

MINUTES

NORTH FORT BEND WATER AUTHORITY

January 28, 2026

The Board of Directors (the "Board") of the North Fort Bend Water Authority (the "Authority") met in regular session, open to the public, on the 28th day of January, 2025, at the Creekside Event Center, 21555 Lakemont Bend Lane, Richmond, Texas, and the roll was called of the members of the Board:

Peter Houghton	President
Robert Patton	Vice President
Dana Hollingsworth	Secretary
Robert Darden	Assistant Vice President
Donald Abrahamson II	Assistant Secretary
Michael Rusk	Assistant Secretary
Craig Lewis	Assistant Secretary

and all of the above were present in person, thus constituting a quorum.

Also present in person for all or part of the meeting were Matt Froehlich, Julia Frankovich, Whitney Milberger, Lindsay Kovar, and Miriam Valdez of BGE, Inc. ("BGE"); Taylor Watson and Stephanie Bahn of Municipal Accounts & Consulting, L.P.; Dale Clayton of Inframark, LLC ("Inframark"); Christina Miller, Audrey Briscoe, and Kia Fields of Allen Boone Humphries Robinson LLP ("ABHR"); and persons listed on the attached attendance sheets.

COMMENTS FROM THE PUBLIC

Mr. Mathews introduced himself to the Board as a candidate for Fort Bend County Commissioner Precinct 4.

Mr. Gettleman addressed the Board regarding reports of poor water quality. Ms. Brownlee further reported poor water quality, noting Grand Lakes Municipal Utility District No. 2 directed her to contact the Authority. The Board reported they had not received reports of poor water quality in the recent past and made recommendations to address their concerns.

APPROVE MINUTES

The Board considered approving the minutes of its regular meeting held on December 18, 2025. After review and discussion, Director Hollingsworth moved to approve the minutes as written. Director Abrahamson seconded the motion, which

passed unanimously.

PUBLIC COMMUNICATION, WATER CONSERVATION, AND REUSE MATTERS
AND RESOLUTION ESTABLISHING THE 2026 WATER PROVIDER
CONSERVATION PROGRAM ("WPC PROGRAM")

Ms. Milberger reviewed a Communication, Conservation, and Reuse Report (the "CCR Report"), a copy of which is attached. Ms. Milberger reported on the Authority's previous and planned participation in constituent and other events, including conferences.

The Board discussed the Authority's recent "Lunch and Learn" event for LJA, Inc. engineers.

Ms. Milberger reported that the Authority's CCR Committee ("CCR Committee") recommended that the Board approve renewing the Authority's 2026 membership in the Alliance for Water Efficiency in the amount of \$787.50.

Ms. Milberger reported that the Authority's CCR Committee recommended that the Board approve securing booth space for the Association of Water Board Directors ("AWBD") summer conference in an amount not to exceed \$2,600.00.

Ms. Milberger reported that 90 irrigation system evaluations were completed through the Authority's W.I.S.E. Guys Irrigation System Evaluation Program during December 2025.

Ms. Milberger reported that the Authority's CCR Committee recommended that the Board approve paying the annual management fee in the amount of \$12,000.00 per the Authority's Amended and Restated W.I.S.E. Guys Irrigation System Agreement with Vepo, LLC.

Ms. Milberger stated that updates have been made to the Communications Dashboard attached to the CCR Report.

Ms. Milberger reported that the Authority's CCR Committee recommended approval of third quarter rebate payments to the successful participants in the 2024 WPC Program that earned a reduced 2025 water rate in the amount of \$5,936.60.

Ms. Milberger reviewed updates made to the Reuse System and Credit Summary Charts, copies of which are attached to the CCR Report.

Following review and discussion, Director Abrahamson moved to approve the CCR Report as presented, including: (1) renewing the Authority's 2026 membership in the Alliance for Water Efficiency in the amount of \$787.50; (2) securing booth space for the AWBD summer conference in an amount not to exceed \$2,600.00; (3) paying the

annual management fee in the amount of \$12,000.00 per the Authority's Amended and Restated W.I.S.E. Guys Irrigation System Agreement with Vepo, LLC; and (4) payment of third quarter rebate payments to the successful participants in the 2024 WPC Program that earned a reduced 2025 water rate in the total amount of \$5,936.60. Director Hollingsworth seconded the motion, which passed unanimously.

CONTRACTS

The Board concurred to defer this item.

