

MINUTES OF MEETING OF BOARD OF DIRECTORS  
August 14, 2025

THE STATE OF TEXAS  
COUNTY OF HARRIS  
HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 136

The Board of Directors (the “*Board*”) of Harris County Municipal Utility District No. 136 (the “*District*”) met in regular session, open to the public, at 4045 Deerfield Village Drive, Houston, Texas at 6:00 p.m. on August 14, 2025; whereupon the roll was called of the members of the Board, to wit:

Brent Phelps, President  
Barry Greer, Vice President  
Neil Polansky, Assistant Vice President  
Adam Rodriguez, Secretary  
Jody Shipman, Assistant Secretary

**Persons Attending.** All members of the Board were present. Also attending all or parts of the meeting were Mr. Bill Wilkinson, resident of the District; Ms. Suzanne Villarreal of McCall Gibson Swedlund Barfoot Ellis PLLC (“McCall”), auditor for the District; Ms. Lisa Rickert of Artesian Financial Services (“Artesian”), bookkeeper for the District; Ms. Patty Rodriguez of Bob Leared Interests (“BLI”), tax assessor and collector for the District; Mr. Ryan Vaughn and Mr. Keith Arrant of Municipal Operations & Consulting, Inc. (“MOC”), operators for the District; and Ms. Jane Maher of Norton Rose Fulbright US LLP (“NRF”), paralegal for the District.

**Call to Order.** The President called the meeting to order and, in accordance with notice posted pursuant to law, copies of Certificates of Posting of which are attached hereto as *Exhibit A*, the following business was transacted:

1. **Public comments.** The President recognized Mr. Wilkinson, who discussed issues with the trash and recycling services. He stated that the trucks have been driving fast and stated there was an incidence when all the trash cans were lying down in the street. He reported that he called Best Trash and left his contract information for a callback. He noted that he never received a callback from Best Trash. Discussion ensued.

2. **Discuss trash and recycling services.** This was addressed under the previous item.

3. **Minutes.** Ms. Maher noted that the agenda had a typo and should be for the approval of the July 3, 2025 minutes and not July 5, 2025. Proposed minutes of the meetings of July 3, 2025 and of July 10, 2025, previously distributed to the Board, were considered for review and approval. Upon motion by Director Greer, seconded by Director Shipman, after full discussion and the question being put to the Board, the Board voted unanimously to approve the minutes of the July 3, 2025, and July 10, 2025, as revised.

4. **Approve audit for fiscal year ended March 31, 2025.** The President recognized Ms. Villarreal, who presented to and reviewed with the Board the annual financial audit for the fiscal year ended March 31, 2025, the summary letter, the management representation letter and

the board of directors representation letter, copies of which are attached hereto as *Exhibit B*. Discussion ensued.

Upon motion by Director Rodriguez, seconded by Director Shipman, after full discussion and the question being put to the Board, the Board voted unanimously to approve the audit for the fiscal year ended March 31, 2025, and to sign the board of directors representation letter.

**5. Review Bookkeeper's Report, investment report and authorize payment of bills.** The President recognized Ms. Rickert, who presented the Bookkeeper's Report, a copy of which is attached hereto as *Exhibit C*. She reviewed the cash flow from July 11, 2025 to August 14, 2025.

Upon motion by Director Greer, seconded by Director Shipman, after full discussion and the question being put to the Board, the Board voted unanimously to accept the Bookkeeper's Report, and to authorize payment of check nos. 12548 through 12567, and one ACH, from the General Operating Fund in the amounts, to the persons, and for the purposes listed in the Bookkeeper's Report.

**6. Review Tax Assessor and Collectors Report and authorize payment of bills.** The President recognized Ms. Rodriguez, who presented to and reviewed with the Board the Tax Assessor and Collector's Report, a copy of which is attached hereto as *Exhibit D*.

Ms. Rodriguez reported that 98.8% of 2024 taxes have been collected.

Upon motion by Director Polansky, seconded by Director Rodriguez, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Tax Assessor and Collector's Report, to authorize payment of check nos. 1166 through 1169.

