

**RECONCILIATION AGREEMENT BETWEEN
THE CITY OF PFLUGERVILLE AND
LAKESIDE WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**

This Reconciliation Agreement (“*Agreement*”) is entered into as of the date last signed (“*Effective Date*”) by and between the City of Pflugerville (“*City*”) and Lakeside Water Control and Improvement District No. 1 (“*District*”), (each, a “*Party*,” and collectively the “*Parties*”).

RECITALS

WHEREAS, the City and the District previously entered into a certain Professional Services Agreement, which was amended from time to time, for the City’s operation, maintenance, and management of water and wastewater facilities, solid waste disposal and recycling, and billing services (“*Professional Services Agreement*”);

WHEREAS the City and the District previously entered into a certain Agreement Regarding Termination and Transition of Services regarding the termination of the Professional Service Agreement and the transfer of services and customer data to the District and the District’s designated operators (“*Termination Agreement*”);

WHEREAS, the Termination Agreement requires the District to compensate the City for its cooperation in the termination of Professional Services Agreement, referred to in the Termination Agreement as “*Transition Charges*”;

WHEREAS, the Termination Agreement provides that the City and the District will perform a final reconciliation to verify and ensure that any payments due and owed amongst the Parties under the Professional Services Agreement and Termination Agreement are paid in full; and

WHEREAS, representatives for the City and the District met and reconciled the City and District’s accounts and have verified the final amounts owed to the City and District under the Professional Services Agreement and Termination Agreement.

NOW, THEREFORE, for and in consideration of the mutual promises and other good and valuable consideration contained herein, the sufficiency of which is hereby acknowledged, the Parties agree as follows:

AGREEMENT

1. **Transition Charges**. The Parties acknowledge and agree that the District owes the City **\$20,564.58** for the Transition Charges shown in **Attachment A**, incorporated herein for all purposes. The District shall pay the City **\$20,564.58** within five (5) business days of the Effective Date.
2. **Amount Due After Reconciliation**. The Parties acknowledge and agree that representatives for the City reconciled the accounts receivable within 1% of balanced and agree that the

amounts shown in Attachment B, incorporated herein for all purposes, shall be the final accounting for purposes of this Agreement. The Parties agree that, according to the accounting shown in Attachment B, the net amount due from the District to the City is \$28,495.77. The Parties further agree that City does not owe the District any amount under the Professional Services Agreement or Termination Agreement. The District shall pay the City \$28,495.77 within five (5) business days of the Effective Date.

3. Mutual Release of Claims. The Parties hereby release and waive all disputes, claims, and causes of action that they have or may have against one another, including their directors, officers, agents, employees, attorneys, and all other persons working on behalf of or in concert with them, whether known or unknown, at law or in equity, arising from or otherwise related to the Professional Services Agreement or Termination Agreement. This release is limited to any acts or omissions that occurred before the Effective Date of this Agreement. Either Party may bring an action against the other Party to enforce this Agreement.
4. Amendments; Modifications. This Agreement may be amended or modified only by a written agreement properly executed by the City and the District.
5. Entire Agreement. This Agreement constitutes the entire agreement of the Parties and, upon the Effective Date, supersedes all prior agreements and understandings between the City and the District regarding reconciliation of amounts owed under the Professional Services Agreement or Termination Agreement.
6. Severability. If any provision of this Agreement is illegal, invalid, or unenforceable under present or future laws, it is the intention of the Parties that the remainder of this Agreement not be affected thereby, and it is also the intention of the Parties that, in lieu of each provision of this Agreement that is illegal, invalid, or unenforceable, there be added as part of this Agreement a provision as similar in terms to the illegal, invalid, or unenforceable provision as is possible, and is legal, valid, and enforceable.
7. No Waiver. No consent or waiver, express or implied, to or of any default of any covenant or provision hereof by any Party will be construed as a consent or waiver to or any other default of the same or any other covenant or provision.
8. Authority to Execute. The City represents and warrants that this Agreement has been approved by the City Council of the City of Pflugerville, Texas, in accordance with all applicable public meeting and public notice requirements and that the individual executing this Agreement on behalf of the City has full right and authority to enter into this Agreement. The District represents and warrants that this Agreement has been approved by the Board of Directors of Lakeside Water Control and Improvement District No. 1, in accordance with all applicable public meeting and public notice requirements and that the individual executing this Agreement on behalf of the District has full right and authority to enter into this Agreement.

