

**Remington Municipal Utility District No. 1,
of Harris County, Texas**

Independent Auditor's Report and Financial Statements

May 31, 2018



**Remington Municipal Utility District No. 1,
of Harris County, Texas
May 31, 2018**

Contents

Independent Auditor's Report.....	1
Management's Discussion and Analysis.....	3
Basic Financial Statements	
Statement of Net Position and Governmental Funds Balance Sheet	9
Statement of Activities and Governmental Funds Revenues, Expenditures and Changes in Fund Balances.....	11
Notes to Financial Statements.....	12
Required Supplementary Information	
Budgetary Comparison Schedule – General Fund.....	27
Notes to Required Supplementary Information	28
Other Information	
Other Schedules Included Within This Report	29
Schedule of Services and Rates	30
Schedule of General Fund Expenditures.....	31
Schedule of Temporary Investments.....	32
Analysis of Taxes Levied and Receivable	34
Schedule of Long-term Debt Service Requirements by Years	36
Changes in Long-term Bonded Debt	44
Comparative Schedule of Revenues and Expenditures – General Fund and Debt Service Fund – Five Years	45
Board Members, Key Personnel and Consultants.....	47

Independent Auditor's Report

Board of Directors
Remington Municipal Utility District No. 1,
of Harris County, Texas

We have audited the accompanying financial statements of the governmental activities and each major fund of Remington Municipal Utility District No. 1, of Harris County, Texas (the District), as of and for the year ended May 31, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of May 31, 2018, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedule listed in the table of contents be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

BKD, LLP

Houston, Texas
October 12, 2018

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Management's Discussion and Analysis
May 31, 2018

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to financial statements. This report also contains supplementary information required by the Governmental Accounting Standards Board and other information required by the District's state oversight agency, the Texas Commission on Environmental Quality (the Commission).

In accordance with required reporting standards, the District reports its financial activities as a special-purpose government. Special-purpose governments are governmental entities which engage in a single governmental program, such as the provision of water, sanitary sewer and drainage services. Other activities, such as the provision of recreation facilities and solid waste collection, are minor activities and are not budgeted or accounted for as separate programs. The financial statements of special-purpose governments combine two types of financial statements into one statement. These two types of financial statements are the government-wide financial statements and the fund financial statements. The fund financial statements are presented on the left side of the statements, a column for adjustments is to the right of the fund financial statements and the government-wide financial statements are presented to the right side of the adjustments column. The following sections describe the measurement focus of the two types of statements and the significant differences in the information they provide.

Government-wide Financial Statements

The focus of government-wide financial statements is on the overall financial position and activities of the District. The District's government-wide financial statements include the statement of net position and statement of activities, which are prepared using accounting principles that are similar to commercial enterprises. The purpose of the statement of net position is to attempt to report all of the assets, liabilities, and deferred inflows and outflows of resources of the District. The District reports all of its assets when it acquires or begins to maintain the assets and reports all of its liabilities when they are incurred.

The difference between the District's assets, liabilities, and deferred inflows and outflows of resources is labeled as net position and this difference is similar to the total stockholders' equity presented by a commercial enterprise.

The purpose of the statement of activities is to present the revenues and expenses of the District. Again, the items presented on the statement of activities are measured in a manner similar to the approach used by a commercial enterprise in that revenues are recognized when earned or established criteria are satisfied and expenses are reported when incurred by the District. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues are reported even when they may not be collected for several months or years after the end of the accounting period and expenses are recorded even though they may not have used cash during the current year.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Management's Discussion and Analysis (Continued)
May 31, 2018

Although the statement of activities looks different from a commercial enterprise's statement of income, the financial statement is different only in format, not substance. Whereas the bottom line in a commercial enterprise is its net income, the District reports an amount described as change in net position, essentially the same thing.

Fund Financial Statements

Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the District rather than the District as a whole. Except for the general fund, a specific fund is established to satisfy managerial control over resources or to satisfy finance-related legal requirements established by external parties or governmental statutes or regulations.

Governmental Funds

Governmental-fund financial statements consist of a balance sheet and a statement of revenues, expenditures and changes in fund balances and are prepared on an accounting basis that is significantly different from that used to prepare the government-wide financial statements.

In general, these financial statements have a short-term emphasis and, for the most part, measure and account for cash and other assets that can easily be converted into cash. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a very short period of time, but do not include capital assets such as land and water, sewer and drainage systems. Fund liabilities include amounts that are to be paid within a very short period after the end of the fiscal year. The difference between a fund's assets, liabilities, and deferred inflows and outflows of resources is labeled the fund balance and generally indicates the amount that can be used to finance the next fiscal year's activities. Likewise, the operating statement for governmental funds reports only those revenues and expenditures that were collected in cash or paid with cash, respectively, during the current period or very shortly after the end of the fiscal year.

Because the focus of the government-wide and fund financial statements is different, there are significant differences between the totals presented in these financial statements. For this reason, there is an analysis in the notes to financial statements that describes the adjustments to fund balances to arrive at net position presented in the governmental activities column on the statement of net position. Also, there is an analysis in the notes to financial statements that reconciles the total change in fund balances for all governmental funds to the change in net position, as reported in the governmental activities column in the statement of activities.

Notes to Financial Statements

The notes to financial statements provide additional information that is essential to a full understanding of the data found in the government-wide and fund financial statements.

Remington Municipal Utility District No. 1, of Harris County, Texas

Management's Discussion and Analysis (Continued)

May 31, 2018

Financial Analysis of the District as a Whole

The District's overall financial position and activities for the past two years are summarized as follows, based on the information included in the government-wide financial statements.

Summary of Net Position

	2018	2017
Current and other assets	\$ 15,597,800	\$ 15,458,450
Capital assets	30,240,951	30,926,412
Total assets	45,838,751	46,384,862
Deferred outflows of resources	1,377,222	1,492,798
Total assets and deferred outflows of resources	\$ 47,215,973	\$ 47,877,660
Long-term liabilities	\$ 51,617,530	\$ 53,909,479
Other liabilities	2,023,522	1,910,219
Total liabilities	53,641,052	55,819,698
Net position:		
Net investment in capital assets	(19,999,357)	(21,490,269)
Restricted	7,636,350	7,427,352
Unrestricted	5,937,928	6,120,879
Total net position	\$ (6,425,079)	\$ (7,942,038)

The total net position of the District increased by \$1,516,959, or about 19 percent. The majority of the increase in net position is related to tax revenues intended to pay principal on the District's bonded indebtedness, which is shown as long-term liabilities in the government-wide financial statements. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Management's Discussion and Analysis (Continued)
May 31, 2018

Summary of Changes in Net Position

	2018	2017
Revenues:		
Property taxes	\$ 5,092,413	\$ 4,997,442
City of Houston (the City) rebates	63,889	59,490
Charges for services	4,203,675	4,165,504
Other revenues	336,957	261,242
Total revenues	9,696,934	9,483,678
Expenses:		
Services	5,429,476	4,979,862
Depreciation	899,033	896,833
Debt service	1,851,466	2,153,478
Total expenses	8,179,975	8,030,173
Change in net position	1,516,959	1,453,505
Net position, beginning of year	(7,942,038)	(9,395,543)
Net position, end of year	\$ (6,425,079)	\$ (7,942,038)

Financial Analysis of the District's Funds

The District's combined fund balances as of the end of the fiscal year ended May 31, 2018, were \$13,820,136, an increase of \$1,655 from the prior year.

The general fund's fund balance decreased by \$180,779 primarily due to service operation and capital outlay expenditures in excess of property taxes and service revenues.

The debt service fund's fund balance increased by \$182,434 primarily due to property tax revenues exceeding bond principal and interest requirements.

General Fund Budgetary Highlights

There were several differences between the final budgetary amounts and actual amounts. The major differences between budget and actual were due to property taxes revenue, tap connection and inspection fee revenues and related expenditures, regional water fee, repairs and maintenance and capital outlay expenditures being higher

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Management's Discussion and Analysis (Continued)
May 31, 2018

than anticipated, as well as regional water fee revenues and purchased services expenditures being lower than anticipated. The fund balance as of May 31, 2018, was expected to be \$6,066,862 and the actual end-of-year fund balance was \$5,858,267.

Capital Assets and Related Debt

Capital Assets

Capital assets held by the District at the end of the current and previous fiscal years are summarized below:

Capital Assets (Net of Accumulated Depreciation)

	2018	2017
Land	\$ 10,781,429	\$ 10,624,306
Construction in progress	-	31,541
Water facilities	7,537,173	7,795,352
Wastewater facilities	11,899,477	12,448,336
Land improvements	22,872	26,877
Total capital assets	\$ 30,240,951	\$ 30,926,412

During the current year, additions to capital assets were as follows:

Ditch A outfall pipe rehabilitation	\$ 125,582
12" waterline extension along Barker Cypress Road	87,990
Total additions to capital assets	\$ 213,572

Some of the District's bonds were approved by the Commission subject to contribution by the District's developers of 30 percent of certain construction and related engineering costs. As of May 31, 2018, the developers have contributed a total of \$965,329, a portion of which is included in capital assets.

