



WHAT IS A MUD?

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7701 ELDORADO PARKWAY #200
MCKINNEY, TX 75071

A Texas Municipal Utility District (MUD) is a local governmental entity established under the Texas Water Code. MUDs are primarily responsible for providing water, wastewater, and other essential utility services to residents within their designated jurisdiction.

Here are some key features and functions of a Texas Municipal Utility District:

- **Provision of Utilities:** MUDs are created to supply water, treat wastewater, and manage drainage services within their boundaries. They ensure the delivery of clean and safe drinking water to residents and manage the collection, treatment, and disposal of wastewater.
- **Governance:** MUDs are governed by a board of directors, typically consisting of individuals elected by the residents of the district. The board is responsible for overseeing the operations, setting utility rates, approving budgets, and making policy decisions to ensure the efficient provision of services.
- **Financing:** MUDs have the authority to issue bonds to finance the construction, operation, and maintenance of utility infrastructure. These bonds are repaid through taxes, fees, or assessments imposed on the property owners within the district.
- **Land Development:** MUDs often have the power to acquire, develop, and sell land within their jurisdiction for residential, commercial, or industrial purposes. They may also provide public amenities such as parks, recreational areas, and other community facilities.
- **Regulatory Oversight:** MUDs are subject to oversight by the Texas Commission on Environmental Quality (TCEQ), which sets regulations and standards for water and wastewater services. MUDs must comply with these regulations to ensure the quality and safety of the utility services provided.
- **Cooperative Agreements:** MUDs may enter into cooperative agreements with other entities, such as cities or counties, to jointly provide services or share resources. These agreements promote collaboration and efficiency in the delivery of utilities.

Texas Municipal Utility Districts play a crucial role in providing essential services to residents in specific areas, especially in areas where city services may not be readily available. They are responsible for ensuring access to clean water, proper wastewater treatment, and effective drainage systems, contributing to the overall development and well-being of the communities they serve.