

HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 99

MINUTES OF MEETING OF BOARD OF DIRECTORS

MARCH 18, 2025

The Board of Directors (the "Board" or "Directors") of Harris County Water Control and Improvement District No. 99 (the "District") met in regular session, at 6:30 p.m. at 19423 Lockridge Drive, Spring, Texas 77373, on Tuesday, March 18, 2025, pursuant to notice of said meeting posted in accordance with Chapter 551 of the Texas Government Code; whereupon the roll was called of the members of the Board, to-wit:

Billy Ray Fritsche	President
Thomas Riddle	Vice President
George Galindo	Secretary
Rick Ghinelli	Director
Terry Wright	Director

All members of the Board were present, with the exception of Director Wright, thus constituting a quorum. Also attending all or portions of the meeting were: Cathi Wilbanks of ETI Bookkeeping Services, bookkeeper for the District ("ETI"); Debbie Bessire of Equi-Tax, Inc.; Zachary A. Petrov, Attorney and Marisa Roberts, Paralegal of Johnson Petrov LLP ("Johnson Petrov" and/or "Attorney"); Doug Jacobson of Eagle Water Management, Inc., operator for the District ("Operator" and/or "Eagle Water"); Sergio Van Dusen, Engineer and Tyler Reeves, EIT of Vogt Engineering, L.P., engineers for the District ("Engineer" and/or "Vogt"); Deputy Richardson of the Harris County Constable's Office ("HCCO"); Michelle Kincer of Storm Water Solutions and residents of the District (see sign-in sheet).

The President, after finding that notice of the meeting was posted as required by law and determining that a quorum of the Board was present, called the meeting to order and declared it open for such business as may regularly come before it.

1. Public Comment. Members of the public were given an opportunity to speak at this time.
2. Minutes. The Board reviewed the minutes of the regular meeting of February 18, 2025 and the special meeting of March 4, 2025, copies of which were previously distributed to the Board.

Upon motion by Director Galindo, seconded by Director Fritsche, after full discussion and with all Directors present voting aye, the Board approved the minutes the regular meeting of February 18, 2025 and the special meeting of March 4, 2025.

3. Constable's Report. Deputy Richardson reviewed the Constable's Report with the Board. Deputy Richardson then responded to questions from the Board.

No action was taken at this time.

4. Bookkeeper's Report/Investment Report/Energy Usage Report. Ms. Wilbanks presented to and reviewed with the Board the Bookkeeper's Report, Investment Report, and Energy Usage Report for the previous month, copies of which are attached hereto collectively as Exhibit "A."

Ms. Wilbanks reported that TexPool interest rate has decreased and is paying 4.3550% interest and the net asset value is 1.000119%.

Ms. Wilbanks reviewed the final budget with the Board, a copy of which is attached to the Bookkeeper's Report.

Upon motion by Director Galindo, seconded by Director Ghinelli, after full discussion and with all Directors present voting aye, the Board: 1) approved the Bookkeeper's Report, with certain revisions, Investment Report, and Energy Usage Report; 2) authorized the payment of checks numbered 14095 through 14126 from the Operating Account; and 3) approved the Budget for fiscal year end March 31, 2026.

5. Tax Assessor-Collector Report. Ms. Bessire presented and reviewed the Tax Assessor-Collector Report with the Board, a copy of which is attached hereto as Exhibit "B".

Ms. Bessire reported that 71.0% of the 2024 taxes and 96.9% of the 2023 taxes have been collected as of February 28, 2025.

6. Delinquent Tax Attorney Report, prepared by Perdue, Brandon, Fielder, Collins & Mott, L.L.P., a copy of which is attached hereto as Exhibit "C". The Board then reviewed the Delinquent Tax Attorney Report.

Upon motion by Director Galindo, seconded by Director Fritsche, after full discussion and with all Directors present voting aye, the Board approved 1) Tax Assessor-Collector Report, including payment of check nos. 2543 thru 2549, and 2) Delinquent Tax Attorney Report.