Debt

The changes in the debt position of the District during the fiscal year ended May 31, 2018, are summarized as follows.

**Remington Municipal Utility District No. 1,
of Harris County, Texas
Management's Discussion and Analysis (Continued)
May 31, 2018**

Long-term debt payable, beginning of year	\$ 53,909,479
Decreases in long-term debt	<u>(2,291,949)</u>
Long-term debt payable, end of year	<u><u>\$ 51,617,530</u></u>

At May 31, 2018, the District had \$18,150,000 of unlimited tax bonds authorized, but unissued, for the purposes of acquiring, constructing and improving the water, sanitary sewer and drainage systems within the District.

The District's bonds carry an underlying rating of "A" by Standard & Poor's. The Series 2011, 2012, 2013 and 2015 refunding bonds carry a "AA" rating from Standard & Poor's by virtue of insurance issued by Assured Guaranty Municipal Corp., the Series 2010 refunding bonds carry a "AA" rating from Standard & Poor's by virtue of insurance issued by Assured Guaranty Corp., the Series 2014 refunding bonds carry a "AA" rating from Standard & Poor's by virtue of insurance issued by Municipal Assurance Corp., and the Series 2017 refunding bonds carry an "A" rating from Standard & Poor's by the virtue of insurance issued by National Public Finance Guarantee Corporation.

Other Relevant Factors

Relationship to the City of Houston

Under existing Texas law, since the District lies wholly within the extraterritorial jurisdiction of the City, the District must conform to the City ordinance consenting to the creation of the District. In addition, the District may be annexed by the City without the District's consent, except as set forth below.

Strategic Partnership Agreement

Effective July 11, 2006, the District entered into a Strategic Partnership Agreement (the Agreement) with the City, which annexed certain portions of the District into the City for "limited purposes," as described therein. Under the terms of the Agreement, the City has agreed it will not annex the District as a whole for full purposes for 30 years following the date of the Agreement, at which time the City has the option to annex the District if it chooses to do so.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Statement of Net Position and Governmental Funds Balance Sheet
May 31, 2018

	General Fund	Debt Service Fund	Total	Adjustments	Statement of Net Position
Assets					
Cash	\$ 372,024	\$ 193,362	\$ 565,386	\$ -	\$ 565,386
Certificates of deposit	5,280,000	3,360,000	8,640,000	-	8,640,000
Short-term investments	1,065,299	4,501,945	5,567,244	-	5,567,244
Receivables:					
Property taxes	19,267	91,936	111,203	-	111,203
Service accounts	364,519	-	364,519	-	364,519
Tax rebates	17,507	-	17,507	-	17,507
Accrued penalty and interest	-	-	-	36,328	36,328
Accrued interest	25,247	26,391	51,638	-	51,638
Interfund receivable	119,747	-	119,747	(119,747)	-
Due from others	98,679	-	98,679	60,394	159,073
Prepaid expenditures	60,224	-	60,224	-	60,224
Operating deposit	24,678	-	24,678	-	24,678
Capital assets (net of accumulated depreciation):					
Land	-	-	-	10,781,429	10,781,429
Infrastructure	-	-	-	19,459,522	19,459,522
Total assets	<u>7,447,191</u>	<u>8,173,634</u>	<u>15,620,825</u>	<u>30,217,926</u>	<u>45,838,751</u>
Deferred Outflows of Resources					
Deferred amount on debt refundings	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,377,222</u>	<u>1,377,222</u>
Total assets and deferred outflows of resources	<u>\$ 7,447,191</u>	<u>\$ 8,173,634</u>	<u>\$ 15,620,825</u>	<u>\$ 31,595,148</u>	<u>\$ 47,215,973</u>

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Statement of Net Position and Governmental Funds Balance Sheet (Continued)
May 31, 2018

	General Fund	Debt Service Fund	Total	Adjustments	Statement of Net Position
Liabilities					
Accounts payable	\$ 610,736	\$ 82	\$ 610,818	\$ -	\$ 610,818
Accrued interest payable	-	-	-	453,783	453,783
Customer deposits	946,418	-	946,418	-	946,418
Due to others	12,503	-	12,503	-	12,503
Interfund payable	-	119,747	119,747	(119,747)	-
Long-term liabilities:					
Due within one year	-	-	-	2,555,000	2,555,000
Due after one year	-	-	-	49,062,530	49,062,530
Total liabilities	1,569,657	119,829	1,689,486	51,951,566	53,641,052
Deferred Inflows of Resources					
Deferred property tax revenues	19,267	91,936	111,203	(111,203)	0
Fund Balances/Net Position					
Fund balances:					
Nonspendable, prepaid expenditures	60,224	-	60,224	(60,224)	-
Restricted, unlimited tax bonds	-	7,961,869	7,961,869	(7,961,869)	-
Assigned, operating deposit	24,678	-	24,678	(24,678)	-
Unassigned	5,773,365	-	5,773,365	(5,773,365)	-
Total fund balances	5,858,267	7,961,869	13,820,136	(13,820,136)	0
Total liabilities, deferred inflows of resources and fund balances	\$ 7,447,191	\$ 8,173,634	\$ 15,620,825		
Net position:					
Net investment in capital assets				(19,999,357)	(19,999,357)
Restricted for debt service				7,636,350	7,636,350
Unrestricted				5,937,928	5,937,928
Total net position				\$ (6,425,079)	\$ (6,425,079)

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
**Statement of Activities and Governmental Funds Revenues,
Expenditures and Changes in Fund Balances**
Year Ended May 31, 2018

	General Fund	Debt Service Fund	Total	Adjustments	Statement of Activities
Revenues					
Property taxes	\$ 846,317	\$ 4,236,871	\$ 5,083,188	\$ 9,225	\$ 5,092,413
City of Houston rebates	63,889	-	63,889	-	63,889
Water service	1,480,485	-	1,480,485	-	1,480,485
Sewer service	1,265,875	-	1,265,875	-	1,265,875
Regional water fee	1,457,315	-	1,457,315	-	1,457,315
Penalty and interest	80,609	28,743	109,352	5,851	115,203
Tap connection and inspection fees	92,415	-	92,415	-	92,415
Investment income	59,243	70,051	129,294	-	129,294
Other income	4,644	45	4,689	(4,644)	45
Total revenues	<u>5,350,792</u>	<u>4,335,710</u>	<u>9,686,502</u>	<u>10,432</u>	<u>9,696,934</u>
Expenditures/Expenses					
Service operations:					
Purchased services	1,609,761	-	1,609,761	-	1,609,761
Regional water fee	252,724	-	252,724	-	252,724
Professional fees	286,973	9,252	296,225	4,048	300,273
Contracted services	1,180,816	90,626	1,271,442	-	1,271,442
Utilities	200,332	-	200,332	-	200,332
Repairs and maintenance	1,598,216	-	1,598,216	9,129	1,607,345
Other expenditures	100,495	11,599	112,094	-	112,094
Tap connections	75,505	-	75,505	-	75,505
Capital outlay	226,749	-	226,749	(226,749)	-
Depreciation	-	-	-	899,033	899,033
Debt service:					
Principal retirement	-	2,190,000	2,190,000	(2,190,000)	-
Interest and fees	-	1,850,617	1,850,617	(333)	1,850,284
Debt issuance costs	-	1,182	1,182	-	1,182
Total expenditures/expenses	<u>5,531,571</u>	<u>4,153,276</u>	<u>9,684,847</u>	<u>(1,504,872)</u>	<u>8,179,975</u>
Excess (Deficiency) of Revenues Over Expenditures					
	(180,779)	182,434	1,655	(1,655)	
Change in Net Position					
				1,516,959	1,516,959
Fund Balances/Net Position					
Beginning of year	6,039,046	7,779,435	13,818,481	-	(7,942,038)
End of year	<u>\$ 5,858,267</u>	<u>\$ 7,961,869</u>	<u>\$ 13,820,136</u>	<u>\$ 0</u>	<u>\$ (6,425,079)</u>

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

Note 1: Nature of Operations and Summary of Significant Accounting Policies

Remington Municipal Utility District No. 1 of Harris County, Texas (the District), was created by an order of the Texas Water Commission, now known as the Texas Commission on Environmental Quality (the Commission), effective October 8, 1986, in accordance with the Texas Water Code, Chapter 54. The District operates in accordance with Chapters 49 and 54 of the Texas Water Code and is subject to the continuing supervision of the Commission. The principal functions of the District are to finance, construct, own and operate waterworks, wastewater and drainage facilities and to provide such facilities and services to the customers of the District. The District also provides solid waste disposal and security service.