FINANCIAL AND BOOKKEEPING MATTERS

Mr. Watson presented the bookkeeper's report, including receipts, a list of checks presented for payment, fund and wire transfers, a supplemental cash flow report, account balances, current period and year-to-date actual versus budget comparisons, a schedule of debt service payments, and a chart tracking the amounts expended by the Authority related to the City of Fulshear's rate challenge. A copy of the bookkeeper's report is attached. Mr. Watson additionally reviewed charts tracking funds deposited in separate accounts by the Authority and the West Harris County Regional Water Authority (the "WHCRWA") for the Bellaire Pump Station (the "BPS") Phase II Improvements Project. Following review and discussion, Director Abrahamson moved to approve the bookkeeper's report, including the checks presented for payment. Director Hollingsworth seconded the motion, which passed unanimously.

ANNUAL DISCLOSURE STATEMENTS

The Board considered accepting the annual disclosure statements of the Authority's bookkeeper and Investment Officer. Ms. Miller explained that in accordance with the Authority's Investment Policy, the Authority's bookkeeper and Investment Officer, are required to execute disclosure statements that disclose any relationships with banks and brokers who seek to sell investments to the Authority. She stated that the disclosure statements are filed annually with the Texas Ethics Commission. Following review and discussion, Director Hollingsworth moved to accept the annual disclosure statements of the bookkeeper and Investment Officer and direct that the statements be filed with the Texas Ethics Commission and retained in the Authority's official records. Director Abrahamson seconded the motion, which passed unanimously.

ANNUAL REPORT REGARDING POST-ISSUANCE COMPLIANCE POLICY

Ms. Miller reported on the Authority's compliance activities during the prior calendar year related to bond financings. She stated that no corrective action is required at this time.

OPERATION OF AUTHORITY FACILITIES

Mr. Clayton presented the operator's report and reported on the operations of the Authority's facilities, including inspections, maintenance, repairs, joint facility expenses, water accountability, and ongoing meter testing. A copy of the operator's report is attached. Mr. Clayton stated there had been no further issues with a sensor prong that was causing inaccurate meter readings, and reported accountability issues, noting Inframark plans to inspect meters for accuracy.

Following review and discussion, Director Abrahamson moved to approve the operator's report. Director Hollingsworth seconded the motion, which passed unanimously.

REGULATORY MATTERS: SUBSIDENCE DISTRICT REGULATIONS AND PERMITTING, AND AUTHORITY'S GROUNDWATER REDUCTION PLAN ("GRP")

Mr. Froehlich presented the engineer's report, a copy of which is attached.

Mr. Froehlich reported that BGE submitted the Authority's Annual Groundwater Reports to the Fort Bend Subsidence District ("FBSD") and the Harris-Galveston Subsidence District.

Mr. Froehlich reported that the Authority's Over-Conversion Credit Certificate for the 2023-2024 permit term has not yet been received from the FBSD.

Mr. Froehlich reported on matters related to the Authority's GRP, including the monthly amounts of surface water delivered, groundwater pumped, and reclaimed water utilized by the Authority.

Mr. Froehlich reported BGE plans to discuss requests received for wells with FBSD before issuing approval letters for the proposed wells.

Mr. Froehlich recommended payment of Fort Bend County Municipal Utility District No. 124's request for reimbursement of Progress Payment No. 1 for its chloramine conversion project in the amount of \$31,516.49, pending an executed receipt.

Mr. Froehlich recommended payment of Fort Bend County Municipal Utility District No. 255's request for reimbursement for its connection line project in the amount of \$993,715.00, pending an executed receipt, and acceptance of the project.

ENGINEERING MATTERS: DESIGN, CONSTRUCTION, PROJECTS, AND STUDIES

Mr. Froehlich reported on the status of the design and construction of water lines for the Authority's 2027 surface water supply system, as appropriate, including Main Segments 11A, 13B, 13C Phase 1, 13D, 16B, 17A, 17B, 17C, 18A, 18B, and 19, and the

surface water connection lines for Cinco Municipal Utility District No. 1 and Fort Bend County Fresh Water Supply District No. 2.

Mr. Froehlich reported that the Authority's Capital Planning and Design Committee ("CPD Committee") recommended approval of Pay Estimate No. 15 in the amount of \$378,467.21 for the construction of the Segment 11A (Main Line) for Cinco Municipal Utility District No. 1.

Mr. Froehlich reported that the Authority's CPD Committee recommended approval of a proposal from Ninyo & Moore for construction materials testing services for Segment 18A (Principal) in an amount not to exceed \$182,500.00.

Mr. Froehlich presented a proposal from BGE for cathodic protection system evaluation services for 2026 in an amount not to exceed \$25,000.00.

REGIONAL PLANNING MATTERS: JOINT PROJECTS AND WATER SUPPLY

Mr. Froehlich reported that the final cash call for design and construction engineering, management, inspection, and materials testing services for the BPS Phase II Improvements Project was sent to the WHCRWA on January 6, 2026.