7. Operations Report. Mr. Jacobson presented the Operations Report, a copy of which is attached hereto as Exhibit "D."

a. Mr. Jacobson then reported the total monthly pumpage for February was 4,041,000 gallons and the average daily flow at the sewer plant during the previous month was 167,000 GPD, which is 58% of current capacity. Mr. Jacobson also reported the pumped to billed ratio was 84.63% at the water plant. There were no excursions for the previous month.

Mr. Jacobson next presented the Monthly Light Fixture Review, a copy of which is attached to the Operator's Report.

Mr. Jacobson presented and reviewed the disconnection list of eleven (11) accounts.

Upon motion by Director Galindo, seconded by Director Ghinelli, after full discussion and with all Directors present voting aye, the Board, after confirming with the Operator that notice had been delivered by the Operator to each person on the list notifying them that they could appear before the Board to discuss termination of services and that services could be terminated at any time after this meeting, and determining that no one appeared at the meeting for such purpose, the Board: 1) approved the termination list and authorized the Operator to terminate service as required by the Rate Order to all customers who remain unpaid; and 2) approved the Operations Report.

8. Engineer's Report. The Engineer's Report was presented and reviewed by Mr. Van Dusen, a copy of which is attached as Exhibit "E".

a. Mr. Van Dusen reviewed the Report with the Board and responded to questions. Mr. Van Dusen requested the Board authorize Johnson Petrov to prepare a letter to the Board for Harris County Water Control and Improvement District No. 110 regarding McNabb Elementary Water Service Transfer.

Upon motion by Director Riddle, seconded by Director Galindo, after full discussion and with all Directors present voting aye, the Board authorized Johnson Petrov to prepare a letter to the Board for Harris County Water Control and Improvement District No. 110 regarding McNabb Elementary Water Service Transfer.

b. Next, Mr. Van Dusen requested the Board approve the quote from Solid Bridge Construction in the amount of \$69,300.00 for the repair to the erosion of the Lemm Gully bank. He reminded the Board that they previously approved an amount not to exceed \$50,000, but the quotes received were higher.

Upon motion by Director Galindo, seconded by Director Riddle, after full discussion and with all Directors present voting aye, the Board approved the quote from Solid Bridge Construction in the amount of \$69,300.00 for the repair to the erosion of the Lemm Gully bank.

c. Storm Water Solutions Monthly Report. Ms. Kincer presented and reviewed the Storm Water Management Report, a copy of which is attached hereto as Exhibit "E-1".

The Board also approved Ms. Kincer to present the detention pond report quarterly unless work was required.

Upon motion by Director Riddle, seconded by Director Ghinelli, after full discussion and with all Directors present voting aye, the Board approved 1) the Storm Water Solutions Report; and 2) the Engineer's Report.

9. New Business/Annual Agenda.

a. Monthly Meeting Time and Second Public Comment Agenda Item, a copy of which is attached hereto as Exhibit "F". Director Fritsche discussed with the Board changing the meeting time from 6:30 p.m. to 6:00 p.m. He then proposed adding a second public comment item at the end of the agenda.

Upon motion by Director Riddle, seconded by Director Ghinelli, after full discussion and with all Directors present voting aye, the Board approved 1) changing the meeting time from 6:30 p.m. to 6:00 p.m. starting April 15, 2025; 2) adding a second public comment item at the end of the agenda.

b. Director Vacancy and Appointment Process, a copy of which is attached hereto as Exhibit "G". The audit committee presented and reviewed with the Board the Director Vacancy and Appointment Process, which will be posted on the District's website and on Facebook for any interested applicants.

Upon motion by Director Riddle, seconded by Director Galindo, after full discussion and with all Directors present voting aye, the Board approved Director Vacancy and Appointment Process.

c. Approve insurance proposal.