The District is governed by a Board of Directors (the Board) consisting of five individuals who are residents or owners of property within the District and are elected by voters within the District. The Board sets the policies of the District. The accounting and reporting policies of the District conform to accounting principles generally accepted in the United States of America for state and local governments, as defined by the Governmental Accounting Standards Board. The following is a summary of the significant accounting and reporting policies of the District:

Reporting Entity

The accompanying government-wide financial statements present the financial statements of the District. There are no component units that are legally separate entities for which the District is considered to be financially accountable. Accountability is defined as the District's substantive appointment of the voting majority of the component unit's governing board. Furthermore, to be financially accountable, the District must be able to impose its will upon the component unit or there must be a possibility that the component unit may provide specific financial benefits to, or impose specific financial burdens on, the District.

Government-wide and Fund Financial Statements

In accordance with required reporting standards, the District reports its financial activities as a special-purpose government. Special-purpose governments are governmental entities which engage in a single governmental program, such as the provision of water, wastewater, drainage and other related services. The financial statements of special-purpose governments combine two types of financial statements into one statement. These two types of financial statements are the government-wide financial statements and the fund financial statements. The fund financial statements are presented with a column for adjustments to convert to the government-wide financial statements.

The government-wide financial statements report information on all of the activities of the District. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Governmental activities generally are financed through taxes, charges for services and intergovernmental revenues. The statement of activities reflects the revenues and expenses of the District.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

The fund financial statements provide information about the District's governmental funds. Separate statements for each governmental fund are presented. The emphasis of fund financial statements is directed to specific activities of the District.

The District presents the following major governmental funds:

General Fund – The general fund is the primary operating fund of the District which accounts for all financial resources not accounted for in another fund. Revenues are derived primarily from property taxes, charges for services and interest income.

Debt Service Fund – The debt service fund is used to account for financial resources that are restricted, committed or assigned to expenditures for principal and interest related costs, as well as the financial resources being accumulated for future debt service.

Fund Balances – Governmental Funds

The fund balances for the District's governmental funds can be displayed in up to five components:

Nonspendable – Amounts that are not in a spendable form or are required to be maintained intact.

Restricted – Amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may be changed or lifted only with the consent of resource providers.

Committed – Amounts that can be used only for the specific purposes determined by resolution of the Board. Commitments may be changed or lifted only by issuance of a resolution by the District's Board.

Assigned – Amounts intended to be used by the District for specific purposes as determined by management. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

Unassigned – The residual classification for the general fund and includes all amounts not contained in the other classifications.

The District considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The District applies committed amounts first, followed by assigned amounts, and then unassigned amounts when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

Measurement Focus and Basis of Accounting

Government-wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows.

Nonexchange transactions, in which the District receives (or gives) value without directly giving (or receiving) equal value in exchange, include property taxes and donations. Recognition standards are based on the characteristics and classes of nonexchange transactions. Revenues from property taxes are recognized in the period for which the taxes are levied. Intergovernmental revenues are recognized as revenues, net of estimated refunds and uncollectible amounts, in the accounting period when an enforceable legal claim to the assets arises and the use of resources is required or is first permitted. Donations are recognized as revenues, net of estimated uncollectible amounts, as soon as all eligibility requirements imposed by the provider have been met. Amounts received before all eligibility requirements have been met are reported as liabilities.

Fund Financial Statements

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and liabilities are generally included on the balance sheet. The statement of governmental funds revenues, expenditures and changes in fund balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in spendable resources. General capital asset acquisitions are reported as expenditures and proceeds of long-term debt are reported as other financing sources. Under the modified accrual basis of accounting, revenues are recognized when both measurable and available. The District considers revenues reported in the governmental funds to be available if they are collectible within 60 days after year-end. Principal revenue sources considered susceptible to accrual include taxes, charges for services and investment income. Other revenues are considered to be measurable and available only when cash is received by the District. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, which are recognized as expenditures when payment is due.

Deferred Outflows and Inflows of Resources

A deferred outflow of resources is a consumption of net position that is applicable to a future reporting period and a deferred inflow of resources is an acquisition of net position that is applicable to a future reporting period.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

Interfund Transactions

Transfers from one fund to another fund are reported as interfund receivables and payables if there is intent to repay the amount and if there is the ability to repay the advance on a timely basis. Operating transfers represent legally authorized transfers from the fund receiving resources to the fund through which the resources are to be expended.

Pension Costs

The District does not participate in a pension plan and, therefore, has no pension costs.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and deferred inflows and outflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

Investments and Investment Income

Investments in certificates of deposit, mutual funds, U.S. Government and agency securities, and certain pooled funds, which have a remaining maturity of one year or less at the date of purchase, are recorded at amortized cost. All other investments are carried at fair value. Fair value is determined using quoted market values.

Investment income includes dividends and interest income and the net change for the year in the fair value of investments carried at fair value. Investment income is credited to the fund in which the investment is recorded.

Property Taxes

An appraisal district annually prepares appraisal records listing all property within the District and the appraised value of each parcel or item as of January 1. Additionally, on January 1, a tax lien attaches to property to secure the payment of all taxes, penalty and interest ultimately imposed for the year on the property. After the District receives its certified appraisal roll from the appraisal district, the rate of taxation is set by the Board of the District based upon the aggregate appraisal value. Taxes are due and payable October 1 or when billed, whichever is later, and become delinquent after January 31 of the following year.

**Remington Municipal Utility District No. 1,
of Harris County, Texas
Notes to Financial Statements
May 31, 2018**

In the governmental funds, property taxes are initially recorded as receivables and deferred inflows of resources at the time the tax levy is billed. Revenues recognized during the fiscal year ended May 31, 2018, include collections during the current period or within 60 days of year-end related to the 2017 and prior years' tax levies.

In the government-wide statement of net position, property taxes are considered earned in the budget year for which they are levied. For the District's fiscal year ended May 31, 2018, the 2017 tax levy is considered earned during the current fiscal year. In addition to property taxes levied, any delinquent taxes are recorded net of amounts considered uncollectible.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an individual cost of \$5,000 or more and an estimated useful life of two years or more. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset lives are not capitalized.

Capital assets are depreciated using the straight-line method over their estimated useful lives as follows:

	Years
Water production and distribution facilities	10-45
Wastewater collection and treatment facilities	10-45
Land improvements	20

Deferred Amount on Debt Refundings

In the government-wide financial statements, the difference between the reacquisition price and the net carrying amount of the old debt in a debt refunding is deferred and amortized to interest expense using the effective interest rate method over the remaining life of the old debt or the life of the new debt, whichever is shorter. Such amounts are classified as deferred outflows or inflows of resources.

Debt Issuance Costs

Debt issuance costs, other than prepaid insurance, do not meet the definition of an asset or deferred outflows of resources since the costs are not applicable to a future period and, therefore, are recognized as an expense/expenditure in the period incurred.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Premiums and discounts on bonds are recognized as a component of long-term liabilities and amortized over the life of the related debt using the effective interest rate method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize premiums and discounts on bonds during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Net Position/Fund Balances

Fund balances and net position are reported as restricted when constraints placed on them are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or are imposed by law through constitutional provisions or enabling legislation.

When both restricted and unrestricted resources are available for use, generally, it is the District's policy to use restricted resources first.

Reconciliation of Government-wide and Fund Financial Statements

Amounts reported for net position of governmental activities in the statement of net position and fund balances in the governmental funds balance sheet are different because:

Capital assets used in governmental activities are not financial resources and are not reported in the funds.	\$ 30,240,951
Property tax revenue recognition and the related reduction of deferred inflows of resources are subject to availability of funds in the fund financial statements.	111,203
Penalty and interest on delinquent taxes is not receivable in the current period and is not reported in the funds.	36,328
Amounts due from others are not receivable in the current period and are not reported in the funds.	60,394
Deferred amount on debt refundings for governmental activities are not financial resources and are not reported in the funds.	1,377,222

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

Accrued interest on long-term liabilities is not payable with current financial resources and is not reported in the funds.	\$ (453,783)
Long-term debt obligations are not due and payable in the current period and are not reported in the funds.	<u>(51,617,530)</u>
Adjustment to fund balances to arrive at net position.	<u><u>\$ (20,245,215)</u></u>

Amounts reported for change in net position of governmental activities in the statement of activities are different from change in fund balances in the governmental funds statement of revenues, expenditures and changes in fund balances because:

Change in fund balances.	\$ 1,655
Governmental funds report capital outlays as expenditures. However, for government-wide financial statements, the cost of capitalized assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation and noncapitalized costs exceeded capital outlay expenditures in the current year.	(685,461)
Governmental funds report principal payments on debt as expenditures. For the statement of activities, these transactions do not have any effect on net position.	2,190,000
Revenues that do not provide current financial resources are not reported as revenues for the funds, but are reported as revenues in the statement of activities.	10,432
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>333</u>
Change in net position of governmental activities.	<u><u>\$ 1,516,959</u></u>

Note 2: Deposits, Investments and Investment Income

Deposits

Custodial credit risk is the risk that, in the event of a bank failure, a government's deposits may not be returned to it. The District's deposit policy for custodial credit risk requires compliance with the provisions of state law.