9. Multiple Counterparts. This Agreement may be executed simultaneously in one or more counterparts, each of which will be deemed an original, but all of which will constitute one and the same instrument. A facsimile or electronically scanned signature will be deemed to have the same effect as an original signature.

[Signature page follows immediately]

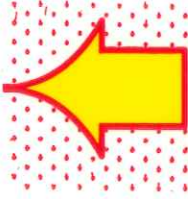
CITY OF PFLUGERVILLE, TEXAS

By: _____

Name: _____

Title: _____

Date: _____



ATTEST:

By: _____

Name: _____

Title: _____

Date: _____

LAKESIDE WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1

By: Jeff A. Stivers
Name: Jeff Stivers
Title: President
Date: April 10, 2024

ATTEST:

By: [Signature]
Name: Josua Miller
Title: Secretary
Date: 04/19/2024

Attachment B

Transition Charges

Transition Charges Invoice

Lakeside WCID 1, 2A, 2B, 2C, 2D

October 17, 2023

<u>DISTRICT NAME</u>	<u>WATER ACTIVE</u>	<u>WATER x \$41.76</u>	<u>SEWER ACTIVE</u>	<u>SEWER x \$14.21</u>	<u>Prof Serv Fee</u>	<u>Total Due</u>
					<u>Collected</u>	
Lakeside WCID 1	561	\$23,427.36	557	\$7,914.97	\$10,777.75	\$20,564.58
Lakeside 2A	719	\$30,025.44	717	\$10,188.57	\$13,380.76	\$26,833.25
Lakeside 2B	490	\$20,462.40	489	\$6,948.69	\$12,207.14	\$15,203.95
Lakeside 2C	1034	\$43,179.84	1027	\$14,593.67	\$26,083.18	\$31,690.33
Lakeside 2D	1049	\$43,806.24	1048	\$14,892.08	\$16,063.83	\$42,634.49
Totals	3853	\$160,901.28	3838	\$54,537.98	\$78,512.66	\$136,926.60

- 1.3. Transition Charges. The District shall compensate the City for its cooperation in the termination of professional services, until the Termination Date according to the formula set forth below (the "*Transition Charges*"):

$$\text{Compensation} = (\text{Number of active wastewater connections in the District} \times \$14.21) + [(\text{Number of active water connections} \times \$41.17) - \text{Amount of Water Professional Service Fees collected by the City}]$$

The City shall send the District an invoice ("*Invoice*") on or before October 20, 2023, for the Transition Charges according to the amounts collected for each month and number of active water and wastewater connections, as shown in the City's monthly operations reports to the District. The District shall pay the City the Transition Charges within thirty (30) days of receipt of an Invoice and failure to timely make payment shall be subject to Subchapter B of Chapter 2251 of the Texas Government Code.

ATTACHMENT B

Reconciled Accounts

Account Receivables due to the City

	<u>Water</u>	<u>Sewer</u>	<u>Solid Waste</u>	<u>Unapplied Credits</u>	<u>Deposits due to Districts</u>	<u>Net Amount due to City</u>
Lakeside WCID 1	10,392.93	6,687.76	3,982.89	(2,710.53)	\$ (4,175.00)	\$ 14,178.05
Lakeside WCID 2B	29,366.82	11,657.40	7,058.61	(3,532.22)	\$ (6,000.00)	\$ 38,550.61
Lakeside WCID 1	11,241.97	4,355.68	2,591.35	(1,321.28)	\$ (2,550.00)	\$ 14,317.72
Lakeside WCID 2C	59,471.51	23,763.43	13,919.34	(7,631.40)	\$ (9,850.00)	\$ 79,672.88
Lakeside WCID 2D	35,662.31	22,585.19	13,405.19	(5,928.55)	\$ (19,000.00)	\$ 46,724.14
Commons at Rowe (LS3)	38,481.03	20,116.52	11,968.98	(7,550.14)	\$ (23,775.00)	\$ 39,241.39
Avalon/Kelly Ln WCID 1	42,238.74	16,741.38	10,008.84	(4,320.73)	\$ (13,925.00)	\$ 50,743.23
Avalon/Kelly Ln WCID 2	25,742.10	14,805.96	8,871.54	(5,409.18)	\$ (12,850.00)	\$ 31,160.42
Lakeside WCID 2A	28,047.02	12,822.25	6,724.90	(3,800.99)	\$ (14,925.00)	\$ 28,868.18
						\$ 343,456.62