

# HARRIS COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 99

## MINUTES OF MEETING OF BOARD OF DIRECTORS

JANUARY 20, 2026

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 Thursday, January 20, 2026, 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, thus constituting a quorum. Also attending all or portions of the meeting were: Cathi Alexander of ETI Bookkeeping Services, bookkeeper for the District ("ETI"); 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, P.E. and Tyler Reeves, EIT of Vogt Engineering, L.P., engineers for the District ("Engineer" and/or "Vogt"); Deputy Gonzalez and Lt. Flores of the Harris County Constable's Office ("HCCO"); Philip Halbert and Luis Cebrian of Storm Water Solutions, LLC and Bill Zaffos, a resident of the District.

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. There was no one from the public that wished to speak at this time.
2. Minutes. The Board reviewed the regular meeting minutes of December 18, 2025, a copy of which was previously distributed to the Board.

Upon motion by Director Galindo, seconded by Director Riddle, after full discussion and with all Directors present voting aye, the regular meeting minutes of December 18, 2025, were approved as presented.

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

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

4. Financial Advisor Report.

SALE OF \$4,220,000 UNLIMITED TAX BONDS, SERIES 2026 (THE "BONDS")  
Mr. Howell distributed the bid report, a copy of which is attached hereto as Exhibit "A", and stated that seven (7) bids have been received with the lowest bid being from SAMCO Capital Markets, Inc. ("SAMCO") at a net effective interest rate of 4.512164 percent. The Bonds have received an investment grade rating of Baa3 without insurance and AA with insurance. SAMCO has bid with bond insurance and will be responsible for the bond insurance costs. SAMCO has submitted a good faith deposit check which will be held by Bond Counsel and returned to SAMCO upon receipt of their purchase price for the Bonds. Mr. Howell then recommended that the Board accept the bid to purchase the Bonds submitted by SAMCO. Mr. Howell then discussed the Cash Flow, which shows that if the District issues the Bonds and no growth in the District's January 1, 2025 taxable value than the District would be able to meet its debt obligations with a \$0.16 debt service tax rate. He recalls during the Town Hall meetings, a debt service tax rate of \$0.37 was projected.

Mr. Petrov then explained each bond document to the Board, including the Order authorizing the issuance of Bonds, Paying Agent Agreement, General Certificate and related required certificates, copies of which are attached hereto as Exhibit "A". Mr. Petrov then answered 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 and award the low bid received from SAMCO; approve the form of the Final Official Statement, Adopt the Order Authorizing Issuance of \$4,220,000 Unlimited Tax Bonds, Series 2026; the Transfer and Paying Agent Agreement; and authorize officers to sign all of the documents related to the sale of the Bonds.

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 67% of the 2025 taxes and 96.7% of the 2024 taxes have been collected as of December 31, 2025.

Upon motion by Director Galindo, seconded by Director Ghinelli, after full discussion and with all Directors present voting aye, the Board approved the Tax Assessor-Collector Report, including payment of check nos. 2571 thru 2574.

6. Delinquent Tax Report. The Board reviewed the Delinquent Tax Report, a copy of which is attached hereto as Exhibit "B-1".

Upon motion by Director Galindo, seconded by Director Foulds, after full discussion and with all Directors present voting aye, the Board approved the Delinquent Tax Report.

7. Bookkeeper's Report/Investment Report/Energy Usage Report. Ms. Cathi Alexander 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 "C."

Ms. Cathi Alexander reported that TexPool interest rate is 3.8270% interest and the net asset value is 1.000220%.

Upon motion by Director Ghinelli, 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 14382 through 14409, from the Operating Account.

8. 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 December was 5,372,000 gallons and the average daily flow at the sewer plant during the previous month was 176,000 GPD, which is 61% of current capacity. Mr. Jacobson also reported the pumped to billed ratio was 82.49% at the water plant. There were no solids and 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 nineteen (19) accounts.

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

Next, Mr. Halbert introduced Luis Cebrian, who will be attending future meetings. Mr. Halbert then reviewed the Storm Water Management Report, a copy of which is attached hereto as Exhibit "E-1". No action was taken at this time.

NHCRWA Surface Water. Next, the Board discussed geo-chemical modeling, which tests galvanized pipes and pH levels. Mr. Van Dusen will obtain a quote for same and present at the next Board meeting.

Upon motion by Director Galindo, seconded by Director Ghinelli, after full discussion and with all Directors present voting aye, the Board approved the Engineer's Report.

10. New Business.

a. Eminent Domain 2026. Mr. Petrov reminded the Board that Johnson Petrov files an annual Eminent Domain Report to the Texas Comptroller pursuant to SB 1812 on behalf the District and that such filing has been completed.

11. Old Business.

a. Apartment Complex. Mr. Petrov stated that he has been in contact with the Civitas regarding the invoice for the tax-exempt fee. He then discussed the 1-year capitalized interest for the 2026 Bond issue included in the Bond proceeds and sending Civitas a bill for the tax-exempt apartment fee per the Rate Order.

b. Audit Committee. No updates at this time.

12. Public Comment. There was no one from the public that wished to speak at this time.

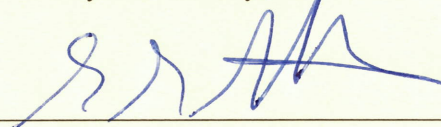
13. Election Agenda.

Mr. Petrov then presented and reviewed with the Board an Order Calling Director's Election, a copy of which is attached hereto as Exhibit "F". He also stated that Harris County has provided notice they will not hold joint elections. He also reminded the Board that the District qualifies for use of paper ballots and the final day to file for name on the ballot is Friday, February 13, 2026 at 5:00 p.m.

Upon motion by Director Riddle, seconded by Director Galindo, after full discussion and with all Directors present voting aye, the Board approved the Order Calling Director's Election.

**THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD,**  
the meeting was adjourned at 8:21 p.m.

**PASSED AND APPROVED** on the 17<sup>th</sup> day of February, 2026.

  
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Secretary  
Board of Directors

**EXHIBITS:**

- A Bond Documents
- B - Tax Assessor Collector Report
- B-1 - Delinquent Tax Report
- C - Bookkeeper's Report, Investment Report, Energy Report
- D - Operations Report
- E - Engineer's Report
- E-1 - Storm Water Solutions Report
- F - Order Calling Director's Election