**Remington Municipal Utility District No. 1,
of Harris County, Texas
Notes to Financial Statements
May 31, 2018**

State law requires collateralization of all deposits with federal depository insurance; a surety bond; bonds and other obligations of the U.S. Treasury, U.S. agencies or instrumentalities of the State of Texas; or certain collateralized mortgage obligations directly issued by a federal agency or instrumentality of the United States, the underlying security for which is guaranteed by an agency or instrumentality of the United States.

At May 31, 2018, none of the District's bank balances were exposed to custodial credit risk.

Investments

The District may legally invest in obligations of the United States or its agencies and instrumentalities, direct obligations of Texas or its agencies or instrumentalities, collateralized mortgage obligations directly issued by a federal agency or instrumentality of the United States, the underlying security for which is guaranteed by an agency or instrumentality of the United States, other obligations guaranteed as to principal and interest by the State of Texas or the United States or their agencies and instrumentalities, including obligations that are fully guaranteed or insured by the Federal Deposit Insurance Corporation or by the explicit full faith and credit of the United States, obligations of states, agencies and counties and other political subdivisions with an investment rating not less than "A," insured or collateralized certificates of deposit, and certain bankers' acceptances, repurchase agreements, mutual funds, commercial paper, guaranteed investment contracts and investment pools.

The District's investment policy may be more restrictive than the Public Funds Investment Act.

The District invests in Texas CLASS, an external investment pool that is not registered with the Securities and Exchange Commission. A Board of Trustees, elected by the participants, has oversight of Texas CLASS. The District's investments may be redeemed at any time. Texas CLASS attempts to minimize its exposure to market and credit risk through the use of various strategies and credit monitoring techniques and limits its investments in any issuer to the top two ratings issued by nationally recognized statistical rating organizations.

At May 31, 2018, the District had the following investments and maturities.

Type	Fair Value	Maturities in Years			
		Less Than 1	1-5	6-10	More Than 10
Texas CLASS	\$ 5,567,244	\$ 5,567,244	\$ 0	\$ 0	\$ 0

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's investment policy does not allow investments in certain mortgage-backed securities, collateralized mortgage obligations with a final maturity date in excess of 10 years and interest rate indexed collateralized mortgage obligations. The external investment pool is presented as an investment with a maturity of less than one year because it is redeemable in full immediately.

Credit Risk. Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. At May 31, 2018, the District's investments in Texas CLASS were rated "AAAm" by Standard & Poor's.

Summary of Carrying Values

The carrying values of deposits and investments shown previously are included in the balance sheet at May 31, 2018, as follows:

Carrying value:		
Deposits	\$	9,205,386
Investments		<u>5,567,244</u>
Total	\$	<u><u>14,772,630</u></u>

Included in the following statement of net position captions:

Cash	\$	565,386
Certificates of deposit		8,640,000
Short-term investments		<u>5,567,244</u>
Total	\$	<u><u>14,772,630</u></u>

Investment Income

Investment income of \$129,294 for the year ended May 31, 2018, consisted of interest income.

Fair Value Measurements

The District has the following recurring fair value measurements as of May 31, 2018:

- Pooled investments of \$5,567,244 are valued at fair value per share of the pool's underlying portfolio.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

Note 3: Capital Assets

A summary of changes in capital assets for the year ended May 31, 2018, is presented below:

Governmental Activities	Balances, Beginning of Year	Additions	Reclassifi- cations	Balances, End of Year
Capital assets, non-depreciable:				
Land	\$ 10,624,306	\$ 125,582	\$ 31,541	\$ 10,781,429
Construction in progress	31,541	-	(31,541)	-
Total capital assets, non-depreciable	<u>10,655,847</u>	<u>125,582</u>	<u>0</u>	<u>10,781,429</u>
Capital assets, depreciable:				
Water production and distribution facilities	12,198,554	87,990	-	12,286,544
Wastewater collection and treatment facilities	18,872,177	-	-	18,872,177
Land improvements	49,019	-	-	49,019
Total capital assets, depreciable	<u>31,119,750</u>	<u>87,990</u>	<u>0</u>	<u>31,207,740</u>
Less accumulated depreciation:				
Water production and distribution facilities	(4,403,202)	(346,169)	-	(4,749,371)
Wastewater collection and treatment facilities	(6,423,841)	(548,859)	-	(6,972,700)
Land improvements	(22,142)	(4,005)	-	(26,147)
Total accumulated depreciation	<u>(10,849,185)</u>	<u>(899,033)</u>	<u>0</u>	<u>(11,748,218)</u>
Total governmental activities, net	<u>\$ 30,926,412</u>	<u>\$ (685,461)</u>	<u>\$ 0</u>	<u>\$ 30,240,951</u>

Note 4: Long-term Liabilities

Changes in long-term liabilities for the year ended May 31, 2018, were as follows.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

Governmental Activities	Balances, Beginning of Year	Decreases	Balances, End of Year	Amounts Due in One Year
Bonds payable:				
General obligation bonds	\$ 52,325,000	\$ 2,190,000	\$ 50,135,000	\$ 2,555,000
Add premiums on bonds	<u>1,584,479</u>	<u>101,949</u>	<u>1,482,530</u>	<u>-</u>
Total governmental activities long-term liabilities	<u>\$ 53,909,479</u>	<u>\$ 2,291,949</u>	<u>\$ 51,617,530</u>	<u>\$ 2,555,000</u>

General Obligation Bonds

	Refunding Series 2010	Refunding Series 2011
Amounts outstanding, May 31, 2018	\$890,000	\$9,715,000
Interest rates	3.50% to 4.50%	4.00% to 4.25%
Maturity dates, serially beginning/ending	September 1, 2018/2027	September 1, 2018/2032
Interest payment dates	September 1/ March 1	September 1/ March 1
Callable dates*	September 1, 2017	September 1, 2018
	Refunding Series 2012	Refunding Series 2013
Amounts outstanding, May 31, 2018	\$9,265,000	\$8,060,000
Interest rates	2.00% to 4.00%	2.00% to 4.00%
Maturity dates, serially beginning/ending	September 1, 2018/2032	September 1, 2018/2032
Interest payment dates	September 1/ March 1	September 1/ March 1
Callable dates*	September 1, 2019	September 1, 2020

*Or any date thereafter; callable at par plus accrued interest to the date of redemption.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

	Refunding Series 2014	Refunding Series 2015
Amounts outstanding, May 31, 2018	\$7,975,000	\$9,315,000
Interest rates	3.00% to 4.00%	2.00% to 3.50%
Maturity dates, serially beginning/ending	September 1, 2018/2027	September 1, 2018/2032
Interest payment dates	September 1/ March 1	September 1/ March 1
Callable dates*	September 1, 2021	September 1, 2022
		Refunding Series 2017
Amount outstanding, May 31, 2018		\$4,915,000
Interest rates		2.00% to 4.00%
Maturity dates, serially beginning/ending		September 1, 2018/2027
Interest payment dates		September 1/ March 1
Callable date*		September 1, 2024

*Or any date thereafter; callable at par plus accrued interest to the date of redemption.

Annual Debt Service Requirements

The following schedule shows the annual debt service requirements to pay principal and interest on general obligation bonds outstanding at May 31, 2018.

Year	Principal	Interest	Total
2019	\$ 2,555,000	\$ 1,773,455	\$ 4,328,455
2020	2,640,000	1,694,131	4,334,131
2021	2,720,000	1,613,330	4,333,330
2022	2,810,000	1,520,631	4,330,631
2023	2,915,000	1,421,856	4,336,856
2024-2028	16,190,000	5,425,694	21,615,694
2029-2033	<u>20,305,000</u>	<u>2,044,037</u>	<u>22,349,037</u>
Total	<u>\$ 50,135,000</u>	<u>\$ 15,493,134</u>	<u>\$ 65,628,134</u>

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

The bonds are payable from the proceeds of an ad valorem tax levied upon all property within the District subject to taxation, without limitation as to rate or amount.

Bonds voted	\$ 88,000,000
Bonds sold	69,850,000
Refunding bonds authorization voted	49,000,000
Refunding bonds authorization used	4,830,726*

*The District has issued \$80,300,000 of refunding bonds; however, of such amount, \$4,830,726 has been applied to the voter-authorized bonds and the remaining \$75,469,274 has been issued pursuant to Chapter 1207 of the Texas Government Code.

