services performed by Amwins Benefits Retiree Healthcare, insurance premiums and non-insurance costs ($10 for TAC). Administration services are provided by Amwins Benefits, a division of Amwins Group, Inc.

Retiree Program Plan Designs

Retiree Medical Insurance Plan

Underwritten by: Transamerica Life Insurance Company
Effective January 1, 2027 – December 31, 2027

	Package 1**	Package 2	Package 3**
Deductible *	Part B Deductible	50% Part A & B Deductible	Part B Deductible
Skilled Nursing	0%	50%	0%
Part B Co-insurance	0%	50%	0%
Total OOP Max ***	Part B Deductible	$4,620	Part B Deductible
Office Visit Copay	$0	50%	$0
ER Visit Copay	$0	50%	$0

** Part B Deductible (2026: $283), 2027 has not yet been released. Retiree is responsbile for 50% of both the Part A and B deductible if enrolled in Package 2; only resonsible for 50% of the Part B deductible if enrolled in Package 3.*

*****Effective 1/1/27, Medical Packages 1 and 3 will move from their current plan design to a Plan G.***

****Includes Calendar Year Deductible. Package 2 OOP Max will remain the same each year, regardless of Medicare's annual changes.*

Prescription Drug Plan

Underwritten by: Retiree RxCare
Effective January 1, 2027 – December 31, 2027

Prescription Drug Plan *(30 Day Retail)*	**Package 1**	**Package 2**	**Package 3**
Calendar Year Deductible:	$0	$700	$0
Tier 1: Generic	$5	25%	$10
Tier 2: Preferred Brand	$25	25%	$30
Tier 3: Non-Preferred Brand	$60	25%	$65
Tier 4: Specialty	25%	25%	25%
Catastrophic Coverage: Out-of-Pocket Maximum: $2,400	$0 Copays		

MAPD Plan

Underwritten by: Humana
Effective January 1, 2027 – December 31, 2027

Medical	Package 1 High Plan	Package 2 & 3 Low Plan
Calendar Year Deductible	$0	$0
Part B Co-Insurance	0%	0%
Out-of-Pocket Maximum**	$0	$2,400
Office Visit Copay	$0	$10
ER Visit Copay	$0	$90
Prescription Drug	**30 Day Standard Retail**	
Calendar Year Deductible:	$0	$0
Tier 1: Generic	$5	$5
Tier 2: Preferred Brand	$25	$25
Tier 3: Non-Preferred Brand	$60	$60
Tier 4: Specialty	33%	33%
Catastrophic Coverage: Out-of-Pocket Maximum: $2,400	$0	

New Machine Sales Agreement

MUSTANG CAT | MUSTANG CAT RENTALS

REF# Q-49807

MUSTANG MACHINERY COMPANY, LLC. D/B/A MUSTANG CAT, 12800 NORTHWEST FREEWAY, HOUSTON TX 77040 | PHONE: (800) 256 - 1001

SOLD TO			SHIP TO	
	CUSTOMER	Jefferson Cnty Drnge Dist 3		
	STREET ADDRESS	Attn Accts Payable P.o. Box 388		
	CITY/STATE	Hamshire/TX		/
	POSTAL CODE	77622		
	COUNTY/ COUNTRY			
	PHONE NUMBER	409-225-7083		
	EMAIL			
	CUSTOMER CONTACT	EQUIPMENT Rufus Lavergne	F.O.B. AT:	
		PRODUCT SUPPORT		
	INDUSTRY CODE		SHIP VIA:	
	PRINCIPAL WORK CODE			

CUSTOMER NUMBER: 0539010	SALES TAX EXEMPTION NUMBER (IF APPLICABLE):		CUSTOMER PO NUMBER:	

