

HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 99

MINUTES OF MEETING OF BOARD OF DIRECTORS

OCTOBER 21, 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, October 21, 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
Lance Rumfield	Director

All members of the Board were present, with the exception of Director Ghinelli, thus constituting a quorum. Also attending all or portions of the meeting were: Cathi Wilbanks of ETI Bookkeeping Services, bookkeeper for the District ("ETI"); Angela Cunningham of Equi-Tax, Inc.; Zachary A. Petrov, Attorneys 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, P.E. and Tyler Reeves, EIT of Vogt Engineering, L.P., engineers for the District ("Engineer" and/or "Vogt"); Deputy Richardson and Deputy B. Suazo of the Harris County Constable's Office ("HCCO"); John Howell of The GMS Group, L.L.C. ("Financial Advisor"); Michelle Kincer of Storm Water Solutions, LLC 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 regular meeting minutes of September 16, 2025, a copy of which was previously distributed to the Board.

Upon motion by Director Galindo, seconded by Director Rumfield, after full discussion and with all Directors present voting aye, the regular meeting minutes of September 16, 2025, were approved as presented.

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

Upon motion by Director Riddle, seconded by Director Galindo, after full discussion and with all Directors present voting aye, the Board accepted the Constable's Report.

4. 2025 Tax Rate.

a. Public Hearing on Proposed 2025 Tax Rate. Upon a motion by Director Galindo, seconded by Director Fritsche, after full discussion and with all Directors present voting aye, the Board opened the public hearing on the proposed 2025 tax rate at 6:50 p.m.

Mr. Petrov stated that a notice was published, as required by law, in the Houston Business Journal for at least seven (7) days prior to the meeting, a copy of which is attached hereto as Exhibit "A", and that the Board has proposed to levy a 2025 total ad valorem tax rate of \$0.16 per \$100 of assessed value for the tax year 2025 for debt services purposes. Director Fritsche asked if anyone from the public wished to speak on the proposed 2025 tax rate. There being no member of the public desiring to comment, therefore, upon motion by Director Fritsche, seconded by Director Galindo, with all Directors present voting aye, the Board closed the public hearing at 6:52 p.m.

b. Order Setting Rate and Levying Tax for 2025. The Board next considered an Order Setting Rate and Levying Tax for 2025, setting a tax rate of \$0.16 per \$100 assessed valuation for debt service purposes, a copy of which is attached as Exhibit "A-1."

c. Order Appointing Tax Assessor/Collector. The Board next considered an Order Appointing Tax Assessor-Collector, appointing Equi-Tax, Inc., a copy of which is attached hereto as Exhibit "A-2."

d. Resolution Concerning Tax Collection Procedures. The Board then considered a Resolution Concerning Tax Collection Procedures, a copy of which is attached as Exhibit "A-3."

e. Amended District Information Form. Mr. Petrov presented an Amended and Restated District Information Form, a copy of which is attached hereto as Exhibit "A-4." Mr. Petrov explained to the Board that the form is amended annually to show the current tax rate, the outstanding debt, the Notice to Purchasers Form, and the total amount of bonds that have been approved by the voters and which may be issued by the District. The amended form is required to be filed with Harris County Real Property Records (the "HCRPR") and the Texas Commission on Environmental Quality (the "TCEQ") and the updated Notice to Purchasers will be on the District's website.

Upon motion by Director Riddle, seconded by Director Galindo, after full discussion and with all Directors present voting aye, the Board approved: (1) the Order Setting Rate and Levying Tax for 2025 levying a tax rate of \$0.16 per \$100 assessed valuation; (2) the Order Appointing Tax Assessor-Collector, appointing Equi-Tax, Inc. as the District's Tax Assessor-Collector; (3) the Resolution Concerning Tax Collection Procedures; and (4) the Amended District Information Form and authorizing the Johnson Petrov to file the same with the HCRPR and the TCEQ as required by law.

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

Ms. Cunningham reported that 96.5% of the 2024 taxes and 98.1% of the 2023 taxes have been collected as of September 30, 2025.

Upon motion by Director Galindo, seconded by Director Riddle, after full discussion and with all Directors present voting aye, the Board approved the Tax Assessor-Collector Report, including payment of check nos. 2562 thru 2565.

6. Financial Advisor's Report.

Mr. Howell presented to and reviewed with the Board Preliminary Official Statement, a copy of which is attached hereto as Exhibit "C". Mr. Howell explained the next steps for the bond sale. He then reviewed the draft preliminary official statement.

Mr. Howell next explained the Notice of Sale, that it basically summarizes the terms and conditions for an underwriter if they buy and bid on the bonds. He then reviewed the schedule for financing, which is subject to additional revisions.

Mr. Howell requested the Board call a meeting in mid-December for the Bond Sale.