Note 5: Significant Bond Order and Commission Requirements

The Bond Orders require that the District levy and collect an ad valorem debt service tax sufficient to pay interest and principal on bonds when due. During the year ended May 31, 2018, the District levied an ad valorem debt service tax at the rate of \$0.4000 per \$100 of assessed valuation, which resulted in a tax levy of \$4,245,928 on the taxable valuation of \$1,061,482,076 for the 2017 tax year. The interest and principal requirements to be paid from the tax revenues and available resources are \$4,370,110 of which \$907,555 has been paid and \$3,462,555 is due September 1, 2018.

Note 6: Maintenance Taxes

At an election held January 17, 1987, voters authorized a maintenance tax not to exceed \$1.00 per \$100 valuation on all property within the District subject to taxation. During the year ended May 31, 2018, the District levied an ad valorem maintenance tax at the rate of \$0.0800 per \$100 of assessed valuation, which resulted in a tax levy of \$849,186 on the taxable valuation of \$1,061,482,076 for the 2017 tax year. The maintenance tax is being used by the general fund to pay expenditures of operating the District.

Note 7: Water Supply Agreement

On October 31, 1999, as last amended July 1, 2012, the District entered into a permanent water supply agreement with Harris County Municipal Utility District No. 196 (District No. 196). Under the terms of the agreement, District No. 196 conveyed to the District capacity in District No. 196's water plants sufficient to serve 1,800 equivalent connections. The cost of the 1,800 equivalent connections was \$1,600,000.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

The District's share of operating costs is based upon District No. 196's cost of production (currently \$0.675 per each 1,000 gallons), plus a prorated percent of said cost based on gallons metered. During the current year, the District incurred costs of \$108,230 related to water purchased from District No. 196.

Note 8: Waste Disposal Agreements

On April 25, 2001, as last amended March 20, 2002, the District and District No. 196 entered into a permanent waste disposal agreement pursuant to which, effective May 1, 2004, the District owns 500,000 gallons per day of capacity in District No. 196's wastewater treatment plant. The District pays fixed operation and maintenance costs based upon its 35.70 percent share of the plant and pays variable costs based upon actual flows to the plant. During the current year, the District incurred costs of \$147,323 related to the agreement.

Note 9: Regional Water Authority

The District is within the boundaries of the West Harris County Regional Water Authority (the Authority), which was created by the Texas Legislature. The Authority was created to provide a regional entity to acquire surface water and build the necessary facilities to convert from groundwater to surface water in order to meet conversion requirements mandated by the Harris-Galveston Subsidence District, which regulates groundwater withdrawal. As of May 31, 2018, the Authority was billing the District \$2.70 per 1,000 gallons of water pumped from its wells and \$3.10 per 1,000 gallons of surface water supplied. These amounts are subject to future increases.

Note 10: Strategic Partnership Agreement

Effective July 11, 2006, the District and the City of Houston (the City) entered into a Strategic Partnership Agreement (the Agreement) under which the City annexed certain tracts of land (the tracts) within the boundaries of the District for limited purposes. The District continues to exercise all powers and functions of a municipal utility district as provided by law. As consideration for the District providing services as detailed in the Agreement, the City agrees to remit one-half of all sales and use tax revenues generated within the boundaries of the tracts. As consideration for the sales tax payments by the City, the District agrees to continue to provide and develop water, sewer and drainage services within the District in lieu of full-purpose annexation. The City agrees it will not annex the District for full purposes or commence any action to annex the District during the term of the Agreement, which is 30 years. During the current year, the District recorded \$63,889 in revenues related to the Agreement.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Notes to Financial Statements
May 31, 2018

Note 11: Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. The District has not significantly reduced insurance coverage or had settlements which exceeded coverage amounts in the past three fiscal years.

Note 12: Due From Other Districts

The District entered into a service and taxation agreement on December 21, 2005, and later amended on April 26, 2006, with West Harris County Municipal Utility District No. 14 (District No. 14), whereby District No. 14 was to reimburse the District for facilities constructed within the boundary lines of District No. 14. The agreement states the District will be reimbursed \$116,122 in 24 equal installments of \$4,644 and a final installment of \$4,666 with the first payment due June 1, 2006, and each subsequent payment due on June 1 each year until paid in full. The District received \$4,644 from District No. 14 during the current year, with a remaining balance due of \$60,394 as of May 31, 2018.

Required Supplementary Information

Remington Municipal Utility District No. 1, of Harris County, Texas

Budgetary Comparison Schedule – General Fund Year Ended May 31, 2018

	Original Budget	Actual	variance Favorable (Unfavorable)
Revenues			
Property taxes	\$ 779,857	\$ 846,317	\$ 66,460
City of Houston rebates	54,500	63,889	9,389
Water service	1,501,000	1,480,485	(20,515)
Sewer service	1,270,000	1,265,875	(4,125)
Regional water fee	1,596,838	1,457,315	(139,523)
Penalty and interest	95,250	80,609	(14,641)
Tap connection and inspection fees	39,500	92,415	52,915
Investment income	32,815	59,243	26,428
Other income	4,644	4,644	-
Total revenues	5,374,404	5,350,792	(23,612)
Expenditures			
Service operations:			
Purchased services	1,754,074	1,609,761	144,313
Regional water fee	139,890	252,724	(112,834)
Professional fees	263,000	286,973	(23,973)
Contracted services	1,216,474	1,180,816	35,658
Utilities	225,000	200,332	24,668
Repairs and maintenance	1,441,500	1,598,216	(156,716)
Other expenditures	130,250	100,495	29,755
Tap connections	15,000	75,505	(60,505)
Capital outlay	161,400	226,749	(65,349)
Total expenditures	5,346,588	5,531,571	(184,983)
Excess (Deficiency) of Revenues Over Expenditures	27,816	(180,779)	(208,595)
Fund Balance, Beginning of Year	6,039,046	6,039,046	-
Fund Balance, End of Year	\$ 6,066,862	\$ 5,858,267	\$ (208,595)

Remington Municipal Utility District No. 1, of Harris County, Texas

Notes to Required Supplementary Information

May 31, 2018

Budgets and Budgetary Accounting

An annual operating budget is prepared for the general fund by the District's consultants. The budget reflects resources expected to be received during the year and expenditures expected to be incurred. The Board of Directors is required to adopt the budget prior to the start of its fiscal year. The budget is not a spending limitation (a legally restricted appropriation). The original budget of the general fund was not amended during fiscal 2018.

The District prepares its annual operating budget on a basis consistent with accounting principles generally accepted in the United States of America. The Budgetary Comparison Schedule - General Fund presents the original and revised budget amounts, if revised, compared to the actual amounts of revenues and expenditures for the current year.

Other Information

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Other Schedules Included Within This Report
May 31, 2018

(Schedules included are checked or explanatory notes provided for omitted schedules.)

- [X] Notes Required by the Water District Accounting Manual
See "Notes to Financial Statements," Pages 12-26
- [X] Schedule of Services and Rates
- [X] Schedule of General Fund Expenditures
- [X] Schedule of Temporary Investments
- [X] Analysis of Taxes Levied and Receivable
- [X] Schedule of Long-term Debt Service Requirements by Years
- [X] Changes in Long-term Bonded Debt
- [X] Comparative Schedule of Revenues and Expenditures – General Fund and Debt Service Fund –
Five Years
- [X] Board Members, Key Personnel and Consultants

Remington Municipal Utility District No. 1, of Harris County, Texas

Schedule of General Fund Expenditures Year Ended May 31, 2018

Personnel (including benefits)		\$ -
Professional Fees		
Auditing	\$ 21,300	
Legal	95,856	
Engineering	169,817	
Financial advisor	-	
	-	286,973
Purchased Services for Resale		
Bulk water and wastewater service purchases		1,609,761
Regional Water Fee		252,724
Contracted Services		
Bookkeeping	35,106	
General manager	-	
Appraisal district	-	
Tax collector	-	
Security	202,965	
Other contracted services	274,424	
	274,424	512,495
Utilities		200,332
Repairs and Maintenance		1,598,216
Administrative Expenditures		
Directors' fees	10,500	
Office supplies	6,241	
Insurance	29,922	
Other administrative expenditures	33,808	
	33,808	80,471
Capital Outlay		
Capitalized assets	213,572	
Expenditures not capitalized	13,177	
	13,177	226,749
Tap Connection Expenditures		75,505
Solid Waste Disposal		668,321
Fire Fighting		-
Parks and Recreation		-
Other Expenditures		20,024
		20,024
Total expenditures		\$ 5,531,571

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Schedule of Temporary Investments
May 31, 2018