DESCRIPTION OF EQUIPMENT ORDERED / PURCHASED

MAKE:	Caterpillar	MODEL:	305-07 CA	YEAR:	2026
ID NUMBER:	25NE5547	SERIAL NUMBER:	05G513137	SMU:	0

305	305-07 CA	
25NE5547	25NE5547	$97,290.00
SOFTWARE, PROPORTIONAL CONTROL	557-1709	$0.00
SOFTWARE, STICK STEER CONTROL	557-1710	$0.00
SOFTWARE, 2 WAY CONTROL	557-1711	$0.00
SOFTWARE, CODED START	557-1713	$0.00
CAB, WITH HEAT AND A/C	576-7025	$0.00
ALARM, TRAVEL	579-8852	$0.00
LIGHTS, LED	579-8868	$0.00
HYDRAULIC OIL	595-9905	$0.00
HOLDER, GREASE GUN	600-4380	$0.00
305 07A CR MINI EXCAVATOR	631-5694	$0.00
UNDERCARRIAGE AR	527-7584	$0.00
HYDRAULIC AR	572-2300	$0.00
FILM GP-QR	624-4514	$0.00
CHASSIS AR	631-5696	$0.00
BOOM, SWING	631-5706	$0.00
GUARD GP	469-1068	$0.00
LINES GP-BOOM	585-8396	$0.00
BOOM GP	634-2192	$0.00
ENGINE, EPA T4F, EU STAGE V	636-5779	$0.00
ELEK GP-A3000	579-8862	$0.00
WIRING GP-ENGINE	579-8883	$0.00
ELEK GP-A1000	599-4843	$0.00
MOUNTING GP-WRG	601-4445	$0.00
WIRING GP-BTRY&	636-5780	$0.00
ENGINE,EPA TIER 4 FINAL	644-9539	$0.00
HOOD GP	576-7013	$0.00
LINES GP-COOLANT	577-9928	$0.00
FAN GP-SUCTION	577-9929	$0.00
COOLING GP	577-9930	$0.00
MTG GP-ENGINE	578-2349	$0.00
LINES GP-AIR	578-2356	$0.00
CLEANER GP-AIR	578-2361	$0.00
EXTENSION GP	591-1673	$0.00
LINES GP-FUEL	606-3439	$0.00
STRAP GP	633-3516	$0.00
ENGINE AR	662-3172	$0.00
TANK, FUEL, PLUG	644-9545	$0.00
TANK GP-MTG& -A	576-9139	$0.00
FENDER GP-LH	576-9144	$0.00
LANE 3 ORDER NC	0P-9003	$0.00
PRODUCT LINK, CELLULAR PLE643	628-8011	$0.00
LINES, STICK	584-3653	$0.00
BLADE, ANGLE, BOCE	597-0755	$4,680.00
TRACK, 16", RUBBER BELT	527-7627	$0.00
BELT, SEAT 76MM (3") RETRACTABLE	510-6085	$0.00
BELT AS-SEAT	595-1981	$0.00

TIE	3S-2093	$0.00
INTEGRATED RADIO V2	639-4462	$505.00
MONITOR NEXT GEN, CAMERA READY	579-8876	$0.00
CAT KEY, WITH PASSCODE OPTION	522-6460	$0.00
FILM-KEY SWITCH	218-0651	$0.00
SWITCH AS-ST	467-8535	$0.00
COUNTERWEIGHT, EXTRA, 530LBS	582-7126	$1,220.00
INSTRUCTIONS, ANSI	595-7021	$0.00
SERIALIZED TECHNICAL MEDIA KIT 0 NC	421-8926	$0.00
CAMERA, REAR VIEW	579-8892	$462.00
MIRROR, CAB, RIGHT	428-7870	$54.00
CONTROL, QC, 3 LINE	584-4311	$905.00
LINES, QC, LNG STK, 3 LINE	586-0416	$905.00
SHIPPING/STORAGE PROTECTION	0P-2266	$285.00
PACKING, LAST MILE PROGRAM	0P-4299	$0.00
LINKAGE BUCKET W/LIFTING EYE	584-4306	$334.00
LINES, BOOM	644-4331	$0.00
CYL GP-SEAL &	575-7035	$0.00
CYL GP-SEAL &	575-7040	$0.00
LINES GP-FRONT	588-2712	$0.00
LIGHTS, LED, REAR	579-8870	$204.00
STICK, LONG, 1- AUX, ANGLE BLD	655-9581	$0.00
LINES AUXILIARY, LONG STICK	527-7608	$0.00
STICK AR-LONG	631-5711	$0.00
LINES GP-STICK	585-7714	$0.00
STICK GP-HOE	634-3313	$0.00
CONTROL AR	656-3890	$0.00
FILM GP	562-7774	$0.00
FILM GP	566-9891	$0.00
LINES GP-FRONT	572-2308	$0.00
LINES GP-PUMP-A	576-9120	$0.00
PUMP GP-MTG&	576-9121	$0.00
VALVE GP-MTG&	583-5947	$0.00
LINES GP-SWING-D	583-8054	$0.00
LINES GP-PILOT-A	588-1097	$0.00
LINES GP-CONT&-A	645-5471	$0.00
EOU HOUSE SWING COVER, 5T	637-3272	$0.00
WIRING GP-FRONT	636-5798	$0.00
COVER GP	637-3273	$0.00
PLUG GP	637-3274	$0.00
KIT, CASE DRAIN, MHE 4-6T NG 5	609-6156	$156.00
BUCKET-DC, 51", 78 FT3, 5T 260	279-4327	$1,660.00