Upon motion by Director Riddle, seconded by Director Galindo, after full discussion and with all Directors present voting aye, the Board approved the adoption the Preliminary Official Statement as presented subject to comments received by legal and engineering, authorized the Financial Advisor to advertise for the sale of the Series 2025 Bonds, and take appropriate action in connection with same, and approved the Notice of Sale and authorize distribution thereof.

7. 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 "D."

Ms. Wilbanks reported that TexPool interest rate decreased slightly and is 4.2520% interest and the net asset value is 1.000180%.

Upon motion by Director Galindo, seconded by Director Rumfield, 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; and (2) authorized the payment of checks numbered 14294 through 14325, from the Operating Account.

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

a. Mr. Jacobson then reported the total monthly pumpage for September was 8,078,000 gallons and the average daily flow at the sewer plant during the previous month was 127,000 GPD, which is 44% of current capacity. Mr. Jacobson also reported the pumped to billed ratio was 86.11% 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 six (6) accounts.

Mr. Jacobson reported that Spring Fire Department was observed opening water line near 623 Ringwood without notifying the District. Mr. Jacobson stated he will follow-up with the Spring Fire Department regarding unauthorized use of the District's water line.

Upon motion by Director Rumfield, seconded by Director Galindo, 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.

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

Mr. Van Dusen presented and reviewed the proposed Change Order submitted from ISJ Underground Utilities in the amount of \$150,000. Mr. Van Dusen will reach out to the Spring ISD staff for approval of the change order. Next he presented and reviewed Pay Application No. 1 from ISJ Underground Utilities in the amount of \$317,145.51 and Vogt Engineering recommends approval of Pay Application No. 1 to ISJ Underground Utilities in the amount of \$317,145.51.

Mr. Van Dusen reported Solid Bridge Construction completed the repair work to Lemm Gully and that Pay Application No. 2 in the amount of \$13,930.00 and No. 3 in the amount of \$22,025.00 were submitted by Solid Bridge Construction. Vogt Engineering recommends approval of Pay Application No. 2 in the amount of \$13,930.00 and No. 3 in the amount of \$22,025.00 to Solid Bridge Construction.

Ms. Kincer reviewed the Storm Water Management Report, a copy of which is attached hereto as Exhibit "G". No action was taken at this time.

Upon motion by Director Galindo, seconded by Director Riddle, after full discussion and with all Directors present voting aye, the Board (1) approved Vogt Engineering to obtain Spring ISD staff approval for the proposed Change Order submitted from ISJ Underground Utilities in the amount of \$150,000; (2) approved Pay Application No. 1 from ISJ Underground Utilities in the amount of \$317,145.51; (3) approved Pay Application No. 2 in the amount of \$13,930.00 and No. 3 in the amount of \$22,025.00 to Solid Bridge Construction; and (4) approved the Engineer's Report.

10. New Business.

a. Removal of Dead Trees and Tree Trimming in District Common Areas. The Civic Club approached the Board to assist with the beautification of the Cypresswood Drive Esplanade. Mike Kiger presented three (3) quotes for tree trimming. The Board agreed to reimburse the Civic Club for work by Florencio Puebla in the amount of \$1,400 for tree trimming subject to presentation of the invoice and proof of payment by the Civic Club for such services.

Upon motion by Director Riddle, seconded by Director Galindo, after full discussion and with all Directors present voting aye, the Board (1) agreed to assist with the beautification of the Cypresswood Drive Esplanade and to reimburse the Civic Club for work by Florencio Puebla in the amount of \$1,400 for tree trimming subject to presentation of the invoice and proof of payment by the Civic Club for such services.

b. Annual Review of Investment Policy. Mr. Petrov stated that reviewing the Investment Policy was an annual requirement of the Texas Public Funds Investment Act, but that

no changes were being proposed at this time other than to obtain an updated authorized Broker's List from the District's Investment Officer.

Upon motion by Director Galindo, seconded by Director Rumfield, after full discussion and with all Directors present voting aye, the Board approved the Order Reviewing Investment Policy with no proposed changes and to obtain an updated authorized Broker's List from the District's Investment Officer.

11. Old Business.

- a. Audit Committee. No updates at this time.

12. Public Comment. No members of the public wished to speak at this time.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD,
the meeting was adjourned at 8:08 p.m.

PASSED AND APPROVED on the 18th day of November, 2025.



Secretary
Board of Directors

EXHIBITS:

- A - Affidavit of Publication on 2025 Proposed Tax Rate
- A-1 - Order Setting Rate and Levying Tax for 2025
- A-2 - Order Appointing Tax Assessor/Collector
- A-3 - Resolution Concerning Tax Collection Procedures
- A-4 - Amended District Information Form
- B - Tax Assessor Collector Report
- C - Preliminary Official Statement / Notice of Sale for 2025 Bonds
- D - Bookkeeper's Report, Investment Report, Energy Report
- E - Operations Report
- F - Engineer's Report
- G - Storm Water Solutions Report
- H - Investment Policy