	Interest Rate	Maturity Date	Face Amount	Accrued Interest Receivable
General Fund				
Certificates of Deposit				
No. 1002124260	1.00%	07/08/18	\$ 240,000	\$ 2,143
No. 100141650	1.35%	04/10/19	240,000	453
No. 331	1.00%	06/21/18	240,000	2,255
No. 83185272	1.21%	12/21/18	240,000	1,289
No. 66000204	1.25%	01/28/19	240,000	1,011
No. 6738636706	0.70%	08/02/18	240,000	1,385
No. 6742259992	1.10%	10/11/18	240,000	1,678
No. 6747400154	1.30%	03/18/19	240,000	650
No. 6751020153	1.28%	07/23/18	240,000	2,643
No. 9009003916	1.30%	03/22/19	240,000	590
No. 1113642319	0.75%	08/18/18	240,000	1,410
No. 489435	1.25%	03/11/19	240,000	666
No. 440000448	1.00%	03/23/19	240,000	454
No. 102200	1.75%	05/08/19	240,000	334
No. 304287	1.00%	09/01/18	240,000	1,782
No. 4189317	1.20%	11/21/18	240,000	1,507
No. 510701	1.35%	02/09/19	240,000	985
No. 2000000016	1.25%	02/23/19	240,000	797
No. 12699	1.25%	04/28/19	240,000	271
No. 3116003058	1.25%	03/27/19	240,000	534
No. 6000019338	1.00%	12/14/18	240,000	1,105
No. 5216	1.03%	11/23/18	240,000	1,305
Texas CLASS	2.11%	Demand	1,065,299	-
			<u>6,345,299</u>	<u>25,247</u>

**Remington Municipal Utility District No. 1,
of Harris County, Texas**

Schedule of Temporary Investments (Continued)

May 31, 2018

	Interest Rate	Maturity Date	Face Amount	Accrued Interest Receivable
Debt Service Fund				
Certificates of Deposit				
No. 102774106	1.00%	06/23/18	\$ 240,000	\$ 2,242
No. 100141965	0.85%	06/24/18	240,000	1,895
No. 330	1.00%	08/10/18	240,000	1,926
No. 66000335	0.80%	06/23/18	240,000	1,794
No. 9009003955	0.70%	06/21/18	240,000	1,574
No. 468439	0.90%	06/26/18	240,000	2,000
No. 220006188	0.62%	06/24/18	240,000	1,382
No. 312678	1.00%	08/09/18	240,000	1,933
No. 4188865	0.65%	06/25/18	240,000	1,449
No. 0460018367	1.10%	08/10/18	240,000	2,119
No. 1550000841	0.75%	06/25/18	240,000	1,672
No. 12947	1.10%	08/10/18	240,000	2,119
No. 3116002922	1.25%	08/17/18	240,000	2,359
No. 6000021938	1.00%	08/10/18	240,000	1,927
Texas CLASS	2.11%	Demand	4,501,945	-
			<u>7,861,945</u>	<u>26,391</u>
Totals			<u>\$ 14,207,244</u>	<u>\$ 51,638</u>

**Remington Municipal Utility District No. 1,
of Harris County, Texas**

**Analysis of Taxes Levied and Receivable
Year Ended May 31, 2018**

	Maintenance Taxes	Debt Service Taxes
Receivable, Beginning of Year	\$ 16,795	\$ 85,183
Additions and corrections to prior years' taxes	(397)	(2,304)
Adjusted receivable, beginning of year	16,398	82,879
 2017 Original Tax Levy	 832,602	 4,163,011
Additions and corrections	16,584	82,917
Adjusted tax levy	849,186	4,245,928
Total to be accounted for	865,584	4,328,807
Tax collections: Current year	(838,363)	(4,191,812)
Prior years	(7,954)	(45,059)
Receivable, end of year	\$ 19,267	\$ 91,936
 Receivable, by Years		
2017	\$ 10,823	\$ 54,116
2016	1,618	9,480
2015	1,121	7,208
2014	1,406	5,273
2013	2,236	3,938
2012	627	3,447
2011	582	3,310
2010	287	1,617
2009	133	736
2008	153	865
2007	126	727
2005	152	1,188
2004	3	31
Receivable, end of year	\$ 19,267	\$ 91,936

Remington Municipal Utility District No. 1, of Harris County, Texas

Analysis of Taxes Levied and Receivable (Continued) Year Ended May 31, 2018

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Property Valuations				
Land	\$ 172,451,604	\$ 169,815,229	\$ 168,243,614	\$ 167,297,687
Improvements	895,336,438	877,639,488	798,722,866	704,251,019
Personal property	14,590,864	16,133,666	17,061,319	14,755,293
Exemptions	<u>(20,896,830)</u>	<u>(21,601,525)</u>	<u>(21,873,034)</u>	<u>(20,741,089)</u>
Total property valuations	<u>\$ 1,061,482,076</u>	<u>\$ 1,041,986,858</u>	<u>\$ 962,154,765</u>	<u>\$ 865,562,910</u>
Tax Rates per \$100 Valuation				
Debt service tax rates	\$ 0.4000	\$ 0.4100	\$ 0.4500	\$ 0.4500
Maintenance tax rates*	<u>0.0800</u>	<u>0.0700</u>	<u>0.0700</u>	<u>0.1200</u>
Total tax rates per \$100 valuation	<u>\$ 0.4800</u>	<u>\$ 0.4800</u>	<u>\$ 0.5200</u>	<u>\$ 0.5700</u>
Tax Levy	<u>\$ 5,095,114</u>	<u>\$ 5,001,537</u>	<u>\$ 5,003,204</u>	<u>\$ 4,933,708</u>
Percent of Taxes Collected to Taxes Levied**	<u>98%</u>	<u>99%</u>	<u>99%</u>	<u>99%</u>

*Maximum tax rate approved by voters: \$1.00 on January 17, 1987

**Calculated as taxes collected for a tax year divided by taxes levied for that tax year.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Schedule of Long-term Debt Service Requirements by Years
May 31, 2018

Due During Fiscal Years Ending May 31	<u>Refunding Series 2010</u>		
	Principal Due September 1	Interest Due September 1, March 1	Total
2019	\$ 595,000	\$ 24,055	\$ 619,055
2020	35,000	11,455	46,455
2021	35,000	10,055	45,055
2022	40,000	8,555	48,555
2023	40,000	6,955	46,955
2024	40,000	5,335	45,335
2025	45,000	3,570	48,570
2026	20,000	2,200	22,200
2027	20,000	1,338	21,338
2028	20,000	450	20,450
Totals	<u>\$ 890,000</u>	<u>\$ 73,968</u>	<u>\$ 963,968</u>

**Remington Municipal Utility District No. 1,
of Harris County, Texas**

**Schedule of Long-term Debt Service Requirements by Years (Continued)
May 31, 2018**

Due During Fiscal Years Ending May 31	Refunding Series 2011		
	Principal Due September 1	Interest Due September 1, March 1	Total
2019	\$ 30,000	\$ 395,650	\$ 425,650
2020	120,000	392,650	512,650
2021	130,000	387,650	517,650
2022	30,000	384,450	414,450
2023	35,000	383,150	418,150
2024	35,000	381,750	416,750
2025	35,000	380,350	415,350
2026	485,000	369,950	854,950
2027	830,000	343,650	1,173,650
2028	865,000	309,750	1,174,750
2029	375,000	284,950	659,950
2030	380,000	269,850	649,850
2031	390,000	254,450	644,450
2032	2,915,000	188,350	3,103,350
2033	3,060,000	65,025	3,125,025
Totals	\$ 9,715,000	\$ 4,791,625	\$ 14,506,625

**Remington Municipal Utility District No. 1,
of Harris County, Texas**

**Schedule of Long-term Debt Service Requirements by Years (Continued)
May 31, 2018**

Due During Fiscal Years Ending May 31	Refunding Series 2012		
	Principal Due September 1	Interest Due September 1, March 1	Total
2019	\$ 275,000	\$ 336,338	\$ 611,338
2020	285,000	325,138	610,138
2021	305,000	313,338	618,338
2022	655,000	294,138	949,138
2023	675,000	270,913	945,913
2024	695,000	250,363	945,363
2025	710,000	228,400	938,400
2026	725,000	205,081	930,081
2027	425,000	185,863	610,863
2028	435,000	170,813	605,813
2029	975,000	143,700	1,118,700
2030	1,020,000	103,800	1,123,800
2031	1,055,000	62,300	1,117,300
2032	515,000	30,900	545,900
2033	515,000	10,300	525,300
Totals	\$ 9,265,000	\$ 2,931,385	\$ 12,196,385