Total Machine List Price: $108,660.00

Dealer Discount: $25,067.33

Non-Discounted Items:

Make Ready	$2,045.00
Freight Charges	$750.00
Warranty	$0.00
Miscellaneous	$0.00

Quote Notes

Sourcewell Contract #011723-CAT. COI. Quote valid 90 days.

TRADE-IN EQUIPMENT

MODEL:	TB260	YEAR: 2021		SERIAL NUMBER:	126103366
PAYOUT TO:		AMOUNT:	$0.00	PAID BY:	
MODEL:		YEAR:		SERIAL NUMBER:	
PAYOUT TO:		AMOUNT:		PAID BY:	
MODEL:		YEAR:		SERIAL NUMBER:	
PAYOUT TO:		AMOUNT:		PAID BY:	

ALL TRADE-INS ARE SUBJECT TO EQUIPMENT BEING IN "AS INSPECTED CONDITION" BY MUSTANG CAT AT TIME OF DELIVERY. CUSTOMER HEREBY STATES THE ABOVE LISTED EQUIPMENT EMISSIONS HAVE NOT BEEN ALTERED OR CHANGED. CUSTOMER HEREBY SELLS THE TRADE-IN EQUIPMENT DESCRIBED ABOVE TO MUSTANG CAT AND WARRANTS IT TO BE FREE AND CLEAR OF ALL CLAIMS, LIENS. MORTGAGES AND SECURITY INTEREST EXCEPT AS SHOWN ABOVE.

CUSTOMER VALUE AGREEMENT

CUSTOMER VALUE AGREEMENT - (CVA W/O LABOR) - Included with Purchase
For the duration of the CVA term - 500 Hours / 1 Year, whichever occurs first, based on invoice date; customer receives:

- Parts Kit for Planned Maintenance
- Visionlink Connect Subscription
- Maintenance Alerts / Order Links
- Guaranteed availability on eligible parts
- Service Updates via Cat Interact
- Scheduled Oil Sample Kits (SOS)

EQUIPMENT WARRANTY

Customer acknowledges that he has received a copy of the manufacturer's warranty and has read and understood said warranty. All used equipment is sold as is where is and no warranty is offered or implied except as specified herein.

TERMS OF SALE

SUB TOTAL	$86,387.67
HEAVY EQUIPMENT TAX	$164.14
SALES TAX	$0.00
DOC FEE	$0.00
DIESEL SURCHARGE	$0.00
TOTAL CASH PRICE	$86,551.81
CASH WITH ORDER	$0.00
TRADE IN ALLOWANCE	$22,000.00
TOTAL DOWN PMT. & TRADE IN ALLOWANCE	-
UNPAID BALANCE OF TRADES	$0.00
Invoice – Downpayment + Trade in Allowance	$64,551.81
TOTAL AMOUNT TO BE FINANCED	$64,551.81

WARRANTY TERM	24 Month | 2000 Hours|Premier|Labor+Travel 2H/100M CAT Work Tools Warranty 12 Months/Unlimited Hours	**CUSTOMER INITIAL.**

IT IS MUSTANG CAT's INTENT THAT THIS AGREEMENT REFLECTS THE FULL AND FINAL TERMS OF THIS TRANSACTION. HOWEVER, DUE TO CHANGING CIRCUMSTANCES, MUSTANG CAT MAY NOT BE ABLE TO HONOR THE EXACT PRICING OR DELIVERY DATES HEREIN. EXAMPLES OF THOSE CIRCUMSTANCES INCLUDE, BUT ARE NOT LIMITED TO, LIMITED PRODUCT AVAILABILITY, EXTENDED LEAD TIMES, AND SUPPLIER PRICING CHANGES. CUSTOMER ACCEPTS AND ACKNOWLEDGES THAT IF MUSTANG CAT IS NOT ABLE TO HONOR THE TERMS OF THIS AGREEMENT, THIS AGREEMENT WILL BE VOIDED, AND BOTH PARTIES RELEASED FROM THIS AGREEMENT'S BINDING EFFECT. VOIDING OF THIS AGREEMENT DOES NOT PREVENT THE PARTIES FROM ENTERING INTO A NEW AGREEMENT, NOR IMPACT OTHER AGREEMENTS AMONG THE PARTIES HERETO.