Mr. Froehlich recommended approval of Pay Estimate No. 1 submitted by MC2 Civil, LLC for construction of the BPS Phase II Improvements Project in the amount of \$3,389,125.00.

Mr. Froehlich reported on the status of design, permitting, construction, and property acquisition, as appropriate, for the Authority's joint Surface Water Supply Project with the WHCRWA, including Segments A1 and A2, combined Segments B1 and B2, Segments B3, C1, and C2, the Kinder Morgan subsegments, the Segment 3 subsegments, the Repump Station, the Central Pump Station, and the three meter stations. Copies of a chart and summaries of the status of design/construction are included in the attached engineer's report.

Mr. Froehlich updated the Board on COH's Northeast Water Purification Plant Expansion Project per its Design-Build Agreement with the Houston Waterworks Team. Status summaries for Phases 1, 2A, and 2, and the Balance of Plant are included in the attached engineer's report.

Mr. Froehlich reported on the Authority's contract with Hicks Johnson PLLC related to the City of Houston's litigation with the Houston Waterworks Team regarding NEWPP Expansion Project matters.

Following review and discussion, Director Abrahamson moved to approve the engineer's report as presented, including:

- (1) payment of Fort Bend County Municipal Utility District No. 124's request for reimbursement of Progress Payment No. 1 for its chloramine conversion project in the amount of \$31,516.49, pending an executed receipt;
- (2) payment of Fort Bend County Municipal Utility District No. 255's request for reimbursement for its connection line project in the amount of \$993,715.00, pending an executed receipt, and acceptance of the project;
- (3) Pay Estimate No. 15 in the amount of \$378,467.21 for the construction of Segment 11A (Main Line) for Cinco Municipal Utility District No. 1;
- (4) a proposal from Ninyo & Moore for construction materials testing services for the construction of Segment 18A (Principal) in an amount not to exceed \$182,500.00.
- (5) a proposal from BGE for cathodic protection system evaluation services for 2024 in an amount not to exceed \$25,000.00; and
- (6) Pay Estimate No. 1 submitted by MC2 Civil, LLC for construction of the BPS Phase II Improvements Project in the amount of \$3,389,125.00.

Director Hollingsworth seconded the motion, which passed unanimously.

FINANCING PLAN MATTERS

The Board concurred to defer this item.

ARBITRAGE REBATE REPORTS

Ms. Miller reviewed arbitrage rebate and yield restriction liability reports prepared by OmniCap Group, LLC for the Authority's Series 2015, 2018BC, 2019BC, 2020 & 2020A, 202B, 2021AB, 2022, and 2023A Bonds. She stated that required payments in the anticipated amounts of \$6,305,262.00, \$205,484.00, \$67,993.00, and \$109,397.00 will be due to the Internal Revenue Service on or before November 21, 2027, for the respective Series 2019BC, 2021AB, 2022, and 2023A Bonds.

REALTY INTEREST ACQUISITION

Ms. Miller reviewed and recommended approval of: (1) a Water Line and Meter Easement for Parcel 17C.04. to be granted by Fort Bend County Municipal Utility District No. 185 ("FB 185")/FB 185; (2) payment of \$40,000.00 per the Decision and Award of Special Commissioners for Parcel 17A.20; and (3) payment of three special commissioners fees for the MTT homes matter to Barry Beard, Kenneth A. Love, and Marvin Marcell, each in the amount of \$700.00. Following review and discussion, Director Abrahamson moved to approve: (1) the easement as recommended; (2) payment of \$40,000.00 per the Decision and Award of Special Commissioners for Parcel 17A.20; and (3) payment of three special commissioners' fees each in the amount of \$700.00. Director Hollingsworth seconded the motion, which passed unanimously.

MEETING PLANNING AND SCHEDULING MATTERS

The Board concurred to hold its next regular meeting on February 25, 2026 and its next special meeting on February 4, 2026.

CONVENE EXECUTIVE SESSION

The Board convened in executive session at 7:11 p.m., pursuant to Section 551.071, Texas Government Code, to seek the advice of its attorney regarding pending litigation.

Adam Richie of Maynard Nexsen PC and Ian Pietz of BGE joined the meeting via teleconference. The Board determined that the attendance in this executive session of Mr. Froehlich, Ms. Kovar, and Mr. Pietz was necessary in order for the Board to obtain the necessary legal advice from its attorneys, and the Board requested their presence in the executive session.

RECONVENE IN OPEN SESSION

At 7:16 p.m., the Board reconvened in open session. The Board concurred to take action as discussed during executive session.

There being no further business to come before the Board, the meeting was adjourned.


Secretary, Board of Directors

(SEAL)



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