**Remington Municipal Utility District No. 1,
of Harris County, Texas**

**Schedule of Long-term Debt Service Requirements by Years (Continued)
May 31, 2018**

Due During Fiscal Years Ending May 31	Refunding Series 2013		
	Principal Due September 1	Interest Due September 1, March 1	Total
2019	\$ 415,000	\$ 296,662	\$ 711,662
2020	335,000	285,413	620,413
2021	345,000	275,212	620,212
2022	460,000	261,988	721,988
2023	480,000	245,538	725,538
2024	490,000	227,950	717,950
2025	515,000	209,106	724,106
2026	540,000	189,325	729,325
2027	560,000	168,000	728,000
2028	585,000	145,100	730,100
2029	615,000	121,100	736,100
2030	635,000	96,100	731,100
2031	665,000	70,100	735,100
2032	695,000	42,900	737,900
2033	725,000	14,500	739,500
Totals	\$ 8,060,000	\$ 2,648,994	\$ 10,708,994

**Remington Municipal Utility District No. 1,
of Harris County, Texas**

**Schedule of Long-term Debt Service Requirements by Years (Continued)
May 31, 2018**

Due During Fiscal Years Ending May 31	Refunding Series 2014		
	Principal Due September 1	Interest Due September 1, March 1	Total
2019	\$ 800,000	\$ 282,400	\$ 1,082,400
2020	820,000	258,100	1,078,100
2021	840,000	233,200	1,073,200
2022	525,000	210,100	735,100
2023	555,000	188,500	743,500
2024	585,000	165,700	750,700
2025	600,000	142,000	742,000
2026	1,115,000	107,700	1,222,700
2027	1,040,000	64,600	1,104,600
2028	1,095,000	21,900	1,116,900
Totals	\$ 7,975,000	\$ 1,674,200	\$ 9,649,200

**Remington Municipal Utility District No. 1,
of Harris County, Texas**

**Schedule of Long-term Debt Service Requirements by Years (Continued)
May 31, 2018**

Due During Fiscal Years Ending May 31	Refunding Series 2015		
	Principal Due September 1	Interest Due September 1, March 1	Total
2019	\$ 420,000	\$ 280,900	\$ 700,900
2020	430,000	270,275	700,275
2021	440,000	258,300	698,300
2022	460,000	244,800	704,800
2023	460,000	229,850	689,850
2024	480,000	213,400	693,400
2025	495,000	196,338	691,338
2026	30,000	187,188	217,188
2027	165,000	184,018	349,018
2028	165,000	178,656	343,656
2029	1,795,000	149,050	1,944,050
2030	1,865,000	94,150	1,959,150
2031	1,920,000	36,175	1,956,175
2032	90,000	4,712	94,712
2033	100,000	1,625	101,625
Totals	\$ 9,315,000	\$ 2,529,437	\$ 11,844,437

**Remington Municipal Utility District No. 1,
of Harris County, Texas**

**Schedule of Long-term Debt Service Requirements by Years (Continued)
May 31, 2018**

Due During Fiscal Years Ending May 31	Refunding Series 2017		
	Principal Due September 1	Interest Due September 1, March 1	Total
2019	\$ 20,000	\$ 157,450	\$ 177,450
2020	615,000	151,100	766,100
2021	625,000	135,575	760,575
2022	640,000	116,600	756,600
2023	670,000	96,950	766,950
2024	690,000	76,550	766,550
2025	705,000	52,100	757,100
2026	315,000	31,700	346,700
2027	315,000	19,100	334,100
2028	320,000	6,400	326,400
Totals	<u>\$ 4,915,000</u>	<u>\$ 843,525</u>	<u>\$ 5,758,525</u>

**Remington Municipal Utility District No. 1,
of Harris County, Texas**

**Schedule of Long-term Debt Service Requirements by Years (Continued)
May 31, 2018**

Due During Fiscal Years Ending May 31	Annual Requirements For All Series		
	Total Principal Due	Total Interest Due	Total Principal and Interest Due
2019	\$ 2,555,000	\$ 1,773,455	\$ 4,328,455
2020	2,640,000	1,694,131	4,334,131
2021	2,720,000	1,613,330	4,333,330
2022	2,810,000	1,520,631	4,330,631
2023	2,915,000	1,421,856	4,336,856
2024	3,015,000	1,321,048	4,336,048
2025	3,105,000	1,211,864	4,316,864
2026	3,230,000	1,093,144	4,323,144
2027	3,355,000	966,569	4,321,569
2028	3,485,000	833,069	4,318,069
2029	3,760,000	698,800	4,458,800
2030	3,900,000	563,900	4,463,900
2031	4,030,000	423,025	4,453,025
2032	4,215,000	266,862	4,481,862
2033	4,400,000	91,450	4,491,450
Totals	<u>\$ 50,135,000</u>	<u>\$ 15,493,134</u>	<u>\$ 65,628,134</u>

**Remington Municipal Utility District No. 1,
of Harris County, Texas
Changes in Long-term Bonded Debt
Year Ended May 31, 2018**

	Bond			
	Refunding Series 2006	Refunding Series 2007	Refunding Series 2010	Refunding Series 2011
Interest rates	3.90%	4.00%	3.50% to 4.50%	4.00% to 4.25%
Dates interest payable	September 1/ March 1	September 1/ March 1	September 1/ March 1	September 1/ March 1
Maturity dates			September 1, 2018/2027	September 1, 2018/2032
Bonds outstanding, beginning of current year	\$ 45,000	\$ 360,000	\$ 1,510,000	\$ 9,745,000
Retirements, principal	45,000	360,000	620,000	30,000
Bonds outstanding, end of current year	\$ 0	\$ 0	\$ 890,000	\$ 9,715,000
Interest paid during current year	\$ 878	\$ 7,200	\$ 46,805	\$ 396,850

Paying agent's name and address:

Series 2006 - The Bank of New York Mellon Trust Company, N.A., Dallas, Texas
Series 2007 - The Bank of New York Mellon Trust Company, N.A., Dallas, Texas
Series 2010 - The Bank of New York Mellon Trust Company, N.A., Dallas, Texas
Series 2011 - The Bank of New York Mellon Trust Company, N.A., Dallas, Texas
Series 2012 - The Bank of New York Mellon Trust Company, N.A., Dallas, Texas
Series 2013 - The Bank of New York Mellon Trust Company, N.A., Dallas, Texas
Series 2014 - The Bank of New York Mellon Trust Company, N.A., Dallas, Texas
Series 2015 - The Bank of New York Mellon Trust Company, N.A., Dallas, Texas
Series 2017 - The Bank of New York Mellon Trust Company, N.A., Dallas, Texas

Bond authority:

	Tax Bonds	Other Bonds	Refunding Bonds
Amount authorized by voters	\$ 88,000,000	0	\$ 49,000,000
Amount issued	\$ 69,850,000	0	\$ 4,830,726 *
Remaining to be issued	\$ 18,150,000	0	\$ 44,169,274
Debt service fund cash and temporary investment balances as of May 31, 2018:			\$ 8,055,307
Average annual debt service payment (principal and interest) for remaining term of all debt:			\$ 4,375,209

*The District has issued \$80,300,000 of refunding bonds; however, of such amount, \$4,830,726 has been applied to the voter-authorized bonds and the remaining \$75,469,274 has been issued pursuant to Chapter 1207 of the Texas Government Code.

Issues

Refunding Series 2012	Refunding Series 2013	Refunding Series 2014	Refunding Series 2015	Refunding Series 2017	Totals
2.00% to 4.00%	2.00% to 4.00%	3.00% to 4.00%	2.00% to 3.50%	2.00% to 4.00%	
September 1/ March 1	September 1/ March 1	September 1/ March 1	September 1/ March 1	September 1/ March 1	
September 1, 2018/2032	September 1, 2018/2032	September 1, 2018/2027	September 1, 2018/2032	September 1, 2018/2027	
\$ 9,325,000	\$ 8,460,000	\$ 8,610,000	\$ 9,355,000	\$ 4,915,000	\$ 52,325,000
<u>60,000</u>	<u>400,000</u>	<u>635,000</u>	<u>40,000</u>	<u>-</u>	<u>2,190,000</u>
<u>\$ 9,265,000</u>	<u>\$ 8,060,000</u>	<u>\$ 7,975,000</u>	<u>\$ 9,315,000</u>	<u>\$ 4,915,000</u>	<u>\$ 50,135,000</u>
<u>\$ 342,438</u>	<u>\$ 306,888</u>	<u>\$ 303,925</u>	<u>\$ 286,550</u>	<u>\$ 157,650</u>	<u>\$ 1,849,184</u>

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Comparative Schedule of Revenues and Expenditures – General Fund
Five Years Ended May 31,