DISCLAIMER OF WARRANTIES AND WAIVER OF CLAIMS

MUSTANG CAT IS NOT A MANUFACTURER OF THE EQUIPMENT. ALTHOUGH MUSTANG CAT MAY ADMINISTER WARRANTIES ISSUED BY THE MANUFACTURER, CUSTOMER ACKNOWLEDGES AND AGREES THAT: (1) ANY EXPRESS WARRANTIES BY THE MANUFACTURER FOR THE EQUIPMENT ARE NOT THE RESPONSIBILITY OF MUSTANG CAT; AND (2) THE MANUFACTURER'S WARRANTY CONTAINS LIMITATIONS AND CUSTOMER MAY INCUR CERTAIN REPAIR, TRANSPORTATION, OR OTHER CHARGES BY MUSTANG CAT WHICH ARE NOT COVERED BY THE MANUFACTURER'S WARRANTY. ANY AND ALL IMPLIED WARRANTIES ARE EXCLUDED.

MUSTANG CAT, BY VIRTUE OF HAVING SOLD THE EQUIPMENT UNDER THIS AGREEMENT, HAS NOT MADE AND DOES NOT MAKE ANY REPRESENTATION OR WARRANTY, EXPRESS OR IMPLIED, AS TO CONDITION, COMPLIANCE WITH SPECIFICATIONS OR REGULATIONS, QUALITY, DURABILITY, SUITABILITY, MERCHANTABILITY, FITNESS FOR USE OR FITNESS FOR A PARTICULAR PURPOSE, OR ANY OTHER WARRANTY WHATSOEVER, EXPRESS OR IMPLIED, WITH RESPECT TO THE EQUIPMENT. MUSTANG CAT IS NOT LIABLE FOR ANY DAMAGES (WHETHER ORDINARY, SPECIAL OR PUNITIVE) ARISING FROM ANY FAILURE OF THE EQUIPMENT TO OPERATE OR THE FAULTY OPERATION OF THE EQUIPMENT, OR THE INSTALLATION, OPERATION, REPAIR OR USE OF THE EQUIPMENT.

OTHER TERMS AND CONDITIONS

ADDITIONAL TERMS AND CONDITIONS SET FORTH ON THE REVERSE SIDE HEREOF OR ATTACHED HERETO (AS APPLICABLE) CONSTITUTE AN IMPORTANT PART OF THIS AGREEMENT AND ARE INCORPORATED HEREIN VERBATIM FOR ALL PURPOSES. PLEASE REVIEW SUCH OTHER TERMS AND CONDITIONS BEFORE SIGNING THIS AGREEMENT.

THESE TERMS AND CONDITIONS SUPERSEDE ALL OTHER TERMS AND CONDITIONS PRESENTED BY OR TO CUSTOMER UNLESS PROVIDED IN A DOCUMENT SIGNED BY AN AUTHORIZED REPRESENTATIVE OF BOTH PARTIES AND CONTAINING REFERENCE TO THIS SALES ORDER AGREEMENT.

THIS AGREEMENT IS SUBJECT TO THE TERMS AND CONDITIONS ATTACHED

DATE		DATE	
ORDER RECEIVED BY	Stuart Newton	CUSTOMER NAME	
SIGNATURE		CUSTOMER SIGNATURE	
TITLE	Governmental Sales Representative	TITLE	

TERMS AND CONDITIONS

1. DEFINITION OF MUSTANG: MUSTANG and Seller are defined as Mustang Machinery Company, LLC. d/b/a MUSTANG CAT, Mustang Rental Services of Texas, LLC. d/b/a MUSTANG RENTAL SERVICES, and their subsidiaries, affiliates and related entities.

2. AGREEMENT: This Agreement becomes binding on MUSTANG CAT only upon MUSTANG CAT's execution of this Agreement, and subject to the availability of the equipment from the manufacturer. Customer shall inspect the equipment immediately upon its receipt, and shall be conclusively deemed to have accepted the equipment in good and operating condition unless the customer promptly notifies MUSTANG CAT of any defects, in writing and via telephone. MUSTANG CAT shall have the right, at its option, to either repair or replace the equipment, or terminate this Agreement, in which event the equipment shall be returned to MUSTANG CAT. Delays in delivery shall be excused if caused by any cause beyond the reasonable control of MUSTANG CAT.