**7. Review Investment Policy and Ethics Policy.** The President recognized Ms. Maher, who presented to and reviewed with the Board the Resolution Reviewing Investment Policy ("Investment Policy"), a copy of which is attached hereto as *Exhibit E*. She stated NRF does not recommend any changes at this time and that the updated brokers list was provided by Artesian.

Upon motion by Director Rodriguez, seconded by Director Greer, after full discussion and the question being put to the Board, the Board voted unanimously to approve the Investment Policy.

Ms. Maher presented to and reviewed with the Board the Ethics Policy, a copy of which is attached hereto as *Exhibit F*. She stated that the policy currently allows the reimbursement for mileage, parking and meals for local meeting and activities. She asked if the Board would like to revise the policy to include the reimbursement for hotels considering the winter conference of the Association of Water Board Directors ("AWBD") will be in Houston. Discussion ensued.

Upon motion by Director Phelps, seconded by Director Greer, after full discussion and the question being put to the Board, the Board voted unanimously to revise the Ethics Policy to include reasonable reimbursement for a hotel for one night for local meetings and activities.

Discussion ensued regarding the meal reimbursement of \$50 a day. It was the consensus of the Board to not take any action.

8. **Review Engineer's Report, Water Plant walk through, Jackrabbit Road Public Utility District ("Jackrabbit") matters, Out-of-District reviews, Asset Management Plan, and take appropriate action on engineer's recommendations.** The President stated he received an email from Mr. Wempe that stated he has not heard anything from Rolling Creek.

9. **Discuss emergency interconnect request with Rolling Creek Municipal Utility District ("Rolling Creek").** This item was addressed under the previous item.

10. **Discuss Jackrabbit Public Utility District ("Jackrabbit") matters and take appropriate action.** There was no report.

11. **Review Operations Report, authorize repairs, authorize termination of services to delinquent accounts.** The President recognized Mr. Vaughn, who reviewed with the Board the Operations Report, a copy of which is attached hereto as *Exhibit G*.

Mr. Vaughn reported the District currently has 1,079 connections. Discussion ensued regarding the clarification of number of connections in the report and audit.

Mr. Vaughn reported the accountability for last month is at 94%. Mr. Vaughn reported on various maintenance items. Discussion ensued. He stated that there are three accounts in the amount of \$737.70 that will be sent to collections. Discussion ensued.

Mr. Arrant informed the Board that the District received a notice from the Texas Commission on Environmental Quality ("TCEQ") related to the 1<sup>st</sup> quarter DLQOR violation. He reported that the required reports were submitted to the TCEQ and that MOC has documentation of the reports being mailed prior to the due date. He noted that he has been in communication with a representative from the TCEQ and believes the violation will be withdrawn once the representative returns from being out of the office.

Mr. Vaughn reported that there were three service line leaks last month. Discussion ensued regarding Ezee fiber installation and potential issues. Mr. Arrant discussed different options Districts can use to recoup costs for repairs related to fiberoptic installation. It was the consensus of the Board to include an agenda item next month.

Discussion ensued regarding soft starters/VFDs at the Water Plant. Mr. Arrant stated that he can look into a contractor looking in to the pump curve and getting more data.

Upon motion by Director Greer, seconded by Director Rodriguez, after full discussion and the question being put to the Board, the Board voted unanimously to accept the Operations Report, and to authorize termination of service to delinquent accounts in accordance with terms of the District's Rate Order.

12. **Report on WHCRWA monthly meeting, and related service and construction issues.** There was no report.

13. **Discuss recycling event and take necessary action.** The President recognized Director Greer, who stated that everything is set for October 11, 2025.

14. **Discuss District website, and text message notification system and take any necessary action.** The President recognized Director Rodriguez, who provided an update on the website and text message notification system. He reported that he renewed the website domain

for another 10 years until August 9, 2035. He stated that he will present the invoice of \$457 for reimbursement.

15. **Review Article for DVCA Newsletter.** The President stated that he will prepare the newsletter.

16. **Review agenda items for next meeting (September 11, 2025) and such other matters as may properly come before the board.** There were no further reports.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD, the meeting was adjourned.

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The above and foregoing minutes were passed and approved by the Board of Directors on September 11, 2025.

ATTEST:

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President, Board of Directors

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Secretary, Board of Directors