	Amounts				
	2018	2017	2016	2015	2014
General Fund					
Revenues					
Property taxes	\$ 846,317	\$ 730,686	\$ 681,454	\$ 1,040,191	\$ 1,781,778
City of Houston rebates	63,889	59,490	37,219	33,722	40,057
Water service	1,480,485	1,495,234	1,486,225	1,405,951	1,562,117
Sewer service	1,265,875	1,268,741	1,249,500	1,207,192	1,158,897
Regional water fee	1,457,315	1,401,529	1,309,565	1,093,031	1,271,474
Penalty and interest	80,609	91,902	96,647	115,390	117,091
Tap connection and inspection fees	92,415	55,253	44,786	156,365	16,565
Investment income	59,243	33,195	25,060	22,065	22,767
Other income	4,644	17,145	4,644	4,644	43,439
Total revenues	5,350,792	5,153,175	4,935,100	5,078,551	6,014,185
Expenditures					
Service operations:					
Purchased services	1,609,761	1,621,229	1,546,906	1,400,155	1,362,522
Regional water fee	252,724	137,492	131,811	46,975	155,454
Professional fees	286,973	290,947	310,897	221,998	288,811
Contracted services	1,180,816	1,148,764	1,066,595	1,041,003	1,051,574
Utilities	200,332	206,929	238,583	247,194	254,253
Repairs and maintenance	1,598,216	1,290,848	1,279,970	1,089,336	1,143,172
Other expenditures	100,495	127,436	105,448	136,003	137,179
Tap connections	75,505	17,295	11,950	48,900	11,012
Capital outlay	226,749	365,795	546,776	432,777	1,151,101
Total expenditures	5,531,571	5,206,735	5,238,936	4,664,341	5,555,078
Excess (Deficiency) of Revenues Over Expenditures	(180,779)	(53,560)	(303,836)	414,210	459,107
Fund Balance, Beginning of Year	6,039,046	6,092,606	6,396,442	5,982,232	5,523,125
Fund Balance, End of Year	\$ 5,858,267	\$ 6,039,046	\$ 6,092,606	\$ 6,396,442	\$ 5,982,232
Total Active Retail Water Connections	4,457	4,450	4,431	4,436	4,416
Total Active Retail Wastewater Connections	4,394	4,390	4,376	4,382	4,365

Percent of Fund Total Revenues

2018	2017	2016	2015	2014
15.8 %	14.2 %	13.8 %	20.5 %	29.6 %
1.2	1.2	0.8	0.6	0.7
27.7	29.0	30.1	27.7	26.0
23.7	24.6	25.3	23.8	19.3
27.2	27.2	26.5	21.5	21.1
1.5	1.8	2.0	2.3	1.9
1.7	1.1	0.9	3.1	0.3
1.1	0.6	0.5	0.4	0.4
0.1	0.3	0.1	0.1	0.7
<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>
30.1	31.5	31.4	27.6	22.7
4.7	2.7	2.7	0.9	2.6
5.4	5.6	6.3	4.4	4.8
22.1	22.3	21.6	20.5	17.5
3.7	4.0	4.8	4.9	4.2
29.9	25.0	25.9	21.4	19.0
1.9	2.5	2.1	2.7	2.3
1.4	0.3	0.2	0.9	0.2
4.2	7.1	11.1	8.5	19.1
<u>103.4</u>	<u>101.0</u>	<u>106.1</u>	<u>91.8</u>	<u>92.4</u>
<u>(3.4) %</u>	<u>(1.0) %</u>	<u>(6.1) %</u>	<u>8.2 %</u>	<u>7.6 %</u>

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Comparative Schedule of Revenues and Expenditures – Debt Service Fund
Five Years Ended May 31,

	Amounts				
	2018	2017	2016	2015	2014
Debt Service Fund					
Revenues					
Property taxes	\$ 4,236,871	\$ 4,277,018	\$ 4,330,428	\$ 3,868,289	\$ 3,169,880
Penalty and interest	28,743	41,374	37,331	32,839	36,833
Investment income	70,051	34,366	19,170	14,807	21,569
Other income	45	40	23	57,184	47
Total revenues	<u>4,335,710</u>	<u>4,352,798</u>	<u>4,386,952</u>	<u>3,973,119</u>	<u>3,228,329</u>
Expenditures					
Current:					
Professional fees	9,252	13,130	11,655	9,863	12,766
Contracted services	90,626	90,739	91,950	90,360	86,935
Other expenditures	11,599	10,693	10,667	10,958	9,660
Debt service:					
Principal retirement	2,190,000	2,115,000	2,165,000	2,080,000	1,990,000
Interest and fees	1,850,617	1,967,089	2,046,686	2,017,028	2,134,228
Debt defeasance	-	-	-	17,500	12,000
Debt issuance costs	1,182	186,111	1,193	341,197	358,297
Total expenditures	<u>4,153,276</u>	<u>4,382,762</u>	<u>4,327,151</u>	<u>4,566,906</u>	<u>4,603,886</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>182,434</u>	<u>(29,964)</u>	<u>59,801</u>	<u>(593,787)</u>	<u>(1,375,557)</u>
Other Financing Sources (Uses)					
Payments to escrow agent	-	(5,017,203)	-	(9,336,546)	(9,610,403)
Premium on debt issued	-	294,613	-	133,003	511,611
General obligation bonds issued	-	4,915,000	-	9,550,000	9,465,000
Total other financing sources	<u>0</u>	<u>192,410</u>	<u>0</u>	<u>346,457</u>	<u>366,208</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	182,434	162,446	59,801	(247,330)	(1,009,349)
Fund Balance, Beginning of Year	<u>7,779,435</u>	<u>7,616,989</u>	<u>7,557,188</u>	<u>7,804,518</u>	<u>8,813,867</u>
Fund Balance, End of Year	<u>\$ 7,961,869</u>	<u>\$ 7,779,435</u>	<u>\$ 7,616,989</u>	<u>\$ 7,557,188</u>	<u>\$ 7,804,518</u>

Percent of Fund Total Revenues

2018	2017	2016	2015	2014
97.7 %	98.3 %	98.7 %	97.3 %	98.2 %
0.7	0.9	0.9	0.9	1.1
1.6	0.8	0.4	0.4	0.7
0.0	0.0	0.0	1.4	0.0
<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>
0.2	0.3	0.3	0.2	0.4
2.1	2.1	2.1	2.3	2.7
0.3	0.2	0.2	0.3	0.3
50.5	48.6	49.4	52.3	61.6
42.7	45.2	46.7	50.8	66.1
-	-	-	0.4	0.4
0.0	4.3	0.0	8.6	11.1
<u>95.8</u>	<u>100.7</u>	<u>98.7</u>	<u>114.9</u>	<u>142.6</u>
<u>4.2 %</u>	<u>(0.7) %</u>	<u>1.3 %</u>	<u>(14.9) %</u>	<u>(42.6) %</u>

Remington Municipal Utility District No. 1, of Harris County, Texas

Board Members, Key Personnel and Consultants Year Ended May 31, 2018

Complete District mailing address:	Remington Municipal Utility District No. 1, of Harris County, Texas c/o Schwartz, Page & Harding, L.L.P. 1300 Post Oak Boulevard, Suite 1400 Houston, Texas 77056	
District business telephone number:	713.623.4531	
Submission date of the most recent District Registration Form (TWC Sections 36.054 and 49.054):		June 4, 2018
Limit on fees of office that a director may receive during a fiscal year:		\$ 7,200

Board Members	Term of Office Elected & Expires	Fees*	Expense Reimbursements	Title at Year-end
Vernon Elmore	Elected 05/18- 05/22	\$ 3,300	\$ 1,961	President
Timothy Kearns	Elected 05/16- 05/20	2,250	1,344	Vice President
Boyd Shepherd	Elected 05/18- 05/22	1,800	307	Secretary
Gabriel Garcia	Appointed 08/16- 05/20	1,950	1,201	Assistant Secretary
Timothy B. Hardin	Appointed 04/18- 05/20	300	0	Assistant Secretary
Richard Carlson	Elected 05/16- 04/18	900	116	Resigned

*Fees are the amounts actually paid to a director during the District's fiscal year.

**Remington Municipal Utility District No. 1,
of Harris County, Texas**
Board Members, Key Personnel and Consultants (Continued)
Year Ended May 31, 2018

Consultants	Date Hired	Fees and Expense Reimbursements	Title
B&A Municipal Tax Service, LLC	10/26/11	\$ 66,072	Tax Assessor/ Collector
BKD, LLP	09/22/99	21,300	Auditor
Harris County Appraisal District	Legislative Action	36,850	Appraiser
Inframark, LLC	12/10/86	1,428,063	Operator
Municipal Accounts & Consulting, L.P.	04/23/03	39,063	Bookkeeper
Perdue, Brandon, Fielder, Collins & Mott, L.L.P.	02/28/01	9,252	Delinquent Tax Attorney
Rathmann & Associates, L.P.	04/23/03	0	Financial Advisor
Sander Engineering Corporation	12/10/86	218,262	Engineer
Schwartz, Page & Harding, L.L.P.	12/10/86	115,306	Attorney
Investment Officers			
Mark M. Burton and Ghia Lewis	07/28/04	N/A	Bookkeepers