3. TITLE TO EQUIPMENT: Title to the equipment shall pass to the customer only upon MUSTANG CAT's actual receipt of funds in the total amount of the Purchase Price and other sums due to MUSTANG CAT hereunder.

4. TAKEN IN TRADE: Customer does hereby irrevocably sell, assign, transfer and convey possession, ownership and title unto MUSTNAG CAT to the Trade-in Equipment described above. Customer warrants that it is the sole owner of the Trade-in Equipment, has full power and authority to sell the Trade-in Equipment, and that there is no lien or any encumbrance of any kind or nature against the Trade-in Equipment, of record or otherwise.

5. TAXES: Customer shall promptly pay all taxes, fees, transportation and other costs, assessments and all governmental charges of any kind or character, and any penalties, fines or interest thereon relating to the equipment.

6. CUSTOMER'S WARRANTIES AND USE: In addition to the other warranties contained herein, customer warrants that (i) if customer is an entity, it is duly organized and validly existing in good standing, and (ii) is duly authorized to execute, deliver, and perform under this Agreement. Customer further agrees and warrants, at its cost, that: (1) the equipment shall at all times be used solely for customer's business and not for personal, family, or household use, and in accordance with the use, and/or instructional materials, solely for the purpose for which it was intended; (2) only customer's employees (who must be skilled, trained and certified to do so) shall use the equipment. Customer hereby further agrees and warrants that (i) any payments made pursuant to this Agreement are intended by the customer to be a contemporaneous exchange for new value given to customer and it is a substantially contemporaneous exchange and (ii) each payment made of a debt incurred by customer under this Agreement is in the ordinary course of business or financial affairs of customer and MUSTANG CAT, and such payment was made in the ordinary course of business or financial affairs of customer and MUSTANG CAT, or made according to ordinary business terms.

7.SOLE AND EXCLUSIVE REMEDY: Customer further agrees that his SOLE AND EXCLUSIVE remedy, if any, against MUSTANG CAT, shall be as contained in any express, written warranty applicable hereto. Customer acknowledges that he has received, read, understands and accepts the terms contained herein. The customer agrees that no other remedy (including, but not limited to, claims for INCIDENTAL, CONSEQUENTIAL OR SPECIAL DAMAGES, OR ANY CAUSE, LOSS, ACTION, CLAIM OR DAMAGE WHATSOEVER OR INJURY TO PERSON OR PROPERTY OR ANY OTHER CONSEQUENTIAL, ECONOMIC OR INCIDENTAL LOSS) shall be available to him.

8. LOSS AND DAMAGE: Customer assumes all liability and risk of, and shall be solely responsible for, all damage and loss to the equipment from any cause whatsoever, whether or not such loss or damage is or could have been covered by insurance. Until the equipment is paid in full, Customer shall promptly give MUSTANG CAT written notice of any loss or damage and reimburse MUSTANG CAT for the value of the equipment if damaged or stolen. MUSTANG CAT's sole responsibility for shipments shall be to deliver the equipment to a public carrier company.

9. SECURITY AGREEMENT: Unless the product(s) is paid for in full in cash at the time of delivery, MUSTANG CAT retains and customer hereby grants to MUSTANG CAT a security interest in such product(s) within the meaning of the Uniform Commercial Code together with all and any substitutions, additions, or accessions to such product(s), and in any and all proceeds from the sale, exchange or disposal thereof to secure payment of the purchase price of such product(s). Customer, prior to or after delivery, specifically agrees to enter into and execute a financing statement, or statements, and an additional security agreement setting forth the terms and conditions of the Agreement between the parties in relation to the security interest of MUSTANG CAT. Customer further appoints MUSTANG CAT as its attorney-in-fact to execute any such financing statement or security agreement in the place and stead of customer. In the event customer fails to execute any such financing statement or security agreement upon request by MUSTANG CAT, the entire balance of the purchase price shall be at MUSTANG CAT's option become due and payable and customer shall execute any notes or other evidences of indebtedness that may be required by MUSTANG CAT. However, any note taken herewith shall be evidence of customer's obligation to pay the unpaid time balance only and is not to be considered or construed to be payment for the product(s).

10. EVENTS OF DEFAULT: The following are events of default by Customer: (1) failure to pay any amount due hereunder or otherwise; (2) Customer's ceasing to do business, becoming insolvent, taking advantage of any law for the relief of debtors or filing bankruptcy, making an assignment for the benefit of creditors; (3) when MUSTANG CAT deems itself insecure with respect to customer's performance; (4) Customer fails to perform any of customer's other obligation hereunder or otherwise; (5) Customer's representation or warranty is false or misleading.