The Board reviewed the insurance proposal prepared by McDonald Wessendorff, a copy of which is attached hereto as Exhibit "H."

Upon motion by Director Ghinelli, seconded by Director Galindo, after full discussion and with all Directors present voting aye, the Board approved the insurance renewal proposal.

d. District to support, in form of multiple water taps for NHECC, cleaning wall of graffiti and consider any additional requests from NHECC regarding graffiti removal (Fritsche). Pending a quote and plans from the Civic Club.

10. Old Business:

a. Repair of the service driveway at Water Plant. Discussed under the Engineer's Report.

b. Conversion of the District to powers of a MUD, including discussion regarding deed restrictions. The Board discussed the timeline for posting legal notice and holding a public meeting for the conversion of the District to powers of a MUD pending confirming location and director availability.

Upon motion by Director Galindo, seconded by Director Ghinelli, after full discussion and with all Directors present voting aye, the Board approved the timeline for posting legal notice and holding a public meeting for the conversion of the District to powers of a MUD.

c. Audit Committee. Nothing at this time.

d. Cypresswood Apartment and Houston Housing Authority, including deed restriction violation. This item will be discussed under Executive Session.

e. PUC Docket No. 57439. This item will be discussed under Executive Session.

f. Amend the District's Rate Order and Rules and Regulations related to service rates. No recommended amendments at this time.

g. Designation of Additional Meeting Places. Directors Fritsche and Ghinelli are working to find large capacity facility to designate as an additional meeting place.

11. Executive Session. As of 7:54 p.m., Director Galindo made a motion that the Board called for an Executive Session, closed to the public, pursuant to Section 551 of the Texas Government Code - Consultation with Attorney regarding PUC Docket No. 57439 and the Cypresswood Apartments. The motion was seconded by Director Fritsche, after full discussion and with all Directors present voting aye, the Board called for an Executive Session. There were no members of the public present at this time. All Board Members present along with Zachary Petrov, Marisa Roberts, Sergio Van Dusen, Tyler Reeves and Doug Jacobson were present for Executive Session.

As of 8:02 p.m., Director Riddle made a motion that the Board close the Executive Session and resume open session, seconded by Director Galindo, after full discussion and with all Directors present voting aye, the Board closed Executive Session and resumed open session.

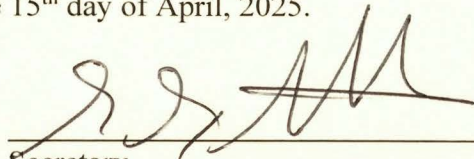
No action was taken in Executive Session. There were no members of the public present.

12. PUC Docket No. 57439 concerning rates for the apartment complex.

Upon motion by Director Riddle, seconded by Director Galindo, after full discussion and with all Directors present voting aye, the Board approved the Confidential Settlement Agreement and Release with the Cypresswood Apartments, including the amendment to the District's Rate Order for tax-exempt apartment connections, subject to confirmation that the new exhibits are correct or correct, as revised.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD,
the meeting was adjourned at 8:03 p.m.

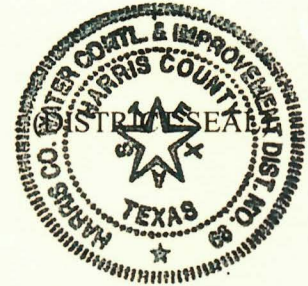
PASSED AND APPROVED on the 15th day of April, 2025.



Secretary
Board of Directors

EXHIBITS:

- A - Bookkeeper's Report, Investment Report, Energy Report
- B - Tax Assessor Collector Report
- C - Delinquent Tax Report
- D - Operations Report
- E - Engineer's Report
- E-1 - Storm Water Solutions Report
- F - Monthly Meeting Time, Second Public Comment Memo
- G - Director Vacancy and Appointment Process
- H - Insurance Renewal Proposal



**Minutes recorded by Marisa Roberts
Johnson Petrov LLP
Regular Session March 18, 2025**