11. REMEDIES ON DEFAULT: In the event of any default by customer, MUSTANG CAT is entitled to any one or more of the following remedies, without any notice of default: (a) take possession of the equipment or any other equipment, including enter premises where its located; (b) terminate this Agreement; (c) seek specific performance or injunction or recover damages; (d) stop delivery of the equipment or any other equipment; (e) surrender any insurance policies and receive the unearned premiums; (f) without terminating this Agreement, MUSTANG CAT may take possession of the equipment and sell, relet or otherwise dispose of the equipment as a secured party under UCC and deduct all expenses, costs, reasonable attorneys fees, and other charges incurred by MUSTANG CAT; (g) recover deficiency from customer; and/or (h) perform by itself, or cause performance of, customer's obligation, at customer's cost. In no event shall MUSTANG CAT be required to sell or relet the equipment, nor required to rebate or pay back any gain or profit as a result of leasing the equipment. MUSTANG CAT's remedies hereunder shall not be exclusive, but shall be cumulative and in addition to all other remedies existing at law or in equity.

12. COLLECTIONS: In the event any action either to collect payment or enforce the terms and provisions of this agreement becomes necessary, CUSTOMER agrees to pay reasonable cost of collection and attorney's fees to MUSTANG CAT should this matter be placed in the hands of a collection agency or an attorney for collection.

13. INDEMNITY: CUSTOMER AGREES TO INDEMNIFY, DEFEND AND HOLD HARMLESS MUSTANG CAT AND MUSTANG CAT's PARTNERS, EMPLOYEES, AGENTS, REPRESENATIVES, SUCCESSORS AND ASSIGNS FROM ANY AND ALL CLAIM, EXPENSE, CAUSE OF ACTION, DAMAGE, LIABILITY, COST, PENALTY, TAX, ASSESSMENT, CHARGE, PUNITIVE DAMAGE OR EXPENSE BY REASON OF ANY ACT OR OMISSION OF CUSTOMER OR ITS EMPLOYEES, AGENTS, CONTRACTORS, SUBCONTRACTORS, AFFILIATES OR INVITEES, WHILE THE EQUIPMENT IS IN THE POSSESSION OR UNDER THE CONTROL OF THE CUSTOMER OR ITS AGENTS.

14. INSURANCE COVERAGES: Customer shall maintain Equipment insurance and General Liability insurance, Auto Liability insurance, and Workers Compensation and Employer's Liability Insurance, each with minimum $1,000,000 per occurrence and shall deliver to MUSTANG CAT a Certificate of Insurance evidencing same. Such insurance obtained by customer shall be primary.

15. NOTICES: All notices hereunder shall be in writing and shall be deemed delivered if delivered personally or mailed, by certified mail, return receipt requested, to the respective addresses of the parties set forth above or any other address designated by written notice. By signing this Agreement, customer represents that it has read and agrees to the Terms and Conditions applicable to communications made by MUSTANG CAT to customer by Text or Email and which are found at https://www.mustangcat.com/legal-notices/

16. MISCELLANEOUS: This Agreement may only be modified by a written agreement signed by MUSTANG CAT. If any provision of this Agreement is hereafter held invalid or unenforceable, the remainder of the Agreement shall not be affected and the provisions are declared severable. If there is more than one customer, the obligations of customers hereunder are joint and several. Subject to the terms hereof, this Agreement shall be binding upon and inure to the benefit of MUSTANG CAT and customer and their respective personal representatives, successors and assigns. This Agreement shall be governed by the laws of Texas, each party hereby irrevocably consents to submit to the exclusive jurisdiction of the courts of the state of Texas in Harris County, Texas. I agree and acknowledge that to the extent equipment is equipped with a telematics system (e.g., Product Link), that data concerning such equipment, including condition, and operation are being transmitted to Caterpillar Inc., and its affiliates. The full privacy statement applicable to the transfer of telematics information, including instructions on how to ask questions about telematics and how to revoke your consent, is available at: https://www.caterpillar.com/en/legal-notices/data-governance-statement.html. **THE PARTIES HEREBY WAIVE THEIR RIGHT TO A JURY TRIAL OF ANY CLAIM OR CAUSE OF ACTION ARISING OUT OF THIS AGREEMENT OR THE SUBJECT MATTER HEREOF.**